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திறன் அபிவிருத்தி, தொழில்துறை மற்றும் தொழில் உறவுகளின் அமைச்சு
Ministry of Skills Development, Employments & Labor Relations

වාර්ෂික වාර්තාව வருடாந்த அறிக்கை Annual Report

2019



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இலங்கை தொழிற்பயிற்சி அதிகாரசபை
Vocational Training Authority of Sri Lanka





Institution	– Vocational Training Authority of Sri Lanka
Ministry	– Ministry of Skills Development, Employments & Labor Relations
Address	– “Nipunatha Piyasa”, No 354 /2, Elvitigala Mawatha, Narahenpita Colombo 05
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Auditors	– Auditor General Department of Auditor General
Bankers	– Peoples Bank

CONTENTS

Vision	5
Mission	5
Functions	6
Acknowledgement	7
Introduction and Structure	9
Report of the Board of Directors	10
Achievements of the year 2019	10-11
Programmes and the targets for the year 2020	12-13
Superiors and Senior Management Staff	14-16
Composition of the Staff	17-20
Provision of vocational training to the youth through implementation of vocational training programmes	21-23
Distribution of training centers	24-26
Vocational Training Tests and Assessments	27
Career Guidance and Counseling	28
Job Placement	29-31
Programmes conducted jointly with public and private institutions	32
Conduct the Entrepreneurship development programmes	33
Challenges	33
Performance of the Audit and Management Committee	34
Financial Statements Report	35-66
Report of the Auditor General	67-72
Observation Report for the Auditor General report	73-76

VISION

To be the most dynamic and innovative vocational training provider in Sri Lanka catering to the global employment market

MISSION

To facilitate the fulfilment of the international skilled employment demand by developing competencies in individuals through methods and technologies in vocational training and education.

We realize this mission by setting the highest standards in our services and facilities and focusing on global employability trends.

FUNCTIONS

- Prepare vocational training programmes and provide vocational training required to obtain talents for an employment to the qualified youth, directly or through a State or Private sector representing agency.
- Conduct National Trade Tests and examinations and issue certificates and other offers for the apprentices who obtained the vocational training.
- Conduct researches on vocational training and develop vocational training.
- Examine and supervise the vocational training centers to maintain the formal standards of those centers.
- Order and charge fees or other charges for the facilities and equipment provided for vocational training by the Authority.
- Acquisition, affords, lease or let, mortgage, rent or execution of any movable or immovable property required for the functions of the Authority.
- Facilitate monetary aid and welfare facilities for the apprentices who are under training in the Authority and the employees.
- Enter to all the agreements required to accomplish the objective of the Authority and implement them.
- Enter to agreements with employers to provide vocational training for the apprentices who are selected for the vocational training and register them in the Authority.
- Authorize for the fact that each employer who intended to provide vocational training to the apprentices of the Authority should enter to an agreement with the trainee and the said agreement should registered in the Authority.
- Implement Career Guidance programmes and provide counseling.

ACKNOWLEDGEMENT

Honorable Minister Dr. Susil Premajyantha,
Minister of Education,
Ministry of Education,
Isurupaya,
Battaramulla.

Hon. Minister,

Annual Report - 2019
Vocational Training Authority of Sri Lanka (VTASL)

I submit the Annual Report of the Vocational Training Authority of Sri Lanka for the year 2019, in terms of Section 25 of the Sri Lanka Vocational Training Authority Act No 12 of 1995 and Section 14 (2) C of the Financial Act No 38 of 1971.

Yours faithfully,



Eranga Basnayake
Chairman / CEO
Vocational Training Authority of Sri Lanka

INTRODUCTION & STRUCTURE

The Vocational Training Authority of Sri Lanka was established under the Vocational Training Authority of Sri Lanka Act No 12 of 1995.

The Board of Governors of Vocational Authority of Sri Lanka is compiled with the Chairman, Vice Chairman including 10 members appointed as per the Section 5 of the Vocational Training Authority of Sri Lanka Act No 12 of 1995. The Board of Governors of VTASL has not executed since 05.02.2019.

Board of Directors (14.11.2018 to 05.02.2019)

- | | |
|---|---|
| <ul style="list-style-type: none"> • Mr. Prasanna Fernando
<i>Chairman</i>
Vocational Training Authority of Sri Lanka | <ul style="list-style-type: none"> • Mr.R.P.A.Wimalaweera
<i>Labor Commissioner</i>
Department of Labor |
| <ul style="list-style-type: none"> • Mr. Thisara Dhanushka Gunasinghe
<i>Vice Chairman</i>
Vocational Training Authority of Sri Lanka | <ul style="list-style-type: none"> • Mr. A.H.M.U. Aruna Bandara
<i>Director</i>
Ministry of Industries & Commercial Affairs |
| <ul style="list-style-type: none"> • Mrs. D.H.S. Pulleperuma
<i>Director</i>
Ministry of Finance | <ul style="list-style-type: none"> • Mr. Saranga Alahapperuma
<i>Chairman</i>
National Apprentice & Industrial Training Authority |
| <ul style="list-style-type: none"> • Mr. A.S. Hewage
<i>Additional Secretary (School Affairs)</i>
Ministry of Education | <ul style="list-style-type: none"> • Mr. Prathap Fernando |

The meetings of Board of Directors has not been conducted during the year 2019.

REPORT OF THE BOARD OF DIRECTORS

The Vocational Training Authority of Sri Lanka was established on 16th August 1995, under the Vocational Training Authority of Sri Lanka Act No 12 of 1995.

The Authority implements a network of 216 vocational training centers consisted of 08 National Vocational Training Institutions, 22 District Vocational Training Centers, 181 Regional Vocational Training Centers and 05 registered Prisons & Rehabilitation Centers in the year 2019 and conducted full time & part time 2,287 vocational training programmes for 37,936 youth. The Institution celebrated its 24th anniversary in this year.

Achievements of the year 2019

- Provide full time vocational training for 33,379 youth who completed school education in 216 island wide training centers.
- Provide part time vocational training for 4,957 apprentices who are engaged in vocational trades and aspire to develop the career and those who are expected to access desirable careers.
- Issue 29,428 certificates as 23,534 National Vocational Qualification (NVQ) certificates, 3,257 Non – NVQ certificates and 2,367 certificates under Recognition of Prior Learning (RPL) system.
- Direct 3,912 for local employment opportunities, 47 for foreign employment opportunities and 687 for self – employments.
- Commence Korean language training courses in 27 centers jointly with Korean Language Training center.
- Commence Japanese language training programmes and directed relevant apprentices for the Japanese language proficiency tests.
- Commence National Vocational Training Institute (K-Tec) in Orugodawaththa and commenced 09 new courses in NVQ level 5.
- Commence the Hotel School in Ahangama which equipped with new technology and enrolled 85 apprentices for 05 courses in Hotel & Tourism sector.
- Aiming the youth in central Province, commenced a Career Guidance & Counselling center in Katugasthota, Kandy which is enable to carry out self - studies utilizing internet facilities & new technological equipment.
- Create a new name and theme to build up the image of the Institution.
- Conduct the second diploma awarding ceremony at BMICH hall for 624 trainees in NVQ level 5.
- Provide entrepreneurship development training for 654 trainees by conducting 32 Entrepreneurship Development Training programmes and facilitated loan facilities of Rs. 28.5 Mn via State banks for 59 trainees to commence new enterprises under SEPI loan scheme.
- Direct 58 apprentices who are in the training for 01 industry observation trips in view of improving knowledge & skills.
- Conduct 39 Skills Promotion programmes under Public & Private Partnership (PPP) building programme and updated the new technological knowledge & skills of 2,657 vocational trained trainees.
- In view of enhancing the capacity of the staff, provide training for 778 employees of the academic staff through 51 programmes and 357 employees through of the non – academic staff through 21 programmes under the human resources development programme.

- Aware 162,010 persons on vocational training through conducting 2,320 Career Guidance programmes.
- Conduct awareness programmes for industry owners with a view to aware on new trends of vocational training sector, identify the new trends in industry sector and to match the trained workers with job market requirements.
- In view of providing a quality vocational training,
 - Establish 63 Quality Improving Systems (QIS) and 09 Quality Management Systems (QMS) in training centers.
 - Actions have been taken to grade all the training centers by taking into the consideration of existing facilities and other requirements in the training centers.
 - Actions have been taken to grade the instructors by taking into the consideration of performances of all the staff of the instructors.
 - Obtain accreditation of Tertiary and Vocational Education Commission for 163 courses and update the accreditation of 266 courses. The total number of courses which has already been accredited is 1,100.
- Considering the labour requirement of the Information Technology sector, introduce and commence the new courses identified together with the New Council on Information Technology.
 - Software Developer (courses – 03)
 - Creative Designer (courses – 05)
 - Net Work Hardware Technician (IT Supporter) (courses – 02)
- As the gigantic institution in the vocational training sector, the institutions joined with us and the programmes implemented,
 - Implement volunteer teacher training programmes jointly with Telecommunication Regulatory Commission and the Ministry of Education.
 - Conduct 38 courses for the staff who employed in the Ceylon Electricity Board and provide training for 736.
 - Conduct 1,570 trade tests to provide E- plus certificates jointly with IDM National Campus.
 - Under the “13 year continuous education programme” enroll 401 apprentices for 71 courses in 42 schools in first semester of the year 2019 and enroll 1,395 apprentices for 145 courses in the second semester of the year 2019.
 - Sign MOU to train the apprentices in Child Care course under the aid of World Bank.
 - Provide part time training on computer utilizing and management for 1,970 employees in Sri Lanka Transport Board and offer certificates for 1,440 employees in the first step.
 - Conduct Future Career Bridge programmes to direct the apprentices in ICT sector for further training jointly with SLASSCOM and TVEC.
 - Conduct training programmes to update the knowledge of the instructors in Information Technology Technician course jointly with Oracal Academy.
- Introduce the new courses like “Aluminum Fabricator with Interior Decorator and Care Giver”.

PROGRAMMES & TARGETS FOR THE YEAR 2020

On par to the government policy statement “Vistas of the Prosperity & Splendor”, the Vocational Training Authority of Sri Lanka, is aiming to provide contribution to reduce the unskilled personnel in the labour force up to 20% in view of fruitful the fourth fact of “effective citizen and a happy family” in it. Accordingly,

- Increase the number of apprentices enroll for the full time and part time vocational training in 10%.
- Develop 08 vocational training centers aiming foreign employments jointly with Foreign Employment Bureau.
- Provide full time vocational training for island wide 37,000 youth.
- Provide part time vocational training for 18,000 employees and job seekers.
- Establish an assessing framework to formal the methodology of issuing National Vocational Qualification (NVQ) certificates and issue 36,000 certificates as 33,000 NVQ certificates and 3,000 non – NVQ certificates.
- Provide certificate to all the apprentices for the concluding the institutional training.
- Establish an Industrial Relations Division to regulate the On the Job training (OJT) and identify the new training requisites.
- Aware 143,500 island wide people on Career Guidance through 3,700 programmes for school students, school leavers, parents, teachers & the members of other social organizations.
- Commence Korean language training courses in 21 centers jointly with Korean Language Training center.
- Commence part time courses in National Vocational Training Institute, Orugodawaththa.
- Implement the “13 year Continuous Education Programme” in 311 schools and intake 2000 students for 70 courses.
- Commence 8 courses under World Bank aid to train apprentices in “Child Care” course.
- Convert the ICT Level 4 courses into Level 3 courses since it has less employments opportunities and increase the intake and fulfill the requirements of the society.
- Commence the new courses of Solar Technician, Auto Mobile Hybrid, Video Editing Animation, 3D Printing and Elder Care Assistant.
- Prepare criteria for performances to increase the employee motivation, prepare a assessing process and introduce a rewards awarding system.
- Conduct 40 entrepreneurship training programmes to inspire the 600 successful trained trainees to commence enterprises and provide the financial facilities to commence enterprises and to develop the existing enterprises under Self Employment Provident Initiatives (SEPI) loan scheme
- Direct 9,800 for the employments as 8,000 trained apprentices for local employments and 600 for foreign employments and 1,200 for self - employments.
- Conduct 08 job fairs aiming employ the trained apprentices and to provide further training opportunities.
- In view of improving knowledge and skills of the trainees, organize 80 factory observation trips.

- Conduct 50 Skills Promotion programmes for 2,200 skilled craftsmen, aiming to update the vocational trainees in knowledge and technological skills of their sectors.
- In view of aware the new trends in the vocational training sector and identify the new trends in industry, conduct 03 awareness workshops for industry owners.
- Establish an Information Technology center for Gampaha Weyangoda center.
- In view of enhance the quality of the vocational training centers, implement 30 programmes for Quality Improving Systems (QIS) and 15 programmes for Quality Management Systems (QMS).
- Intake 200 apprentices for 10 courses jointly with Ceylon Electricity Board.
- Implement 10 Skill Upgrading Programmes, 02 Training Methodology Programmes (TMP 01) and 04 Training Methodology Programmes (TMP 02).
- Commence Skills Development Training Programmes Information Technology instructors jointly with Slascom and Oracle.
- Renovate 05 centers entering to a Memorandum of Understanding (MOU) jointly with Brandix Institution.
- Establish Smart class rooms as a pilot programme in National Vocational Training center – Narahenpita.
- Commence the training activities in Gampaha Pahalayagoda, Kalutara Horana and Dehiwala Aththidiya vocational training centers, under Skills Sector Development Project .(SSDP)
- Commence the Seascope – Hotel VTA operational activities in Ahangama.
- Organize special programmes in National Vocational Training centers to adapt new experience for the students who follows Technological subjects in schools.



Damitha Wickckramasinghe
Chairman / Chief Executive Officer
Vocational Training Authority of Sri Lanka

SUPERIORS & SENIOR MANAGEMNT STAFF

-

Chairman

1. Mr. Ravi Jayawardhana (Attorney – at – Law) (20.02.2019 – 18.11.201)
2. Mr. Prasanna Fernando (Since the date of 26. 11.2018 – 05.02.2019)
3. Mr. Damitha Wickckramasinghe (since 27.12.2019)

Vice Chairman

1. Mr. K. Thisara Dhanushka Gunasinghe (26.07.2018 -14.01.2019)
2. Dr. Yusup K. Marikkar (04.06.2019 – 10.12.2019)

Director General

Mrs. Chulangani Perera

Directors

1. Mr. W.A. Ranaweera (Human Resources and Administration)
2. Mr. Saman Kulasooriya (Career Guidance, Job Placement and Promotion)
3. Mr. H. U. Kariyawasam (Finance) (Retired since 22.02.2019)
4. Mr. U.K. Nandha (Tests and Evaluations)
5. Mrs. S.M. Edirisinghe (Training)
6. Mrs. G.H.P. Damayanthi (Planning, Researches & Development – Acting basis)
7. Mrs. J.A.D.S. Nishamani (Finance) (Since 19.12.2019 Duty cover up)

Chief Internal Auditor

1. Mr. R.P. Hettiarachchi (Perform Duty)

Legal Officer

1. Mrs.D.M.H.P.A.D.V. Kumari (Since 14.10.2019)

Deputy Directors

1. Mr. N.D.P. Dhammika
2. Mr. H.A.P. Gunawardana
3. Mr. N.S.D. Nawarathne
4. Mr. V.G. Nimalsiri
5. Mr. A.K. Arachchige (Retired on 01.06.2019)
6. Mr. P.N. Abeysinghe (Since the date 01.03.2018)
7. Mr. E.A.D.S. Senarathne
8. Mr. D.A.S. Athukorala
9. Mr. G.V.P.N. Perera
10. Mr. R.M.R. Rathnayake
11. Mr. R.N.K.M.J. Senavirathne
12. Mr.B.H.A. Nelson
13. Mr. N.K. Ilesinghe (upto 20.03.2019)
14. Mr. S. Maddegoda
15. Mr. H.W. Rohan Priyantha
16. Mr. M.G.G. Saman
17. Mr. D.R.S.L. Dasanayake
18. Mr. K.D.N. De Silva
19. Mr. W.G. Wijerathna
20. Mr. D.A. Jayarathne (Retired since the date 18.11.2018)
21. Mr. H.P. Manamperi (Retired on 25.05.2019)
22. Mr. R. Sunil
23. Mr. A.M.T.S. Atigala
24. Mrs. N.M.V.K. Herath
25. Mr. T. Vinodharaja
26. Mrs. P.J. Jayawardhana
27. Mr. V. Kanagasundaram
28. Mr. M.K.B. Jayathilaka
29. Mr. C.J Vidhanapathirana
30. Mr. M.B. Naleem
31. Mrs. W.M.A.S.L. Wijenayaka
32. Mrs. R. Pathirage
33. Mr. G.L.A. Peris

Assistant Directors

1. Mr. A.A. Jabeer
2. Mr. Thilina Ranasinghe
3. Mr. P.B.G.I.B. Weganthale
4. Mrs. G.D. Shayamali
5. Mr. Radha Krishnan Madhurathan
6. Mr. C.D. Samaranayaka
7. Mr. K. Niranjana
8. Mrs. C.U.M. Kodithuwakku
9. Mr. A.A.W.G.R.R. Bandara
10. Mr. Sunil Abeysinghe
11. Mr. P.G. Prasanna
12. Mr. G.K.D.C. Kumara
13. Mrs. H. Edirisinghe
14. Mr. S.M.J. Suwendra
15. Mr. A.A.D.T. Shantha
16. Mrs. S.M.M.K. Siyamudhali
17. Mr. T.V.W. Dewapriya
18. Mrs. N.K. Ambagahawaththa
19. Mr. U.G.J. Priyadhrshana
20. Mrs. D.C.O. Vithana
21. Mrs. R.D. Pradeepika
22. Mr. A.D.S. Samarasinghe
23. Miss J. Inoka U.G. Gunawardhana
24. Mr. A.P. Jagath Nishantha
25. Mr. E.J. Wijethunga
26. Mr. L.P.K.W. Weliwaththa
27. Mr. H.L. Sisira
28. Mr. D.M.P.S. Athukorala
29. Mr. W.K. Sumith Wasantha
30. Mr. D.M. Yahampath
31. Mr. R. Ahilan
32. Mr. K.P.D.P. Sirisena
33. Mr. H.T.D.R.S. Wijesinghe
34. Mr. N.A.A.D. Nagahawaththa
35. Mr. N.D.D. Edirisinghe
36. Mr. M.P. Harashana Kusumsiri
37. Mr. N.T. Daluwaththa
38. Mr. M. M.N.B. Madurasinghe

COMPOSITION OF THE STAFF AND DEVELOPMENT

As per the provisions of the Department of Management Services, the composition of the staff of the Vocational Training Authority of Sri Lanka is 1,963 employees as at 31.12.2019 and the approved cadre for the year 2019 is 2,656.

	Designation	Approved staff	Staff as at the end of the year	Vacancies / Surplus at the end of the year	Service category
01.	Director General	1	1	0	HM 2 - 1
02.	Director	6	4	2	HM1-1
03.	Chief Internal Auditor	1	0	1	
04.	Principal	1	0	1	MM 1 - 3
05.	Deputy / Assistant Director	85	67	18	MM 1-1
06.	Assistant Director - Procurement	1	1	0	
07.	Assistant Director - Academic	3	0	3	
08.	Assistant Director – Technical	1	0	1	
09.	Assistant Registrar	1	0	1	
10.	Legal Officer	1	1	0	
11.	Internal Auditor	1	1	0	
12.	Engineer	1	0	1	
13.	Administrative Officer	3	2	1	
14.	Testing & Evaluation Officer	13	9	4	
15.	Investigation Officer	1	1	0	JM 1-1
16.	Transport Officer	1	0	1	
17.	Supplies Officer	1	1	0	
18.	Printing Officer	1	0	1	
19.	Internal Auditor	3	3	0	
20.	System Analyst	1	0	1	
21.	Welfare Officer	1	1	0	
22.	Finance Officer	33	32	1	
23.	Senior Programme Officer	10	10	0	

24.	Training Officer	98	62	36	
25.	Research Officer	2	2	0	
26.	Planning Officer	2	2	0	
27.	Personal Assistant to Chairman	1	0	1	
28.	Personal Assistant*	7	5	0	
29.	Translator (Sinhala / English)	1	0	1	MA 5-2
30.	Translator (Sinhala / Tamil)	3	0	3	
31.	Senior Instructor	201	126	75	MA 4
32.	Programme Officer	70	62	8	
33.	Audit Assistant *	3	0	0	
34.	Assistant Librarian	1	0	1	MA 3
35.	Project Assistant*	34	7	0	
36.	Technical Assistant	3	1	2	MA 2-2
37.	Instructor	1,529	1,143	386	
38.	Sports Instructor	31	0	31	
39.	Planning Officer	1	0	1	
40.	Quantity Surveyor	2	0	2	
41.	Technical Officer (Civil)	5	0	5	MA 1-2
42.	Management Assistant	196	172	24	
43.	Assistant Instructor (LRUC)*	38	32	0	
44.	Compositor (Printing)	3	1	2	
45.	Hostel Keeper	2	0	2	
46.	Supervisor (Printing)	1	0	1	PL - 3
47.	Supervisor (Building)	1	0	1	
48.	Driver	67	63	4	PL 2
49.	Store Keeper*	2	2	0	
50.	Printing Assistant	3	2	1	
51.	Book Binder (Printing)	2	1	1	
52.	Machine Operator (Printing)	2	2	0	

53.	Office Assistant	8	5	3	PL - 1
54.	Watchers*	65	41	0	
55.	Labourers	101	98	3	
	Total	2,656	1,963	631	

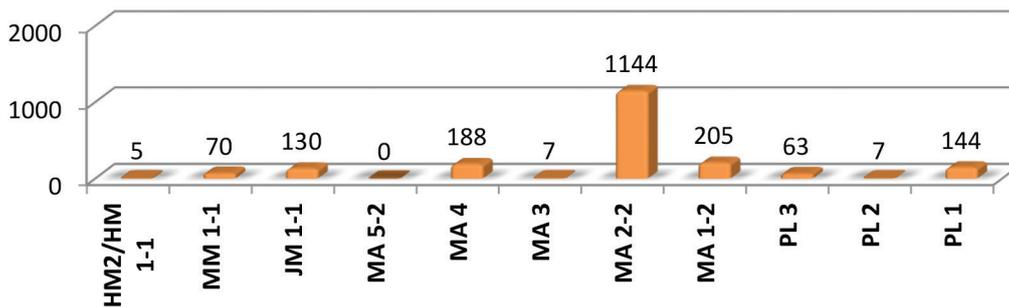
* These posts have been approved in order to personal for the person who hold the position. Since then the post will be revoked.

COMPOSITION OF THE STAFF (AS PER THE SERVICE CATEGORY)

	Designation	Approved staff	Staff as at the end of the year	Vacancies / Surplus at the end of the year
01.	HM 2-1 Senior Manager HM 1 -1 Senior Manager	08	05	03
02.	HM – 1-1 Manager	95	70	25
03.	JM 1-1 Junior Manager	178	130	46 (*Personal)
04.	MA 5 -2 Enforcing /Implementing Extension Officers	04	0	04
05.	MA 4 Operational / Counselling Service	274	188	83
06.	MA 3 Associated Officers	35	07	1 (*07 Personal)
07.	MA 2 -2 Management Assistant - Technical	1,571	1,144	427
08.	MA 1-2 Management Assistant* Non - Technical	241	205	30 (*32 Personal)
09.	PL 3 Primary Skilled	67	63	4
10.	PL 2 Semi Primary Skilled	09	07	02 (* 02 Personal)
11.	PL 1 Non – Primary Skilled	174	144	06 (*41 Personal)
	Total	2,656	1,963	631

* These posts have been approved in order to personal for the person who hold the position. Since then the post will be revoked.

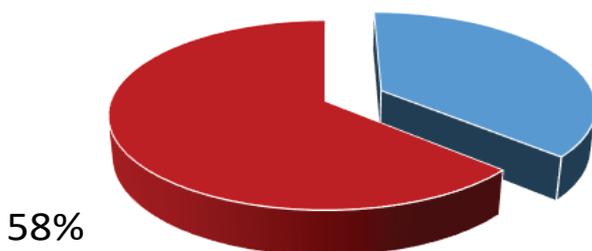
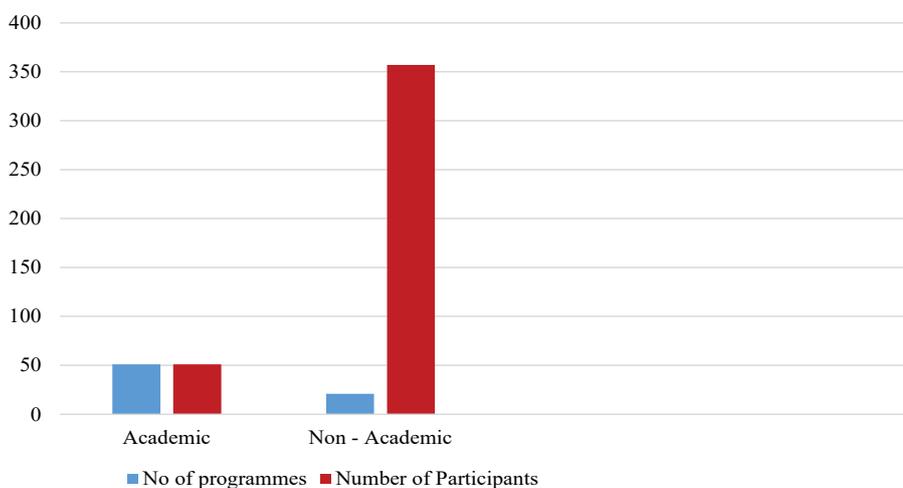
STAFF AS PER THE SERVICE CATEGORY



IMPROVE THE KNOWLEDGE, ATTITUTDES & THE SKILLS OF THE STAFF

In the year 2019, it was able to participate the staff in relevant programmes under following categorization

	Number of Programmes	Number participated
Academic	51	778
Non – Academic	21	357



58% has trained out of the total staff (1963).

PROVISION OF VOCATIONAL TRAINING TO THE YOUTH THROUGH THE IMPLEMENTATION OF VOCATIONAL TRAINING PROGRAMMES

37,936 of apprentices have been trained in the Institutional training through 2,287 island wide training programmes comprising of 154 full time and part time courses in the year 2019.

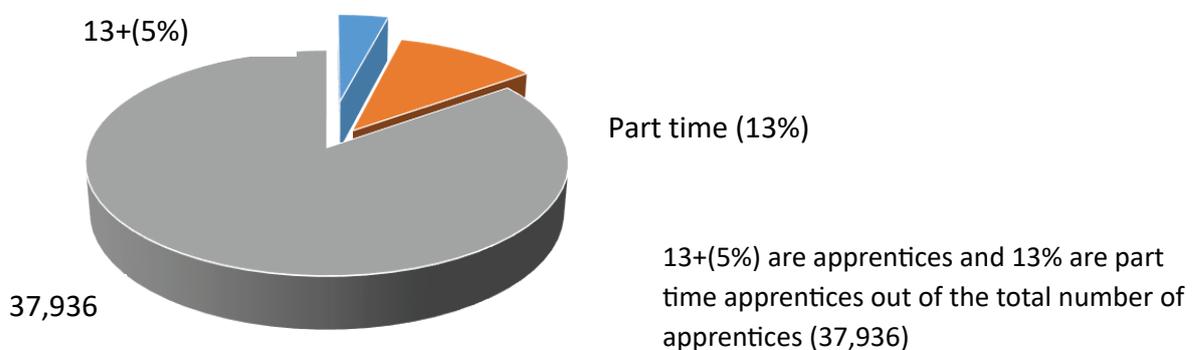
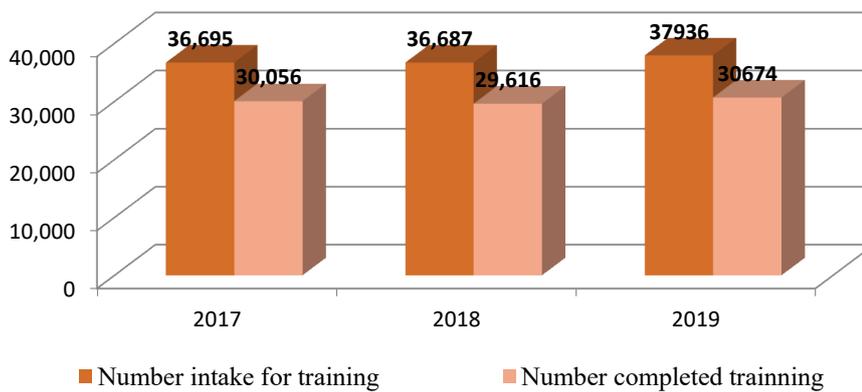
Intakes for vocational training / completion of the training

Year	2017	2018	2019
Number intakes for training	36,695	36,667	37,936
Number completed training	30,056	29,616	30,674

* 3,561 trainees who admitted to the training in the year 2019 are scheduled to be completed the training in the year 2020.

Intakes for vocational training / completion of the training

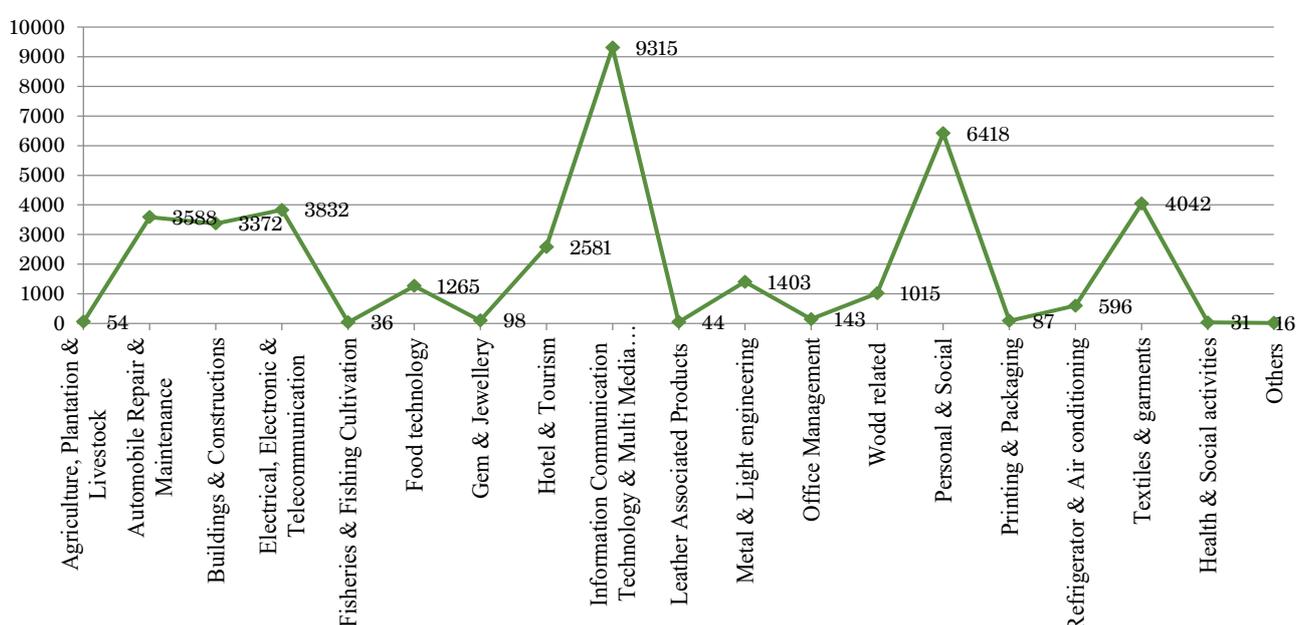
Intakes for vocational training / completion of the training



INTAKE OF THE APPRENTICES AS PER TRAINING COURSES SECTORS – 2019

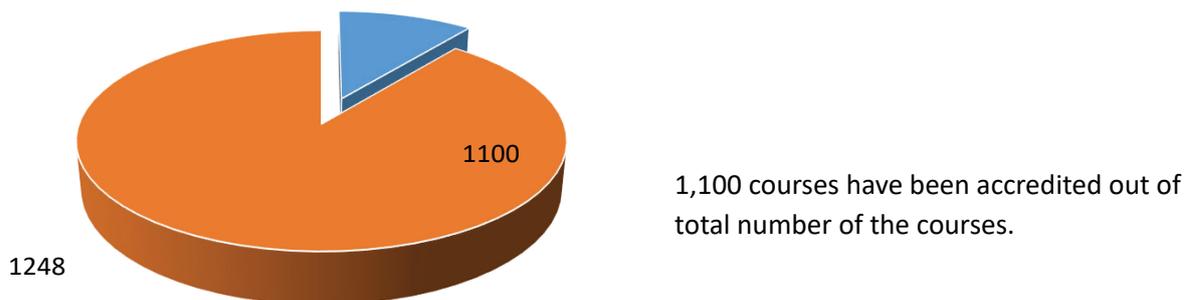
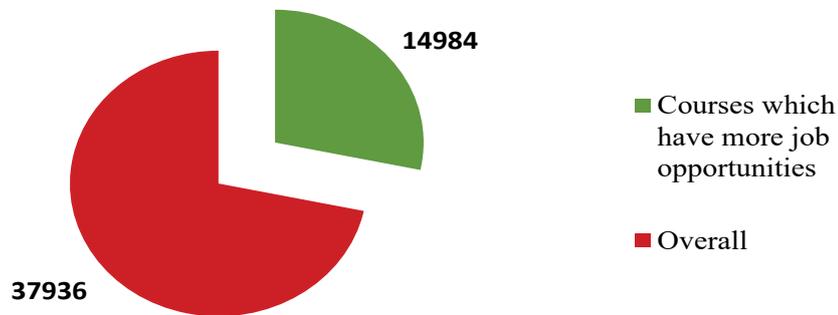
	Sector	No of enrolled apprentices (Institutional Training)	Percentage
1.	Agriculture, Plantations & Livestock	54	0.14
2.	Automobile Repair & Maintenance	3,588	9.46
3.	Buildings & Constructions	3,372	8.89
4.	Electrical, Electronic & Telecommunication	3,832	10.10
5.	Fisheries & Fishing Cultivation	36	0.09
6.	Food Technology	1,265	3.33
7.	Gem & Jewellery	98	0.26
8.	Hotel & Tourism	2,581	6.80
9.	Information Communication Technology & Multi Media Technology	9,315	24.55
10.	Leather associated Products	44	0.12
11.	Metal & Light Engineering	1,403	3.70
12.	Office Management	143	0.38
13.	Wood Related	1,015	2.68
14.	Personal & Social	6,418	16.92
15.	Printing & Packaging	87	0.23
16.	Refrigerator & Air Conditioning	596	1.57
17.	Textiles & Garments	4,042	10.65
18.	Health & Social Activities	31	0.08
19.	Others	16	0.04
	Total	37,936	100.00

ENROLEMENT FOR THE TRAINING – 2019



The number of apprentice's intake to the courses which have more employment opportunities and labour market demand is 39.5% from total enrolment.

Sector	Male	Female	Total	Percentage
Automobile Repairing & Maintenance	3,505	83	3,588	9.46
Buildings & Constructions	2,686	686	3,372	8.89
Electrical, Electronic & Telecommunication	3,733	99	3,832	10.10
Hotel & Tourism	2,243	338	2,581	6.80
Wood Associated	961	54	1,015	2.68
Refrigeration & Air Conditioning	593	3	596	1.57
Total	13,721	1,263	14,984	39.50

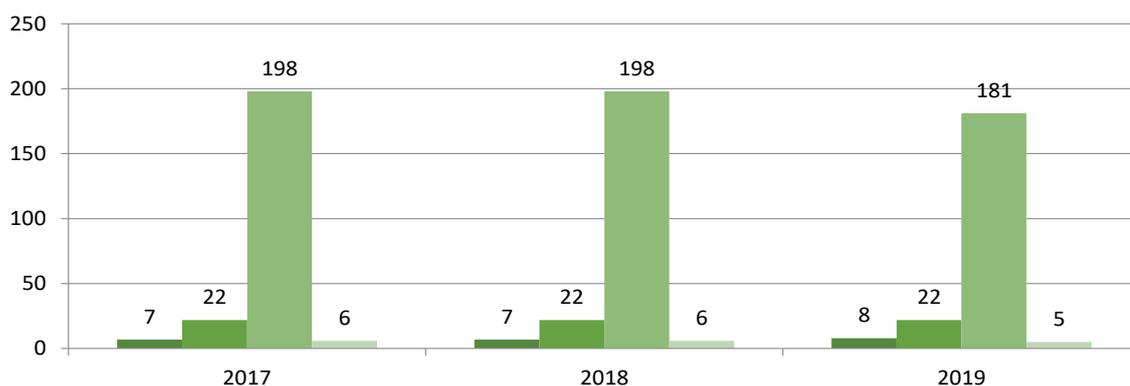


DISTRIBUTION OF THE TRAINING CENTERS - 2019

The number of training centers function Island widely in the year 2019 is as follows. In addition to that, vocational training has conducted in 16 centers in Prisons, 02 centers in rehabilitation centers.

Training centers	2017	2018	2019
National Vocational Training Institutions	07	07	08
District Vocational Training centers	22	22	22
Vocational Training centers	198	191	181
Other centers which registered in the Tertiary & Vocational Education Commission (prisons and Rehabilitation centers)	06	06	05
Total	233	226	216

DISTRIBUTION OF THE TRAINING CENTERS – 2019



- National Vocational Training center
- District Vocational Training Centers
- Vocational Training centers
- Other centers registered (Prisons and Rehabilitation)

NUMBER OF CENTERS AS PER THE GRADES

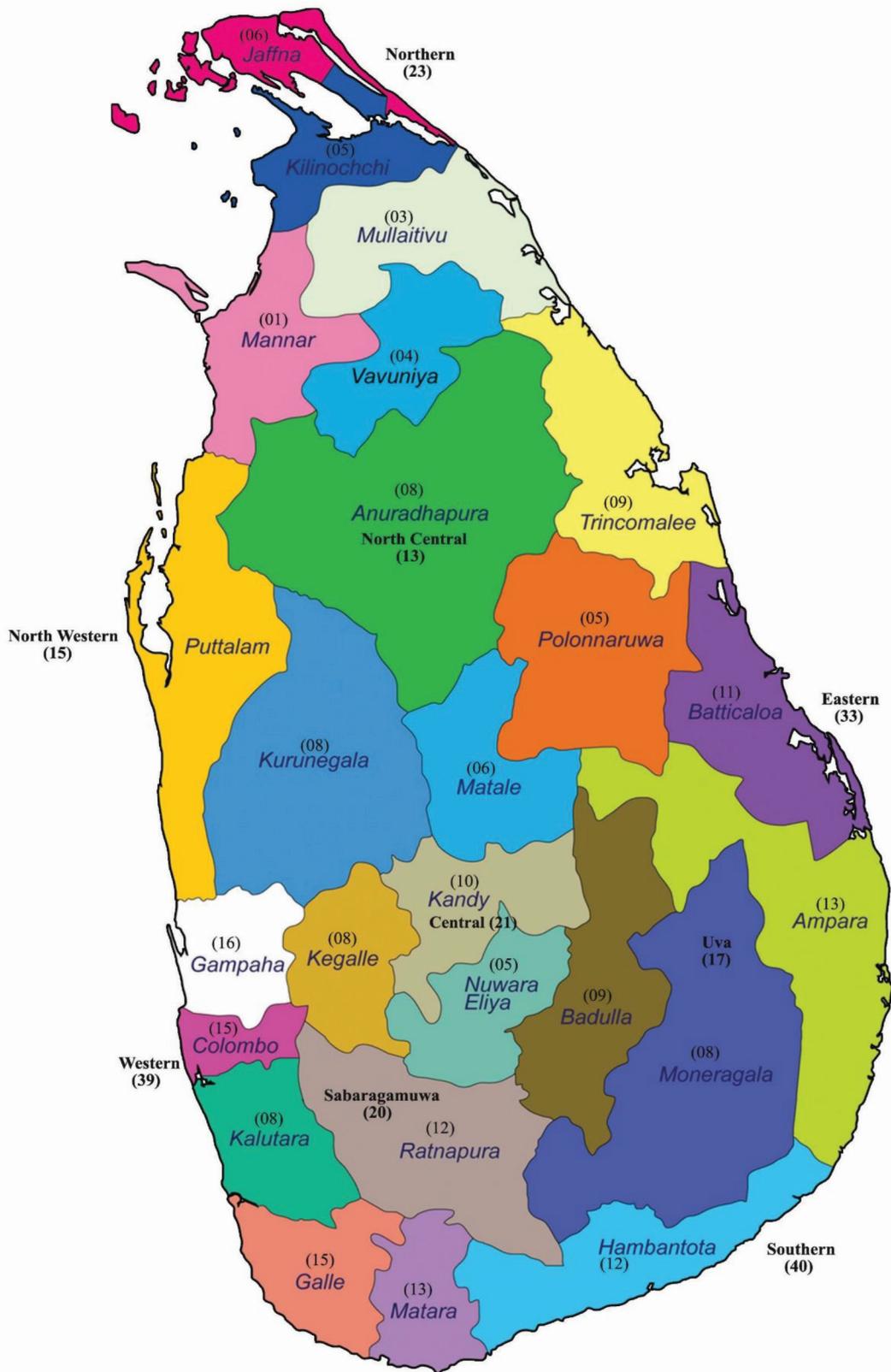
	Grade	Number of centers
1	A	32
2	B	69
3	C	75
4	D	39

DISTRIBUTION OF THE VOCATIONAL TRAINING CENTERS IN 2019

Province	District	Number of Institutions						Total
		<i>NVTI</i>	<i>DVTC</i>	<i>VTC</i>	<i>AT</i>	<i>PC</i>	<i>Reh</i>	
Western	Gampaha	-	1	14	3	[1]	-	16
	Colombo	3	1	10	1	[1]	-	15
	Kalutara	-	1	7	1	1	-	08
North Western	Puttlam	-	1	6	-	-	-	07
	Kurunegala	-	1	7	-	-	-	08
North	Jaffna	-	1	5	0	-	-	06
	Kilinochchi	-	1	4	-	-	-	05
	Mulativu	-	1	2	1	-	-	03
	Mannar	-	-	1	-	-	-	01
	Vavuniya	-	1	3	4	-	-	04
East	Trincomalee	-	1	8	-	-	-	09
	Bataloa	1	-	10	-	-	-	11
	Ampara	-	1	12	1	-	-	13
South	Galle	2	1	12	3	2	-	15
	Matara	1	-	12	-	-	-	13
	Hambantota	1	1	09	-	[1]	-	12
Sabaragamuwa	Kegalle	-	1	7	-	1	-	08
	Rathnapura	-	1	11	-	-	-	12
Uva	Badulla	-	1	7	-	1	-	09
	Monaragala	-	1	7	-	1	-	08
Central	Kandy	-	1	9	-	2	-	10
	Matale	-	1	5	1	-	-	06
	Nuwara Eliya	-	1	4	-	-	-	05
North Central	Anuradhapura	-	1	7	1	1	-	08
	Polonnaruwa	-	1	2	1	[1]	[1]	05
	Total	8	22	181	17	04	1	216

- NVTI** - National Vocational Training Institutions
DVTC - District Vocational Training Centers
VTC - Vocational Training Centers
At - Affiliated
PC - Prisons
Reh - Rehabilitation Centers
[] - Centers registered as training centers in TVEC

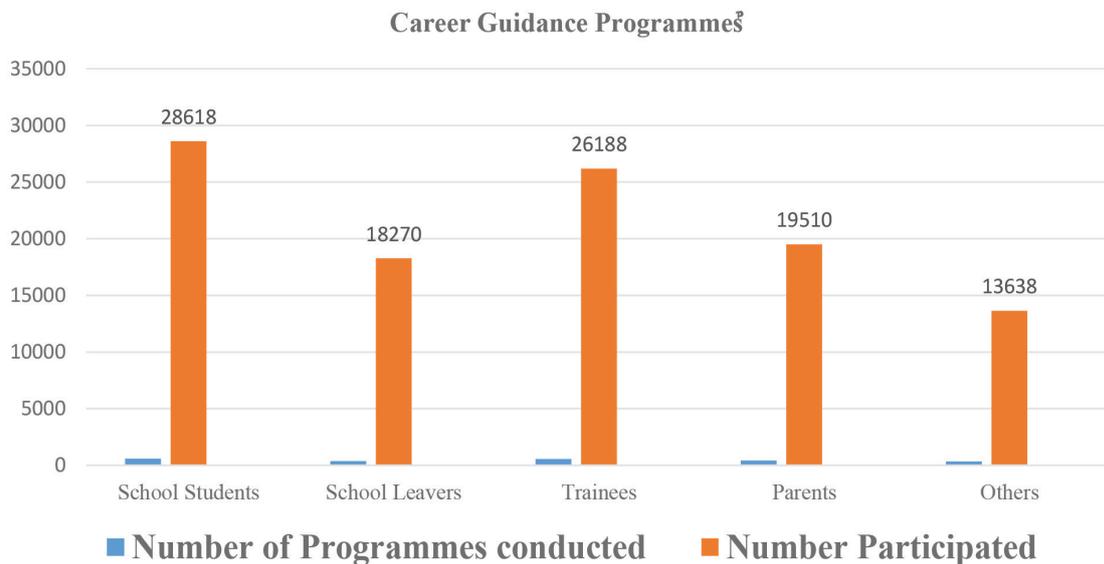
VTA Training Centet Network -2019



VOCATIONAL TRAINING TESTS & ASSESSMENTS

The trained trainees are evaluated through an Assessment System of Vocational Training Authority of Sri Lanka and award certificates for them. More than Rs 5 Mn is incurred annually for this. Accordingly, the number of certificates issued by carrying out assessments in the year 2019 is as follows.

No	Category	Number of certificates issued
01	National Vocational Qualification (NVQ)	23,534
02	Non – National Vocational Qualification	3,527
03	Recognition of Prior Learning (RPL)	2,367
	Total	29,428



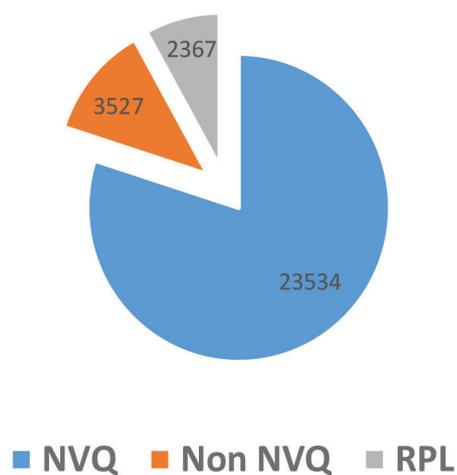
CAREER GUIDANCE & COUNSELLING

The Vocational Training Authority of Sri Lanka directs the youth to select suitable vocational sectors according to their preferences and qualifications. A set of qualified officials perform island wide carrier guidance programmes to provide the assistance to the youth to select vocational trades as per their preferences and qualifications. The programmes implemented in the year 2019 is as follows.

Target group	Number of programmes conducted	Number participated
School students	603	28,618
School leavers	374	18,270
Trainees	565	26,188
Parents	430	19,510
Others	348	13,638
Total	2,320	106,224

Career Guidance programmes are conducted to select vocational sectors. The programmes implemented in 2019 are as follows.

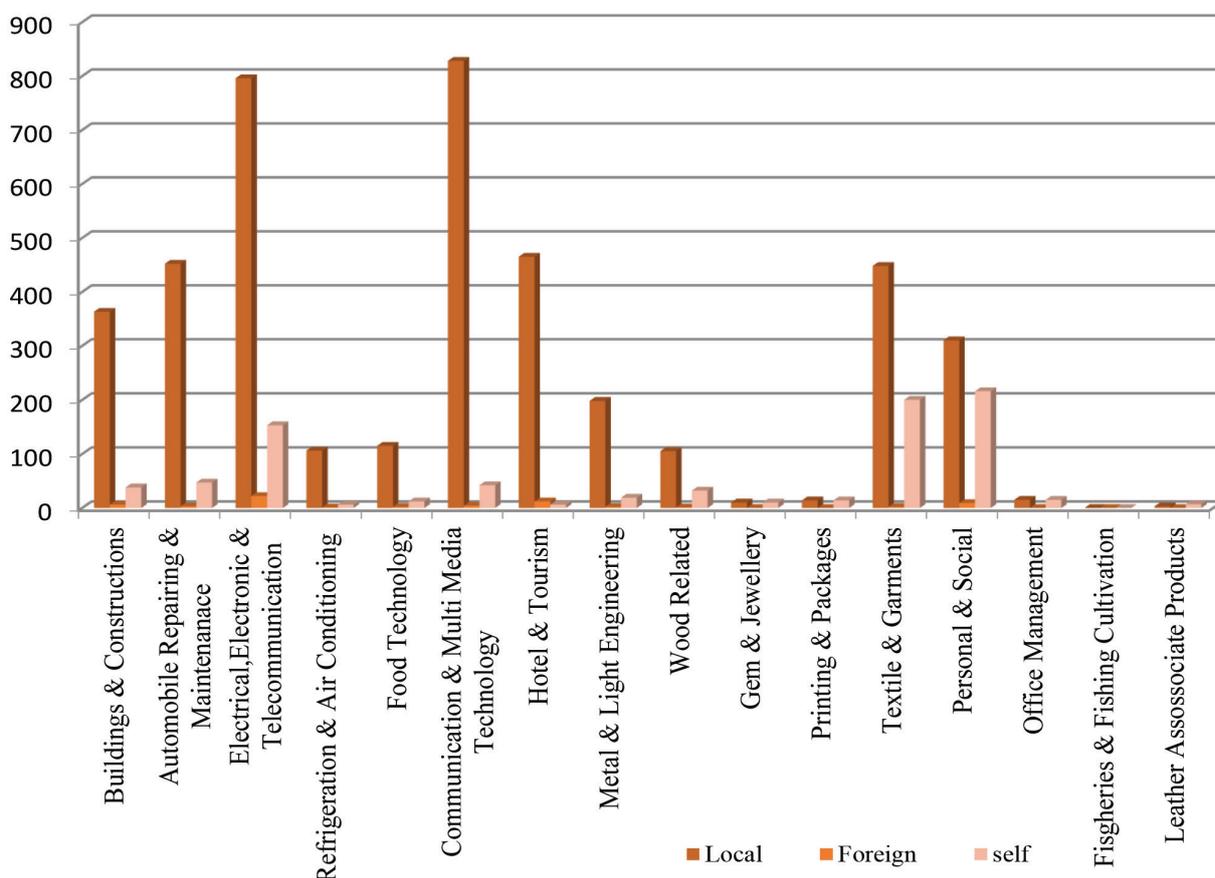
Number of certificates issued



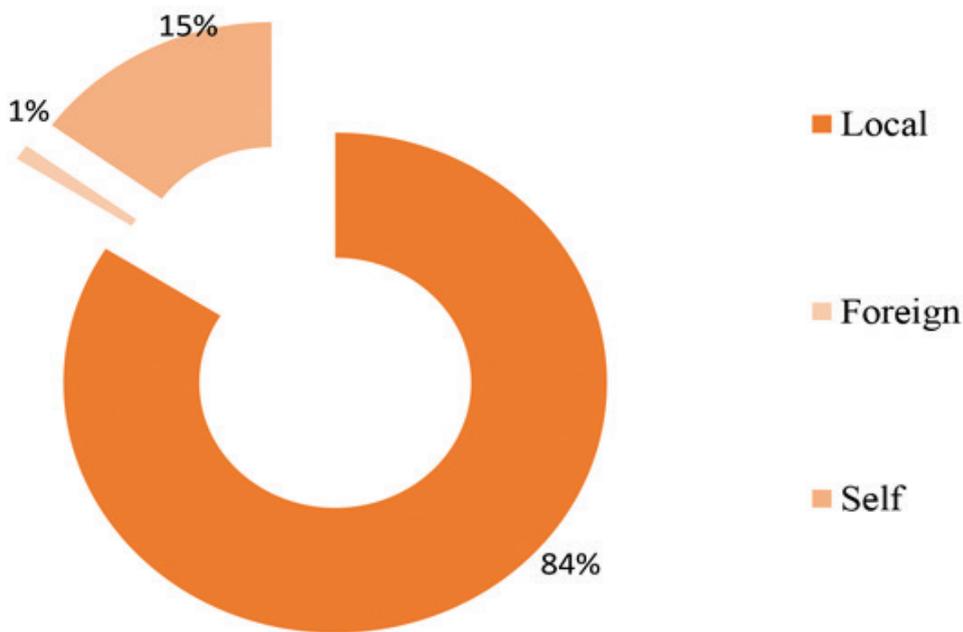
JOB PLACEMENT

The job placing unit directed 4,646 trainees in the institutions for direct employments and self – employments to fulfill the labour market requirements during the year 2019.

No	Training sector	Number of trained trainees placed in employments			
		Local	Foreign	Self	Total
01.	Buildings & Constructions	452	3	47	502
02.	Automobile Repairing & Maintenance	363	6	38	407
03.	Electrical, Electronic & Telecommunication	480	5	62	547
04.	Refrigeration & Air Conditioning	106	1	6	113
05.	Food Technology	115	2	12	129
06.	Communication & Multi Media Technology	828	4	42	874
07.	Hotel & Tourism	465	12	6	483
08.	Metal & Light Engineering	198	2	19	219
09.	Wood Associated	105	1	32	138
10.	Gem & Jewellery	10	-	-	10
11.	Printing & Packages	14	-	-	14
12.	Textile & Garments	448	2	200	650
13.	Personal & Social	310	9	216	535
14.	Office Management	15	-	-	15
15.	Leather Associated Products	3	-	7	10
	Total	3,912	47	687	4,646



JOB PLACEMENT



CONTRIBUTION GIVEN TO THE NATIONAL ECONOMY THROUGH JOB PLACEMENT

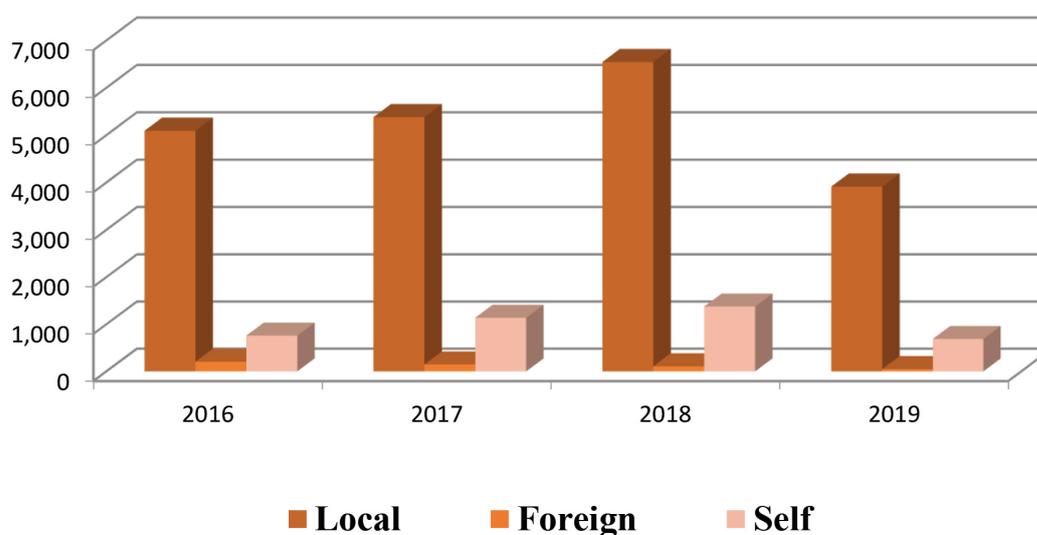
Category	No of employed	Contribution to the National economy (Rs. Million)
Local jobs	3,912	124.31
Foreign jobs	47	2.93
Self – Employments	687	19.73
Total	4,646	146.97

(Prepared on the basis of the information of Labor Market Bulletin of the Tertiary and Vocational Education Commission (TVEC) and as per the data issued by the Institutions which placed the trainees in the jobs on estimating approximately the income earned by the trainees within one year who placed in employments for the year 2019)

Year	Local	Foreign	Self	Total
2016	5,091	204	757	6,052
2017	5,378	146	1,137	6,662
2018	6,542	107	1,374	8,023
2019	3,912	47	687	4,646

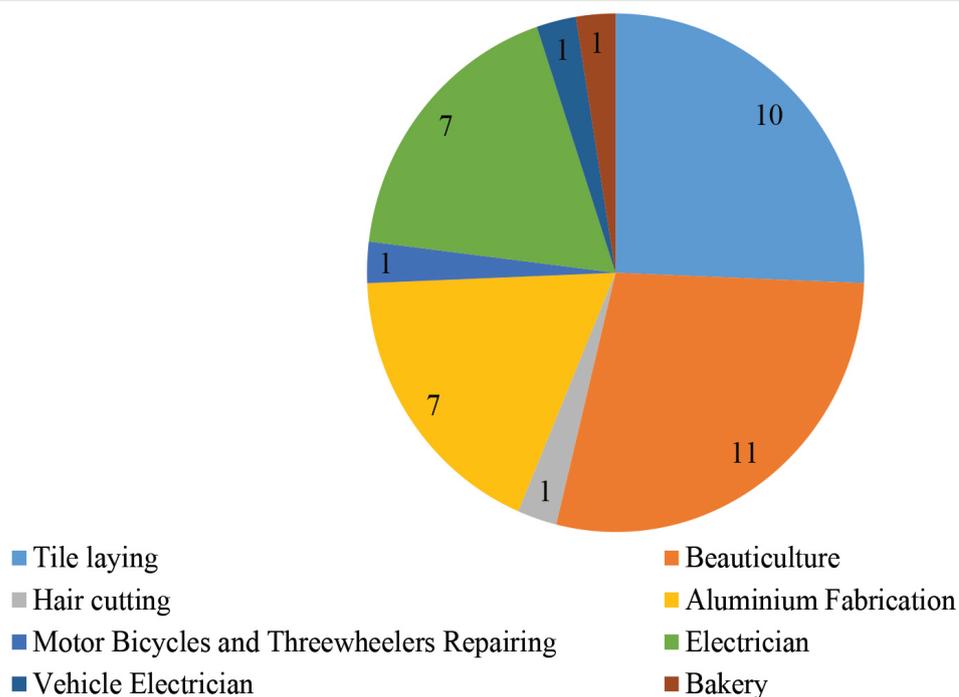
(Information of the trainees placed in jobs are only by the Vocational Training Authority of Sri Lanka)

JOB PLACEMENT



PROGRAMMES IMMPLEMENTED JOINTLY WITH THE PUBLIC & PRIVATE INSTITUTIONS

Programme	No of Programmes	No. of participated	Sponsoring institutions
Lying of Tiles	10	378	Lanka Tiles Company
Beauty Culture	11	1,047	Nature Beauty Creation Tiara marketing Company
Hair Cutting	1	130	WONTBER
Aluminium Fabrication	7	292	Swistech Aluminium
Motor Bicycle & Three-wheelers Repairing	01	60	David Pieris Company
Electrician	7	695	ACL Cables
Vehicle Electrician	01	15	ACL Cables
Bakery	01	40	AB Mayuri Lanka Company
Total	39	2,657	



CONDUCT ENTREPRENEURSHIP DEVELOPMENT PROGRAMMES

Encourage the youth entrepreneurs and improve their entrepreneurship skills and give hands to them is the main objective of the Sri Lanka Vocational Training Authority.

Accordingly, VTASL conducted 32 entrepreneurship development training programmes and provided entrepreneurship development training for 654 persons. Similarly, facilitated loan facilities of Rs. 28.5 Mn for 59 trainees through public banks to commence new enterprises under Self Employment Provident Initiatives (SEPI) loan scheme.

CHALLENGES

- Shortage of sufficient monetary and physical resources to meet the demand created through the commencement of delivering free vocational education.
- No much tendency of the youth for the craft level courses which have high labour demand in the industrial sector.
- More efforts have to be taken to attract the youth for the vocational training.
- Due to the availability of more facilities in the vocational providers in the non-government organizations and other institutions than the public sector vocational training providing centers, high competition has created.
- Implementation of the work competitively with the private sector institutions which provides vocational training.
- Launch wide publicity programmes to aware the society on the importance of vocational training and to develop attitudes.
- Insufficient financial facilities to provide infrastructure facilities for vocational training centers.
- Failure to provide equal level facilities to each vocational training center which implement island widely.
- Insufficient capital and recurrent provisions allocated by the government for VTASL as a service providing institution.
- Minimize the mismatch between the training sectors and the demand for the employments.
- To enhance the quality of the training courses, dearth of instructors with knowledge, skills, ability to teach, using modern technology and failure to pay high level salaries for them.
- Tendency to vacate the posts by the essential instructors who required to provide a quality training, due to non-receive of sufficient salaries and other facilities for them.
- Insufficient resources to absorb modern technological training methods to the courses implementing at present.

Vocational Training Authority of Sri Lanka

Performance – 2019

Only one Audit and Management committee meeting has conducted during the year 2019 and the composition of the members of the said meeting is as follows

Members of the Committee

Mrs. D.H.S. Pulleperuma	-	Chairman of the Committee & the member of the Board of Directors
Mr. Aruna Bandara	-	Member of the Committee & member of the Board of Directors

The important decisions taken by the Audit & Committee meeting during the year 2019 are as follows.

- Strengthen the procedures & systems with avoiding the shortages and weaknesses pointed out by the Audit Reports on existing procedures & systems.
- Followed formal procedure to prepare the answers through reviewing the drafted answers for the government audit inquiries.
- Review the audit plans & audit programmes and provide the required guidance to implement it.
- Provide required instructions to conduct the Accounts policy and other affairs of the Authority in optimum level.

FORWARD

**FINANCIAL STATEMENT FOR THE YEAR ENDED
31ST DECEMBER 2019
Vocational Training Authority of Sri Lanka**

During the year under review a total grant of Rs.2,877,768,209 was released to the Authority by the Treasury, Ministry, Skill Sector Development Project and other Organizations the details are given below.

In addition to that VTA has earned its own income for part Time Courses.

1 1.1 Government Grant	Allocation (Rs)	Amount Released (Rs)
Treasury Grant – Recurrent	1,650,000,000.00	1,591,500,000.00
Treasury Grant – Capital	131,500,000.00	102,500,000.00
Skill Sector Development Project	480,327,707.00	480,327,707.00
Ministry of Skill Development, Employment & Labour Relation(13 Years)	98,643,646.00	98,643,646.00
Establishment of Colombo VTC (K- Tec)	480,685,028.00	480,685,028.00
Income	84,797,034.00	84,797,034.00
Other Projects	39,314,794.00	39,314,794.00
Total	2,965,268,209.00	2,877,768,209.00

The Financial Statements for the year ended 31st December 2019 are presented here with for the approval of the Board of Directors.

The following Component is included with the Financial Statement:

01. Statement of Financial Position as at 31st December 2019
02. Statement of Financial Performance for the year ended 31st Dec.2019
03. Cash flow statement for the year ended 31st December 2019
04. Statement of changes in Net Assets for the year ended 31st December 2019
05. Notes to the Financial Statement



J.A.D.S. Nishamini
Director Finance (Act.)



Eranga Basnayake
Chairman/CEO

STATEMENT OF THE CHARIMAN ON BEHALF OF THE BOARD

THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2019 VOCATIONAL TRAINING AUTHORITY OF SRI LANKA

The Financial Statements of the Vocational Training Authority of Sri Lanka for the financial year ended 31st December 2019 have been prepared in accordance with the Sri Lanka Public Sector Accounting Standards and in the form and manner specified by the Vocational Training Authority of Sri Lanka Act No. 12 of 1995 and the Finance Act. No. 38 of 1971.

Financial rules and procedures prescribed by the Vocational Training Authority of Sri Lanka have been complied with, and the systems of controls have been maintained as far as practicable to ensure & safeguard the assets and effectiveness and efficiency of the transactions. To best of knowledge, the Financial Statements for the year ended 31st December 2019 have been prepared satisfactorily and exhibits a true and fair view of the financial position of the Vocational Training Authority of Sri Lanka.



Chairman/CEO

On behalf of the Board of Directors
Vocational Training Authority of Sri Lanka



Director of the Board



Director of the Board

VOCATIONAL TRAINING AUTHORITY OF SRI LANKA
STATEMENT OF FINANCIAL POSITION AS AT 31st DECEMBER 2019

	Note	2019 (Rs.)		2018 (Rs.) as Restated	
ASSETS					
<u>Non - Current Assets</u>					
Property Plant and Equipment	2	6,639,008,842.65		6,071,277,137.84	
Capital Work in progress	3	60,271,912.96		115,235,502.89	
<u>Other Financial Assets</u>					
Fixed Deposit		40,000,000.00	6,739,280,755.61	40,000,000.00	6,226,512,640.73
<u>Current Assets</u>					
Inventories	4	24,395,927.44		27,326,312.52	
Receivables	5	68,930,403.05		112,598,800.51	
Staff Loans	6	45,926,079.80		46,249,594.80	
Cash and Cash equivalent	7	169,327,298.82	308,579,709.11	155,864,750.70	342,039,458.53
TOTAL ASSETS			7,047,860,464.72		6,568,552,099.26
EQUITY & LIABILITIES					
Accumulated Surplus (Deficit)		(926,291,814.55)		(877,615,679.89)	
Revaluation Surplus	8	2,640,724,907.99		2,640,724,907.99	
Gov. Grant - Capital	9	15,947,938.39		17,554,429.60	
Differed Income Grant	10	4,516,535,991.59	6,246,917,023.42	4,042,089,031.65	5,822,752,689.35
<u>Non - Current Liabilities</u>					
Finance Lease Liability (BOC)	11	25,400,000.00			
Provision for Gratuity	12	506,840,886.50	532,240,886.50	437,388,627.00	437,388,627.00
<u>Current Liabilities</u>					
Finance Lease Liability (BOC)	13	8,073,144.00			
Payables	14	224,913,557.33		265,407,037.52	
Accrued expenses	15	35,715,853.47	268,702,554.80	43,003,745.39	308,410,782.91
TOTAL EQUITY & LIABILITIES			7,047,860,464.72		6,568,552,099.26

The Significant Accounting Policies and the notes from pages 14 to 29 from and intergral part of these financial Statements.



J.A.D.S. Nishamini
Director Finance(Act.)

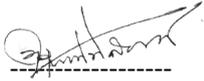


Eranga Basnayake
Chairman/CEO

Certification

We Certify that the above Financial Statements give a true and fair view of affairs as at December 31st 2019 and its surplus/(Defecit) for the year ended December 31st 2019

The Board of the Management is responsible for the preparation and presentattion of these Financial Statements. The Financial Statements were approved by the Board of Management and Signed on their behaf.



Director of the Board



Director of the Board

VOCATIONAL TRAINING AUTHORITY OF SRI LANKA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER 2019
(ILLUSTRATING THE CLASSIFICATION OF EXPENSES BY NATURE)

Description	Note	2019 (Rs.)	2018 (Rs.) as Restated
<u>Operating Revenue</u>			
Recurrent Grant - Treasury		1,591,500,000.00	1,480,473,000.00
<u>Differed Income Grant</u>		475,521,999.82	312,891,355.13
<u>Other Income</u>	16	44,746,495.44	19,802,428.46
Production Unit Income (Net)	17	40,050,539.08	44,529,525.75
Fund Received For Special projects	18	175,433,957.90	195,649,018.02
Total Revenue		2,327,252,992.24	2,053,345,327.36
<u>Operating Expenses</u>			
Staff Cost	19	1,214,613,309.36	1,165,886,899.90
Travelling	20	11,513,385.07	16,937,635.07
Supplies and consumable used	21	38,047,706.32	33,389,980.24
Maintenance	22	36,010,293.48	32,424,798.38
Contractual services	23	186,768,794.78	171,590,014.21
Training material		116,797,723.63	107,665,068.33
Staff Training		3,895,671.50	4,691,010.50
Promotional & Carrier Guidance		27,391,059.98	14,381,460.84
Job placement, Research & Entrepreneurship	24	12,820,920.06	11,517,911.56
Depreciation		472,331,728.82	312,891,355.13
Revaluation loss			23,679,563.56
Interest on Finance Lease		1,397,530.00	
Lease/Rent Vehicle Under Operating Lease		2,106,592.32	
Other operating expenses	25	76,662,280.58	39,401,314.37
Expenditure on Special projects	26	175,433,957.90	195,649,018.02
Finance Cost	27	138,173.10	121,787.51
Total Operating expenses		2,375,929,126.90	2,130,227,817.62
Net Surplus /(Deficit) for the period		(48,676,134.66)	(76,882,490.26)
Statements of Accumulated Surplus/Deficit			
As at 1st January as reported previously		(877,615,679.89)	(800,736,885.49)
Prior Year Adjustment			3,695.86
As at 1st January as Restated		(877,615,679.89)	(800,733,189.63)
Net surplus/(deficit) for the period		(48,676,134.66)	(76,882,490.26)
Balance as at 31st December		(926,291,814.55)	(877,615,679.89)

VOCATIONAL TRAINING AUTHORITY OF SRI LANKA
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31st DECEMBER 2019

	2019 (Rs.)	2018 (Rs.) as Restated		
<u>Operating Activities</u>				
Surplus /(deficit)for the period	(48,676,134.66)	(76,882,490.26)		
Prior year adjustment				
Adjustment for:				
Depreciation	472,331,728.82	141,350,858.16		
Amortization of deffered income grant	(475,521,999.82)	(141,350,858.16)		
Gratuity provision	90,844,725.63	81,550,013.98		
Gratuity paid	(21,392,466.13)	(13,478,867.48)		
Revaluation loss	-	23,679,563.56		
Prior year adjustment	-	3,695.86		
(Increase) / Decrease in receivables	43,668,397.46	(21,958,347.76)		
(Increase) / Decrease in Staff Loans	323,515.00	902,224.43		
Increase/(Decrease) in Lease payable	33,473,144.00			
Increase/(Decrease) in payable	(40,493,480.19)	149,771,084.21		
Increase/(Decrease) in accrued expenditure	(7,287,891.92)	5,822,154.39		
(Increase)/Decrease in inventories	2,930,385.08	98,876,057.93	1,288,235.70	227,579,756.89
Net cash flow from operating activities	50,199,923.27	150,697,266.63		
Investing Activities				
Purchases of property plant & Equipment	(250,331,432.07)	(653,837,272.87)		
Work in Progress	54,963,589.93	95,772,529.89		
Fixed Deposit	-	(40,000,000.00)		
Net cash flows from investing activities	(195,367,842.14)	(598,064,742.98)		
Financing Activities				
Government Grant Capital	102,500,000.00	193,767,341.81		
Other Income Grant	56,130,466.99	347,087,760.27		
Net cash flow from Financing Activities	158,630,466.99	540,855,102.08		
Net increase/decrease in cash & cash Equivalents	13,462,548.12	93,487,625.73		
Cash & cash equivalents at beginning of period	155,864,750.70	62,377,124.97		
Cash & cash equivalents at end of period	169,327,298.82	155,864,750.70		

VOCATIONAL TRAINING AUTHORITY OF SRI LANKA
STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 31st DECEMBER 2019

Description	Accumulated Fund	Government Grant Capital	Differed Income Grant	Revaluation Surplus	Total
Balance as at 1st January 2018	(800,736,885.49)	13,472,995.59	3,612,371,847.75	2,640,724,907.99	5,465,832,865.84
Opening balance Adjustments	3,695.86	10,427,341.81			10,431,037.67
Opening balance restated	(800,733,189.63)	23,900,337.40	3,612,371,847.75	2,640,724,907.99	5,476,263,903.51
Grant received during the year		183,340,000.00			183,340,000.00
Amount transferred to differed income Grants		(189,685,907.80)	536,773,668.07		347,087,760.27
Amortization for the year			(312,891,355.13)		(312,891,355.13)
Surplus / (Deficit) for the year	(76,882,490.26)				(76,882,490.26)
Balance as at 31st December 2018	(877,615,679.89)	17,554,429.60	3,836,254,160.69	2,640,724,907.99	5,616,917,818.39
Balance as at 1st January 2019	(877,615,679.89)	17,554,429.60	3,836,254,160.69	2,640,724,907.99	5,616,917,818.39
Opening balance Adjustments	0.00	0.00	205,834,870.96		205,834,870.96
Opening balance restated	(877,615,679.89)	17,554,429.60	4,042,089,031.65	2,640,724,907.99	5,822,752,689.35
Grant received during the year		102,500,000.00			102,500,000.00
Amount transferred to differed income Grants		(104,106,491.21)	949,753,107.47		845,646,616.26
Amortization for the year			(475,306,147.53)		(475,306,147.53)
Surplus / (Deficit) for the year	(48,676,134.66)				(48,676,134.66)
Balance as at 31st December 2019	(926,291,814.55)	15,947,938.39	4,516,535,991.59	2,640,724,907.99	6,246,917,023.42

1 - ACCOUNTING POLICIES

1.0 Corporate Information

- 1.1 Vocational Training Authority of Sri Lanka (VTASL) is a Statutory Board Incorporated in Sri Lanka under the Act No. 12 of 1995 of Vocational Training Authority of Sri Lanka.
- 1.2 The principal place of business is situated at No. 354/2, 'Nipunatha Piyasa', Elvitigala Mawatha, Narahenpita, Colombo 05.
- 1.3 During the year, the principal activity of the Authority was providing of vocational training to students.

1.4 General Policies

1.4.1 Statement of Compliance

The Statement of financial position, statement of financial performance, statement of changes in net asset and cash flow statement, together with the accounting policies and notes to the financial statements have been prepared in compliance with the Sri Lanka public sector Accounting Standards issued by the Institute of Chartered Accountants of Sri Lanka.

1.4.2 Basis of preparation

The financial statements, presented in Sri Lanka rupees, have been prepared on an accrual basis and under the historical cost convention unless stated otherwise.

1.4.3 Comparative Information

The accounting policies applied by the authority are, unless otherwise stated, consistent with those used in the previous year. Previous year's figures and phrases have been re-arranged wherever necessary, to conform to the current year's presentation.

1.4.4 The notes to the financial statements on pages 04 to 32 form an integral part of the financial statements.

1.4.5 The value presented in the financial statements are in Sri Lanka Rupees unless otherwise indicated. The significant accounting policies are shown below.

1.4.6 Events after the balance sheet date

No circumstances have arisen since the Balance Sheet date which requires adjustments to or disclosure in the accounts.

1.5 Taxation

No provisions for income tax is made as the Authority is not expected to earn profits which operate on Government funds.

1.5.1 Deferred tax

The tax effect for timing difference has not occurred according to the taxation policy of the Authority. Therefore, the deferred taxation is not provided.

1.6 Valuation of Assets and Their Measurement Bases

1.6.1 Recognition of Property, Plant & Equipment

Cost of an item of Property, Plant & Equipment should be recognized when,

- a) It is probable that future economic Benefits associated with the asset will flow to the Vocational Training Authority.
- b) Cost of the asset to the Vocational Training Authority can be measured reliably
The capitalization threshold of Vocational Training Authority is Rs. 2,000/-. However, identification of Property, Plant & Equipment not only depends on the capitalization threshold but the following facts should also be considered.
 - (i) Expected useful life time of the asset
 - (ii) Intended purpose of the asset.
 - (iii) Durability of the asset
 - (iv) Whether the asset is a consumable or not

1.6.2 Inventories

Inventories are valued at lower of cost and net realizable value, after making due allowances for obsolete and slow moving items. The costs incurred in bringing inventories to its present location and condition are accounted on FIFO basis as follows:

1. Training materials	-	at cost
2. Stationeries	-	at cost
3. Raw materials (printing)	-	at cost
4. Other consumables	-	at cost

1.6.3. Property , Plant and Equipment

- a) Property, plant and equipment are stated at cost or valuation less accumulated depreciation. Items of property, plant and equipment are derecognized upon replacement, disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognizing of the asset is included in the income statement in the year the asset is derecognized.

The property plant & equipment owned by Vocational Training Authority as at 31.12.2018 has been revalued by professional revaluation. The difference between the revaluation and the book written down value has been transferred to the differed income grant. Reconciliation between the revaluation and the book value of the assets is given in respective notes to this financial statement.

- b) **Depreciation**

Provision for depreciation has been calculated by providing depreciation in the year of purchase. The following depreciation rates are applied.

Category	%
Building & Improvements	5%
Motor vehicles	25%
Furniture & Office Equipment	10%
Training Equipment	20%
Computer Equipment	20%

c) Capital Work-in progress

Projects are valued at cost of work completed.

1.6.4 Receivables

Receivables are stated at the amounts they are estimated to realize, net of provisions for bad and doubtful receivables. A provision for doubtful debt is made when the debt exceed 365 days and collection of the full amount is doubtful.

1.6.5. Cash and Cash equivalents

Cash and cash equivalents in the cash flow statement comprise cash at bank and in hand net of outstanding bank overdrafts.

1.7 Liabilities and provisions

1.7.1 All known liabilities have been accounted for in preparing the Financial Statements.

1.7.2 Staff Retirement Gratuity

The liability for retirement gratuity is computed on the basis of half (1/2) a month salary for each completed years of service in respect of all employees.

However, as per the Payment of Gratuity Act No. 12 of 1983 the liability arises only upon completion of five (05) years continued service.

The Gratuity liability is not assessed on Projected Unit Credit Method as the Gratuity liability is funded by General Treasury. No fund has been created in respect of this liability.

1.7.3 Defined Contribution Plans

Employees Provident Fund & Employees Trust Fund

Employees are eligible for Employees' Provident Fund contributions and Employees' Trust Fund contributions in line with respecting statutes and regulations.

1.7.4. Government Grants and Subsidies.

- a) Government grant on which the organization depends for its expenditure are being accounted on receipt basis. Grant related to recurrent expenditure are being presented as a credit to the income and expenditure account whereas the grant related to capital expenditure are being credited to Capital Grant Account.
- b) Initially grants received from donor agencies related to the assets are recognized as a liability until it is utilized. The amount utilized from the grant is transferred to the Differed Income Grant and subsequently amortized during the useful life time of the asset.

1.7.5 Provisions and Contingent Liabilities

When it is probable that such an obligation will result in an outflow of resources and a reliable estimate can be made of the quantum of the outflow.

All contingent liabilities are disclosed under note 27 to the financial statement and equipment in a state of efficiency has been charged to income in arriving at the net surplus or deficit for the year

1.8 Income & Expenditure Statement

1.8.1 Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Authority, and the revenue and associated costs incurred or to be incurred can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

The following specific criteria are used for recognition of revenue.

a) Grants received for recurrent expenditure

Grants received from General Treasury for recurrent expenditure is recognized as income.

b) Initially the grants received from donor agencies are recognized as a liability until it is utilized. The amount utilized from the grant is transferred to income.

c) Income from training courses

Students fees for training courses are recognized on an accrual basis.

d) Income from student production units

The income of student production units are recognized on an accrual basis.

e) Rental Income

Rental income is recognized on an accrual basis over the term of the lease.

f) Other income is recognized on an accrual basis

1.8.2 Expenditure Recognition

- a) Expenses are recognized in the Income & Expenditure Statement on the basis of direct association between the costs incurred and the earnings of specific items of income. All expenditure incurred in the running of the VTASL and in maintaining the Property, Plant and equipment in a state of efficiency has been charged to income in arriving at the net surplus or deficit for the year.**

Notes to the Financial Statements

2 Property, Plant & Equipment

in Rs.

Cost or Valuation	Land	Building & Improvement	Motor Vehicles	Lease Vehicle	Furniture & Office Equipment	Training Equipment	Computer Equipment	Total
At the beginning of the year	1,776,656,406.94	4,016,467,929.03	189,459,137.57		255,701,865.60	869,865,189.31	140,969,467.51	7,249,119,995.96
Additions during the year	1,670,383.50	252,709,831.66	55,173,156.39	35,200,000.00	85,734,649.56	438,091,881.79	171,483,530.73	1,040,063,433.63
At the end of the year	1,778,326,790.44	4,269,177,760.69	244,632,293.96	35,200,000.00	341,436,515.16	1,307,957,071.10	312,452,998.24	8,289,183,429.59
Accumulated Depreciation								
At the beginning of the year		1,165,850,368.40	367,577.34		2,033,298.88	7,706,786.89	1,884,826.61	1,177,842,858.12
Charge for the year		137,736,095.15	50,254,792.48	2,914,691.78	24,328,346.11	212,176,704.89	44,921,098.41	472,331,728.82
At the end of the year		1,303,586,463.55	50,622,369.82	2,914,691.78	26,361,644.99	219,883,491.78	46,805,925.02	1,650,174,586.94
Written Down Value								
As at 31st December 2019	1,778,326,790.44	2,965,591,297.14	194,009,924.14	32,285,308.22	315,074,870.17	1,088,073,579.32	265,647,073.22	6,639,008,842.65
As at 31st December 2018	1,776,656,406.94	2,850,617,560.63	189,091,560.23		253,668,566.72	862,158,402.42	139,084,640.90	6,071,277,137.84

2.1 Adjustment to the Opening Balance

Cost

Assets Category	Opening Balance Before Adjustment	Adjustment made	Opening Balance After Adjustment
Building & Improvement	3,823,024,579.04	193,443,349.99	4,016,467,929.03
Motor Vehicles	189,459,137.57	-	189,459,137.57
Furniture & Office Equipment	258,086,304.10	(2,384,438.50)	255,701,865.60
Training Equipment	854,210,565.36	15,654,623.95	869,865,189.31
Computer Equipment	140,969,467.51	-	140,969,467.51
Total	5,265,750,053.58	206,713,535.44	5,472,463,589.02

Depreciation

Assets Category	Opening Balance Before Adjustment	Adjustment made	Opening Balance After Adjustment
Building & Improvement	1,200,414,914.21	(34,564,545.81)	1,165,850,368.40
Motor Vehicles	367,577.34	-	367,577.34
Furniture & Office Equipment	2,022,300.78	10,998.10	2,033,298.88
Training Equipment	7,660,442.73	46,344.16	7,706,786.89
Computer Equipment	1,884,826.61	-	1,884,826.61
Total	1,212,350,061.67	(34,507,203.55)	1,177,842,858.12

Notes to the Financial Statements

2.2 Unvalued Land & Buildings

1. The Land and Buildings at Following Vocational Training Centers has not been included in the annual A/C as it was not been valued.

• Vocational Training Center Matale	-	Matale
• Vocational Training Center Yakkalamulla	-	Galle
• Vocational Training Center Ginimellagaha	-	Galle
• Vocational Training Center Akmimana	-	Galle
• Vocational Training Center Wathurawila	-	Galle
• Vocational Training Center Katana	-	Gampaha
• Vocational Training Center Kirinda	-	Hambantota
• Vocational Training Center Siribopura	-	Hambantota

The valuation of the above Land & buildings is ongoing, after getting the values; those values will be accounted in the year 2020

2. The following Buildings are constructed on funds from skill Development Project at lands which are not belongs to VTA. The valuation of the above land & building will be included in year 2020

• Vocational Training Center Bingiriya	-	Kurunegala
• Vocational Training Center Veyangoda	-	Gampaha
• Vocational Training Center Yakkalamulla	-	Galle
• Vocational Training Center Niyagama	-	Galle
• Vocational Training Center Ruwanwella	-	Kegalle
• Vocational Training Center Kantale	-	Trincomale
• Vocational Training Center Hambanthota	-	Hambanthota
• Vocational Training Center Waskaduwa	-	Kalutara
• Vocational Training Center Haldumulla	-	Badulla
• Vocational Training Center Welimada	-	Badulla
• Vocational Training Center Wellawaya	-	Monaragala
• Vocational Training Center Bibila	-	Monaragala
• Vocational Training Center Mihinthale	-	Anuradhapura
• Vocational Training Center Galnewa	-	Anuradhapura
• Vocational Training Center Thabuththegama	-	Anuradhapura
• Vocational Training Center Rajanganaya	-	Anuradhapura
• Vocational Training Center Minneriya	-	Polonnaruwa
• Vocational Training Center Yatiyanthota	-	Kegalle
• Vocational Training Center Kilinochchi	-	Jaffna
• Vocational Training Center Rathmalana	-	Colombo

Notes to the Financial Statements

	Note	2019 Rs.	2018 Restated Rs.
3	Capital Work in Progress-Buildings		
	Badulla	334,750.50	334,750.50
	Batticaloa	158,850.00	158,850.00
	Colombo	8,662,065.33	2,811,638.29
	Galle	10,992,090.47	10,511,167.47
	Hambantota	19,053,095.65	19,053,095.65
	Kandy		1,926,156.00
	Kalutara	3,964,497.60	3,964,497.60
	Kegalle		27,976,749.74
	Kurunegala		20,976,077.02
	Mathale	16,227,156.98	5,186,260.25
	Nuwara Eliya		21,456,853.94
	Rathnapura	879,406.43	879,406.43
		60,271,912.96	115,235,502.89
4	Inventories		
	Training Materials	19,714,243.20	21,573,634.45
	Stationary	4,308,868.14	5,166,462.07
	Other Consumables	372,816.10	586,216.00
		24,395,927.44	27,326,312.52
5	Receivables		
	Advances for programs	10,000.00	39,920.00
	Advance payment for Land	43,342,340.00	37,034,992.50
	Mobilization advance for construction	1,811,995.02	10,810,226.46
	Deposit for compulsion	3,227,736.75	3,227,736.75
	Deposits	1,416,892.66	864,750.00
	Ministry of Vocational Training & Rural Industrial	3,548,334.94	3,548,334.94
	Receivable course fees	15,307,635.00	16,098,800.00
	Receivable salary	1,240,242.88	563,415.31
	Shortage of income	11,732.00	11,732.00
	State Organizations	1,964,635.71	1,964,635.71
	Trade & Other receivables	2,170,611.67	43,684,369.07
	Prepayments	278,182.07	149,823.42
	Vehicle Service Income Receivables	113,035.00	113,035.00
		74,443,373.70	118,111,771.16
	Less:- Provision for Bad Debts	(5,512,970.65)	(5,512,970.65)
		68,930,403.05	112,598,800.51

Notes to the Financial Statements

	Note	2019 Rs.	2018 Restated Rs.
6	Staff Loans		
	Balance at the beginning of the year	46,249,594.80	47,151,819.23
	Add: Loans granted during the year	48,486,375.33	45,772,869.76
		94,735,970.13	92,924,688.99
	Less: Repayments during the year	(48,809,890.33)	(46,675,094.19)
	Balance at the end of the year	45,926,079.80	46,249,594.80
7	Cash & Cash Equivalents		
	Gold coins	104,000.00	104,000.00
	Cash at Banks		
	Cash in hand	1,010.00	1,898.10
	Cheque in hand	-	2,278,056.68
	Peoples Bank	169,222,288.82	153,480,795.92
		169,327,298.82	155,864,750.70
7.1	Two gold coins have been received by the Authority as rewards from Seylan Bank. Each gold coin weight is 8.02 grams and each gold value is 22.03 karat.		
8	Revaluation Surplus		
	Balance at the beginning of the year	2,640,724,907.99	2,483,219,190.99
	Less:- Opening balance Adjustment	-	157,505,717.00
	balance as reststed	2,640,724,907.99	2,640,724,907.99
	Balance at the end of the year	2,640,724,907.99	2,640,724,907.99
9	Government Grant - Capital		
	Balance at the beginning of the year	17,554,429.60	13,472,995.59
	Less:- Opening balance Adjustment	-	10,427,341.81
	balance as reststed	17,554,429.60	23,900,337.40
	Add: Grants received during the year	102,500,000.00	183,340,000.00
		120,054,429.60	207,240,337.40
	Less: Transfers to Differed Income Grant	(104,106,491.21)	(189,685,907.80)
	Balance at the end of the year	15,947,938.39	17,554,429.60

Notes to the Financial Statements

	Note	2019 Rs.	2018 Restated Rs.
10	Differed Income Grant		
	Balance at the beginning of the year	4,042,089,031.65	3,612,371,847.75
	Add: Transfers during the year	9.1 949,753,107.47	536,773,668.07
		4,991,842,139.12	4,149,145,515.82
	Less: Amortized for the year	(475,306,147.53)	(312,891,355.13)
	Add:- Opening balance adjustment	-	205,834,870.96
	Balance at the end of the year	4,516,535,991.59	4,042,089,031.65
10.1	Transfers to Differed Income		
	Government Grant - Capital	104,106,491.21	189,685,907.80
	SSDP Grants	202,869,903.85	315,102,728.25
	13 Years	142,906,399.14	
	Establishment of Colombo VTC (K-Tec)	462,276,014.37	
	Other Grants	37,594,298.90	31,985,032.02
		949,753,107.47	536,773,668.07
11	Finance Lease Liability (BOC)		
	Vehicle No		
	CBH 1166	10,687,720.00	
	CBI 8163	11,272,185.00	
	CBI 6076	11,973,555.00	
		33,933,460.00	
	Less- Interest in suspence	(8,533,460.00)	
		25,400,000.00	
12	Provision for Gratuity		
	Balance at the beginning of the year	437,388,627.00	369,317,480.50
	Add: Provision Made During the year	90,844,725.63	81,550,013.98
		528,233,352.63	450,867,494.48
	Less: Payments during the year	(21,392,466.13)	(13,478,867.48)
	Balance at the end of the year	506,840,886.50	437,388,627.00

Notes to the Financial Statements

	Note	2019 Rs.	2018 Restated Rs.
13 Lease Interest Payable			
CBH 1166		3,206,316.00	
CBI 8163		3,380,916.00	
CBI 6076		3,591,281.34	10,178,513.34
Less- Interest in suspense		(2,105,369.34)	
		8,073,144.00	
14 Payables			
Audit Fees		1,122,963.00	1,113,163.00
Course fee payable		214,900.00	481,550.00
Deposit		45,000.00	111,000.00
Employee Provident Fund		16,067,171.11	14,459,097.45
Employee Trust Fund		2,408,677.92	2,169,151.72
Lecture fees		7,672,511.00	7,081,514.80
Other Payables		10,965,527.00	15,542,869.88
Min.of Youth Affairs & Dev. - 13 Years		96,000,554.84	148,289,641.92
Project funds Payable		9,402,110.00	2,234,109.00
Received in Advance		1,486,433.00	1,164,775.00
Refundable Tender Deposit		2,270,987.31	1,676,165.01
Retention Money		20,846,341.45	27,493,622.18
Salary payable		1,121,030.77	813,109.69
Staff Incentive payable		191,950.00	221,000.00
Student insurance scheme	13.1	37,883,500.00	37,872,250.00
Trade Creditors		17,168,557.93	4,638,675.87
W & O.P		45,342.00	45,342.00
		224,913,557.33	265,407,037.52
14.1 Student insurance scheme			
At the bigining of the year		37,872,250.00	37,883,500.00
Add :-Contribution during the year		11,250.00	
		37,883,500.00	37,883,500.00
Less :- Payments during the year		-	(11,250.00)
Balance at end of the year		37,883,500.00	37,872,250.00

Notes to the Financial Statements

Note	2019 Rs.	2018 Restated Rs.
15 Accrued expenses		
Carrier Guidance	179,159.00	200,773.16
Electricity	3,612,412.81	3,571,955.92
Examination & Evaluation	3,009,716.90	1,771,457.00
Fuel & Lubricant	31,600.00	9,113.75
Janitorial Services	1,270,109.00	1,066,875.00
Maintenance	779,564.20	2,465,045.53
News papers & periodicals	13,350.00	41,250.00
On The Job Training Payable	774,000.00	692,750.00
Overtime & Holidaypay	2,201,341.50	2,210,023.06
Part Time Expenses Payable	13,012,330.50	15,212,314.08
Promotional Activities	530,417.50	1,279,378.00
Rent, Rates & Taxes	749,833.28	790,334.36
Season tickets	1,039,451.37	1,514,767.49
Security Charges	3,788,308.49	3,663,057.30
Stipend	1,841,000.00	3,792,200.00
Telephone	1,479,793.94	2,890,618.16
Transport	161,300.00	165,550.00
Travelling	601,528.74	826,968.45
Water	640,636.24	839,314.13
	35,715,853.47	43,003,745.39

Notes to the Financial Statements

Note	2019 Rs.	2018 Restated Rs.
16 Other Income		
Auction Income	1,715,280.00	1,762,155.70
Course fees	788,250.00	1,095,000.00
Canteen income	455,695.00	356,500.00
Company registration	13,500.00	23,000.00
Daily Diary	2,263,950.00	800.00
Enterprenure Development programmes	151,000.00	122,000.00
Fines	1,681,946.61	2,878,734.96
Hall Income	1,168,630.00	1,423,025.00
Hostel Fees	44,170.00	11,000.00
Katharagama circuit Bangalow	520,175.00	496,060.00
Loan Interest	1,943,406.61	1,954,406.26
Miscellaneous	2,955,179.85	7,320,636.53
Non Refundable Tender deposit	1,023,100.00	532,500.00
Record Book	2,995,450.00	-
Registration fees	7,707,600.00	11,700.00
Sale Finish goods	590,775.05	398,500.48
Savings A/C Interest	4,843,787.32	1,239,809.53
Supplier Registration	1,640,900.00	89,100.00
English Book Income	4,000.00	87,500.00
Exam Fees	12,239,700.00	-
	44,746,495.44	19,802,428.46

Notes to the Financial Statements

	Note	2019 Rs.	2018 Restated Rs.
17	Production Unit Income		
	Earning 10%	2,398,660.46	2,971,818.70
	Income from Part time courses	26,444,665.42	29,038,204.76
	Printing School -Narahenpita	255,305.30	390,449.20
	Recognition of prior learning (RPL)	9,519,401.93	11,112,958.11
	Thalalla restaurant	176,817.51	-
	Vehicle Service	-	6,975.00
	Other Production Income	1,255,688.46	1,009,119.98
		40,050,539.08	44,529,525.75

Notes to the Financial Statements

	Note	2019 Rs.	2018 Restated Rs.
18	Funds on Special Projects		
	World Skill Day Programme	452,480.00	281,300.00
	Skill sector development project	149,312,162.79	189,957,728.77
	Funds on GIZ	-	108,155.00
	Funds on Muslim Aid	381,200.00	
	Funds on ILO	-	129,900.00
	Funds on Mahaweli Authority	-	4,000,000.00
	Funds on WUSC Project	-	122,000.00
	Funds on Ministry Carrier Guidance	-	119,450.00
	Funds on Ex. Combatants	-	609,486.00
	Funds on Ministry - 13 Years	5,781,968.51	312,748.25
	Funds on World Food Organization	-	8,250.00
	Funds on K-Tech	18,619,331.60	
	Funds on Other Project	886,815.00	
		175,433,957.90	195,649,018.02
19	Staff Cost		
	E.P.F. & E.T.F.	143,622,793.01	163,482,396.56
	E.T.F. Surcharge	7,898,073.41	5,641,480.00
	Other Allowance	199,288,624.89	251,094,018.05
	Salaries & overtime	772,959,092.42	664,118,991.31
	Staff Gratuity	90,844,725.63	81,550,013.98
		1,214,613,309.36	1,165,886,899.90

Notes to the Financial Statements

Note	2019 Rs.	2018 Restated Rs.
20 Travelling		
Accommodation Expenses	493,515.00	671,249.00
Domestic	7,171,721.61	7,664,002.68
Foreign	621,494.96	6,158,098.39
Varification Expenses	3,226,653.50	2,444,285.00
	11,513,385.07	16,937,635.07
21 Supplies and Other Consumables		
Fuel & Lubricant	16,496,584.38	18,831,710.93
Others	3,932,661.61	2,618,479.94
Stationary & Office Requisites printed Materials	10,061,934.33	10,951,483.17
	7,556,526.00	988,306.20
	38,047,706.32	33,389,980.24
22 Maintenance		
Building	11,739,319.30	10,505,478.82
Office Equipment	1,425,942.70	896,340.32
Plant & Machinery	9,400,697.17	8,901,942.42
Vehicle	13,444,334.31	12,121,036.82
	36,010,293.48	32,424,798.38
23 Contractual Services		
Advertisement	5,159,143.25	3,324,218.75
Audit Fees	1,100,000.00	1,200,000.00
Consultation & Professional Fee	1,500,000.00	-
Electricity	58,453,687.61	53,303,348.88
Hire Charges	2,735,807.00	4,251,920.00
Insurance	4,310,710.40	2,974,536.56
Janitorial service	17,774,003.76	13,070,560.74
News Papers & Periodicals	498,077.62	533,867.50
Postal Charges	1,593,818.20	1,378,554.83
Rent , Rates & Taxes	9,558,758.09	8,808,218.26
Security Charges	44,949,897.14	42,241,631.59

Staff Welfare & Other	2,687,533.25	4,385,837.00
Telephone Charges	22,772,777.74	23,142,540.54
Transport	2,202,275.00	2,240,401.39
Water	11,472,305.72	10,734,378.17
	186,768,794.78	171,590,014.21

Notes to the Financial Statements

	Note	2019 Rs.	2018 Restated Rs.
24 Job placement, Research & Entrepreneurship			
Curriculum Development		545,825.00	483,700.00
On the Job Training & Monitoring		9,876,675.00	9,199,500.00
Entrepreneurship Programs		510,113.50	517,488.16
Job Placement		667,735.15	681,435.40
Research & Tracer study		737,549.50	75,541.00
Private public partnership		483,021.91	560,247.00
		12,820,920.06	11,517,911.56
25 Other Operating Expenses			
Examination & Evaluation		39,188,412.96	3,405,293.00
Honorarium		26,000.00	453,550.00
Legal Fees		10,500.00	240,276.00
Miscellaneous		6,319,134.85	6,159,823.87
Quality Management Accreditation		1,982,431.93	1,408,085.10
Season Tickets		7,001,814.49	6,195,875.78
Special Training Programme		236,827.00	435,873.00
Stipend Allowance		20,083,084.00	19,352,250.00
Tools & Consumables		1,609,441.35	1,616,458.62
Training Monitoring		64,534.00	133,829.00
Approved dropout		140,100.00	-
		76,662,280.58	39,401,314.37

Notes to the Financial Statements

	Note	2019 Rs.	2018 Restated Rs.
26 Expenditure on Special Projects			
World Skill Day Programme		452,480.00	281,300.00
Skill sector development project		149,312,162.79	189,957,728.77
Expenditure for GIZ		-	108,155.00
Expenditure for Muslim Aid Fund		381,200.00	
Expenditure for ILO		-	129,900.00
Expenditure for Mahaweli Authority		-	4,000,000.00
Expenditure for WUSC Project		-	122,000.00
Expenditure for Ministry Carrier Guidance		-	119,450.00
Expenditure for Ex. Combatants		-	609,486.00
Expenditure for Ministry - 13 Years		5,781,968.51	312,748.25
Expenditure for World Food Organization		-	8,250.00
Expenditure for K-Tech Project		18,619,331.60	-
Expenditure for Other Project		886,815.00	-
		175,433,957.90	195,649,018.02
27 Finance Cost			
Bank Chages		138,173.10	121,787.51
		138,173.10	121,787.51

Note to the financial Statement

28. Commitments and Contingencies

a) Litigation against the authority

The court cases pending were as follows

Court	31.12.2019	31.12.2018
Supreme Court	1	1
Appealed Court	1	1
High Court	1	1
District Court	1	1
Labour tribunal	1	1
Labour Department inquiries	-	-
Total	5	5

b) Capital Commitments

There were no material capital commitments as at 31.12.2019

29. Bad debts Provision

Out of the bad debts Provision amounting Rs. 5,234,788.58 a sum of Rs.3,548,334.94 due from Ministry of Youth Affairs & Skills Development and Security service receivables for which a decision is expected due cause.

30. E.P.F & E.T.F Contribution

The Employers Contribution of EPF and ETF for the period of 2006 January to 2015 May relevant to cost of living allowances had been already paid.

There is a surcharge on ETF as out of the 5 installments had been paid in 2018 and another 7 installment had been paid 2019 which is amounting Rs. 7,898,073.41

31. Net Deficit for the Period

In the Statement for Year 2019, there is a deficit of Rs.48 million and following reasons contributed for the above deficit

Gratuity provision of Rs. 91 million was already deducted as expenditure

Vocational Training Authority of Sri Lanka
Trial Balance as at 31 st December 2019

2019.12.31

Description	Dr.	Cr.
<u>Acquisition of Capital Assets</u>		
Acquisition of Land & Land improvement	1,778,326,790.44	
Acquisition of Buildings and Improvement	4,269,177,760.69	
Acquisition of Computer Equipment's	312,452,998.24	
Acquisition of Furniture & Fittings	341,436,515.16	
Acquisition of Motor Vehicles	244,632,293.96	
Acquisition of Training Equipment's	1,307,957,071.10	
Acquisition of Vehicles Lease Hold (Finance)	35,200,000.00	
<u>Provision For Depreciation</u>		
Provision For Dep. Buildings and Improvement		1,303,586,463.55
Provision For Dep. Computer Equipment's		46,805,925.02
Provision For Dep. Furniture & Office Equipment		26,361,644.99
Provision For Dep. Motor Vehicles		53,537,061.60
Provision For Dep. Training Equipment's		219,883,491.78
<u>Capital Work in Progress</u>		
Work in Progress - Building structures	60,271,912.96	
<u>Investment</u>		
Fixed Deposit	40,000,000.00	
<u>Inventories</u>		
Training Material	19,714,243.20	
Stationary	4,308,868.14	
Other Consumables	372,816.10	
<u>Other Receivables</u>		
Advances For Programs	10,000.00	
Advance payment for Land	43,342,340.00	
Mobilization advance for construction	1,811,995.02	
Deposits for Compilation	3,227,736.75	
Deposits	1,416,892.66	
Ministry of Youth Affairs & Skills Deve	3,548,334.94	
Vehicle Service Income Receivable	113,035.00	
Receivable Course Fee	15,307,635.00	
Salary Receivables	1,240,242.88	

Description	Dr.	Cr.
Shortage Of Income	11,732.00	
State Organization	1,964,635.71	
Trade & Other receivables	2,170,611.67	
Prepayments	278,182.07	
Provision for Bad Debts	-	5,512,970.65
Staff Loan		
Distress Loan	45,407,881.59	
Festival Advance	518,198.21	
Cash & Cash Equivalent		
Gold coin	104,000.00	
Bank Accounts		
Ampara	157,207.44	
Anuradhapura	793,830.78	
Badulla	914,521.96	
Batticaloa	1,002,289.40	
Colombo	837,661.80	
Galle	342,326.36	
Gampaha	53,920.26	
Hambantota	761,263.19	
Head Office.	144,740,695.27	
Jaffna	785,927.47	
Kalutara	1,220,301.01	
Kandy	354,996.91	
Kegalle	203,888.51	
Killinochchi	871,890.86	
Kurunegala	188,736.84	
Matale	589,972.79	
Matara	354,585.62	
Monaragala	532,342.37	
Nuwaraeliya	1,984,527.52	
NVTI - Baddegama	434,588.81	
NVTI - Mirijjawila	655,543.32	
NVTI - Narahenpita	1,277,878.52	
NVTI - Niyagama	775,159.62	
NVTI - Orugodawaththa	1,708,377.97	
NVTI - Rathmalana	595,212.42	
NVTI - Thalalla	1,752,173.03	
Polonnaruwa	523,825.01	
Puttalam	1,946,064.80	

Description	Dr.	Cr.
Rathnapura	184,169.73	
Trincomalee	484,700.96	
Uhana	458,162.00	
Uva Province	223,317.00	
Western Province	30,280.00	
Vavuniya	500,036.29	
Mulathiv	682,391.45	
Central Province	243,391.66	
Southern Province	56,129.87	
Cash-in-hand	1,010.00	
<u>Cheque in hand</u>		
Government Grant Capital		15,947,938.39
Government Grant (Treasury) - Recurrent		1,591,500,000.00
Differed Income Grant - Recurrent		475,521,999.82
<u>Reserves & Surplus</u>		
Differed Income Grant		4,516,535,991.59
Provision for Gratuity		506,840,886.50
Revaluation Surplus		2,640,724,907.99
<u>Non Current Liability</u>		
BOC - Finance Lease Liability		45,299,044.00
Interest in Suspence	11,825,900.00	
<u>Payables</u>		
Audit Fee Payable		1,122,963.00
Course Fee Payable		214,900.00
Deposit		45,000.00
E.P.F Payable		16,067,171.11
E.T.F. Payable		2,408,677.92
Lecture Fees Payable		7,672,511.00
Other Payables		10,965,527.00
Project Funds Payable		9,402,110.00
Min. of Youth Affairs & Development -13 years		96,000,554.84
Received in Advance		1,486,433.00
Refundable Tender Deposit		2,270,987.31
Retention Money		20,846,341.45
Salary Payable		1,121,030.77
Staff Incentive Payable		191,950.00
Student insurance payable		37,883,500.00
Trade Creditors		17,168,557.93

Description	Dr.	Cr.
W & O P Payable		45,342.00
Accrued Expenses		
Carrier Guidance Accrued		179,159.00
Electricity Accrued		3,612,412.81
Examination & Evaluation Accrued		3,009,716.90
Fuel & Lubricant Accrued		31,600.00
Janitorial Service Accrued		1,270,109.00
Maintenance Accrued		779,564.20
News Papers & Periodicals Accrued		13,350.00
On The Job Training Accrued		774,000.00
Overtime & holiday pay Accrued		2,201,341.50
Part Time Expenses Accrued		13,012,330.50
Promotional Expenses Accrued		530,417.50
Rent, Rates & Taxes Accrued		749,833.28
Season Tickets Accrued		1,039,451.37
Security Charges Accrued		3,788,308.49
Stipend Allowance Accrued		1,841,000.00
Telephone Charges Accrued		1,479,793.94
Transport Accrued		161,300.00
Traveling Accrued		601,528.74
Water Accrued		640,636.24
Other Income		
Auction Income		1,715,280.00
Course fee		788,250.00
Canteen Income		455,695.00
Company registration		13,500.00
Daily Diary		2,263,950.00
Entrepreneurship Programme		151,000.00
Fines		1,681,946.61
Hall Income		1,168,630.00
Hostel Fee		44,170.00
Katharagama Circuit Banglow		520,175.00
Loan Interest		1,943,406.61
Miscellaneous Income		2,955,179.85
Non Refundable Tender Deposit		1,023,100.00
Record Book		2,995,450.00
Registration Free		7,707,600.00
Finished Good Sales		590,775.05
Savings A/C Interest		4,843,787.32

Description	Dr.	Cr.
Supply Registration		1,640,900.00
English Book Income		4,000.00
Exam Fees		12,239,700.00
<u>Production Unit Income</u>		
10% Earnings		2,398,660.46
Part Time Courses		26,444,665.42
Printing School Narahenpita		255,305.30
RPL		9,519,401.93
<u>Trade Test</u>		
Thalalla Restuarent		176,817.51
<u>Vehicle Service</u>		
Other Production Unit		1,255,688.46
<u>Funds On Special Projects</u>		
Funds on World Skill Day		452,480.00
Funds on SSDP		149,312,162.79
Funds on Muslim Aid		381,200.00
Funds on Ministry - 13 Years		5,781,968.51
Funds on K-Tech		18,619,331.60
Funds on Other Project		886,815.00
<u>Staff Cost</u>		
E.P.F. Expenses	114,898,909.76	
E.T.F. Expenses	28,723,883.25	
E.T.F. Surcharge	7,898,073.41	
Other Allowance(Staff Cost)	199,288,624.89	
Salaries & Overtime	772,959,092.42	
Staff Gratuity	90,844,725.63	
<u>Surcharge for gratuity</u>		
<u>Travelling</u>		
Accommodation Expenses	493,515.00	
Travelling - Domestic	7,171,721.61	
Travelling - Foreign	621,494.96	
Verification Expenses	3,226,653.50	
<u>Supplies and Other Consumables</u>		
Fuel & Lubricant Charges	16,496,584.38	
Other Supplies	3,932,661.61	
Stationary & Office Requisites	10,061,934.33	
Printed Materials	7,556,526.00	
<u>Maintenance</u>		
Maintenance of Building	11,739,319.30	

Description	Dr.	Cr.
Maintenance of Plant & Machinery	9,400,697.17	
Maintenance of vehicle	13,444,334.31	
Maintenance of Office Equipment	1,425,942.70	
<u>Contractual Service</u>		
Advertisement	5,159,143.25	
Audit Fees	1,100,000.00	
Electricity Charges	58,453,687.61	
Hire Charges	2,735,807.00	
Insurance	4,310,710.40	
Janitorial Service	17,774,003.76	
News Papers & Periodicals	498,077.62	
Postal Charges	1,593,818.20	
Rent, rates & taxes	9,558,758.09	
Security Charges	44,949,897.14	
Staff Welfare & Other	2,687,533.25	
Telephone Charges	22,772,777.74	
Transport	2,202,275.00	
Water Bill	11,472,305.72	
Consultation & Professional Fee	1,500,000.00	
<u>Job Placement, Research & Entrepreneurship</u>		
Curriculum Development	545,825.00	
On the Job Training & Monitoring	9,876,675.00	
Entrepreneurship Programs	510,113.50	
Job Placement	667,735.15	
Research & Tracer Study	737,549.50	
Private Public Partnership	483,021.91	
<u>Other Operating Expenses</u>		
Examination & Evaluation	39,188,412.96	
Honorarium	26,000.00	
Legal Fees	10,500.00	
Miscellaneous expenses	6,319,134.85	
Quality Management & Accreditation	1,982,431.93	
Season Tickets	7,001,814.49	
Special Training Programme	236,827.00	
Stipend Allowance	20,083,084.00	
Tools & Consumables	1,609,441.35	
Training Monitoring	64,534.00	

Description	Dr.	Cr.
Expenditure On Special Projects		
Expenditure for World Skill Day Programme	452,480.00	
Expenditure for SSDP	149,312,162.79	
Expenditure for Muslim Aid Fund	381,200.00	
Expenditure for Ministry - 13 Years	5,781,968.51	
Expenditure for K-Tech Project	18,619,331.60	
Expenditure for Other Project	886,815.00	
Finance Cost		
Bank Charges	138,173.10	
Training Materials	116,797,723.63	
Staff Training - Capacity Deve.	3,895,671.50	
Promotional Expenses	24,134,283.57	
Carrier Guidance	3,256,776.41	
Depreciation	472,331,728.82	
Interest on Finance Lease	1,397,530.00	
Lease/Rent Vehicle Under Operating Lease	2,106,592.32	
Profit & Loss A/C	1,394,101,362.04	464,421,734.10
Prior Year Adjustment		52,063,948.05
Approved Dropouts	140,100.00	
Total	12,485,404,411.25	12,485,404,411.25



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தேசிய கணக்காய்வு அலுவலகம்

NATIONAL AUDIT OFFICE



මගේ අංකය
எனது இல.
My No.

VTY/E/VTA/01/19/21

ඔබේ අංකය
உமது இல
Your No.

திகதி
Date

16 December 2021

Chairman
Vocational Training Authority of Sri Lanka

Report of the Auditor General on the Financial Statements and Other Legal and Regulatory Requirements of the Vocational Training Authority of Sri Lanka for the year ended 31 December 2019 in terms of Section 12 of the National Audit Act, No. 19 of 2018.

1. Financial Statements

1.1 Qualified opinion

The audit of the financial statements of the Vocational Training Authority of Sri Lanka for the year ended 31 December 2019 comprising the statement of financial position as at 31 December 2019 and the statement of financial performance, statement of changes in net assets and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, was carried out under my direction in pursuance of provisions in Article 154(1) of the Constitution of the Democratic Socialist Republic of Sri Lanka read in conjunction with provisions of the National Audit Act No. 19 of 2018 and Finance Act No. 38 of 1971. My report to Parliament in pursuance of provisions in Article 154 (6) of the Constitution will be tabled in due course.

In my opinion, except for the effects of the matters described in the basis for Qualified Opinion section of my report, the accompanying financial statements do not give a true and fair view of the financial position of the Authority as at 31 December 2019, and of its financial performance and its cash flows for the year then ended in accordance with Sri Lanka Public Sector Accounting Standards.

1.2 Basis for Qualified opinion

- (a) Although all economic benefits or service potential during the reporting period in the form of outflows or consumption of assets or incurrences of liabilities should be taken into account as per paragraph 7 (b) of the Sri Lanka Public Sector Accounting Standards 01, building improvements costed Rs. 2,037,242 and purchases of training equipment and office equipment procured at a total cost of Rs. 8,541,394 in the year 2019 and paid in 2020 had not been taken in to accounts. As such, property, plant, and equipment and current liabilities were under stated by Rs. 10,578,636.





- (b) Although property, plant and equipment should be revalued in every 03 or 05 years in accordance with paragraph 47 of the Sri Lanka Public Sector Accounting Standards 07, land and building owned by the Authority had not been revalued since 2008.
- (c) Although freehold lands and leased lands should be stated separately in the Financial Statement as per Sri Lanka Public Sector Accounting Standards 12, five leased lands valued at Rs. 9,842,565 were stated under the lands and those leased lands had not been amortised according to the reference of standard.
- (d) Although the depreciation amount as per the financial performance statement for the year under review was Rs. 472,331,728, the differed income in the financial performance statement and the cash flow statement was stated as Rs. 475,521,999. As such, the annual income was over stated by Rs. 3,190,271 and deficit of the year under review was over stated by that amount.
- (e) The book value of the land amounted to Rs. 202,278,158 transferred to the National Apprenticeship and Industrial Training Authority in the year 2015 as per a decision of the Minister of Cabinet had not been removed from the value of lands in the Financial Position Statement even till 31 December 2019. Also, the land received by the Vocational Training Authority of Sri Lanka instead of the land transferred to the National Apprenticeship and Industrial Training Authority had not been assessed and accounted.
- (f) Although the cost of the 39 vehicles and 25 bicycles valued at Rs. 4,496,902 which were accounted for under the class of motor vehicles as at 31 December 2018 had not been taken for the revaluation in the year 2018, no action had been taken to rectify it during the year under review.
- (g) When the value of the land had not been capitalized under the non-current assets, a sum of Rs. 1,670,383 paid for surveying of those lands during the year under review had been accounted as land acquisitions in the Financial Statement.
- (h) Forty five motor vehicles which had not been accounted under the motor vehicles had been revalued as at 31 December 2018 and the revaluation value of Rs. 25,547,000 had been accounted under the motor vehicles account. The asset class in which those vehicles are accounted for had not been identified before revaluation and no action had been taken to remove its cost and the provision for depreciation value.
- (i) When accounting the value of the asset revaluation for the year 2018 in three asset classes amounted to Rs. 33,603,241 was under stated in the 2018 financial statements. As a result, non-current assets were under stated by that amount during the year under review and the negative balance of the Cumulative Fund was over stated by Rs. 12,052,310 and the revaluation surplus was under stated by Rs. 21,550,931.



- (j) In the depreciation calculation for the revalued assets for the year under review, depreciation was under stated by Rs. 11,911,930 due to omission of assets worth Rs. 89,046,292 and depreciation was over stated by Rs. 3,563,977 due to dual calculation of assets worth Rs. 15,081,844.

I conducted my audit in accordance with Sri Lanka Auditing Standards (SLAuSs). My responsibilities, under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

1.3 Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Sri Lanka Public Sector Accounting Standards, and for such internal control as management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Authority's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Authority or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Authority's financial reporting process.

As per Section 16(1) of the National Audit Act No. 19 of 2018, the Authority is required to maintain proper books and records of all its income, expenditure, assets and liabilities, to enable annual and periodic financial statements to be prepared of the Authority.

1.4 Auditor's Responsibilities for the Audit of the Financial Statements

My objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Sri Lanka Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Sri Lanka Auditing Standards, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not



detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Authority's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Authority to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

2. Report on Other Legal and Regulatory Requirements

2.1 National Audit Act, No. 19 of 2018 includes specific provisions for following requirements.

- 2.1.1 Except for the effect of the matters described in the Basis for qualified Opinion, I have obtained all the information and explanation that required for the audit and as far as appears from my examination, proper accounting records have not been kept by the Authority as per the requirement in section 12 (a) of the National Audit Act, No. 19 of 2018.
- 2.1.2 The financial statements presented is consistent with the preceding year as per the requirement of section 6 (1) (d) (iii) of the National Audit Act, No. 19 of 2018.
- 2.1.3 The financial statements presented includes all the recommendations made by me in the previous year except the paragraphs (b), (e), (f), (g) mentioned in the section of the basis for opinion as per the requirement of section 6 (1) (d) (iv) of the National Audit Act, No. 19 of 2018.



2.2 Based on the procedures performed and evidence obtained were limited to matters that are material, nothing has come to my attention.

2.2.1 To state that any member of the governing body of the Authority has any direct or indirect interest in any contract entered into by the Authority which are out of the normal cause of business as per the requirement of section 12 (d) of the National Audit Act, No. 19 of 2018.

2.2.2 To state that the Authority has not complied with any applicable written law, general and special directions issued by the governing body of the Authority as per the requirement of section 12 (f) of the National Audit Act, No. 19 of 2018 except for;

Reference to law/ direction	Description
(a) Extraordinary Gazette Notification No. 921/2 dated 30 April 1996	Failure to appoint suitable persons with expertise relevant to the field, due to non-inclusion of qualifications for the appointment of members to the Vocational Training Councils established by the Extraordinary Gazette Notification, that Training Council system was unsuccessful.
	<ul style="list-style-type: none"> To state that Authority has not performed according to its powers, functions and duties as per the requirement of section 12 (g) of the National Audit Act, No. 19 of 2018. To state that the resources of the Authority had not been procured and utilized economically, efficiently and effectively within the time frames and in compliance with the applicable laws as per the requirement of section 12 (h) of the National Audit Act, No. 19 of 2018 except for;

2.3. Other Audit Observations

(a) With a view of constructing new Vocational Training Centers, 02 plots of land which had been acquired after make payment of total sum of Rs. 43,310,340 to the Urban Development Authority and Land Reforms Commission on long term lease basis in 2017 and 2018 it was idling until September 2021 without being used for the intendant purposes.

(b) In setting training targets for the Vocational Training Authority of Sri Lanka and in enrolling, less attention had been paid in 07 areas and sufficient attention was not paid for introduction of new courses in vocational training field that could contribute to upliftment of the local economy. Further, 22 percent of targets for the year 2019 were covered from Information Communication and Multifunction Technology Training programs.

(c) The hotel school in Ahangama was converted into a tourist hotel with the approval of the Authority's Board of Governors, without a pre-feasibility study, and a sum of Rs. 124,685,148 had been spent thereon for the renovation activities during the period 2016 and 2018 and also a sum of Rs. 37,556,018 had been spent for the purchase of equipment from the Skills Sector Development Fund. However, those assets remained underutilized until September 2021 without being used for intendant purpose.



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 தேசிய கணக்காய்வு அலுவலகம்
 NATIONAL AUDIT OFFICE

- (d) Although a total value of Rs 14,944,049 training equipment were purchased for Chef Course in 02 Hotel Schools, Pottuvil and Karainagar, the equipment remained idle from 2016 to 30 November 2021 due to not taking action to start those courses.
- (e) Although 12 rooms in 02 storied two buildings, 02 hotel schools, and 16 rooms in a National Training Center have been constructed for the purpose of providing accommodation for apprentices, the buildings and equipment had been idling since 2017 due to non-recruitment of hostel wardens, supervisors and other support staff and lack of basic facilities such as water.
- (f) Contrary to the objectives of the Authority and without a basic plan of utilization, 22 hotel rooms had been constructed in Ampara and Jaffna districts at a total cost of Rs. 91,026,186 and household appliances worth of Rs. 6,102,660 had been procured to provide for tourists were remained idle from the year 2017 to August 2021.
- (g) Due to the cost of living allowance had not been taken for the calculation of the Employees' Trust Fund contribution from the year 2006 to May 2015, a sum of Rs. 7,898,073 had been surcharged and it had been charged to the expenditure during the year under review instead of charging from the responsible officers.
- (h) Although the aggregate amount of the variations is exceeding the contingency provision the approval from the Chief Accounting Officer's should be obtained before issuing such variation orders in accordance with the provisions of Section 8.13.4 of the Manual of the Procurement Guidelines, the approval of the Chief Accounting Officer had not been obtained even the contingencies provision limit for a contract exceeded by 215 percent.

W.P.C. Wickramaratne
 Auditor General

My No: - VTA/ADM (19)12/2019

22nd February 2022
Auditor General,
National Audit Office,

Answer report for the report of Auditor General as per the Section 12 of the Audit Act No 19 of 2018 on the Financial Statements for the year ended 31st December 2019 of the Sri Lanka Vocational Training Authority and other legal regulatory requirements.

1.2

- a) Adjustments have been carried out to the accounts of year 2020.
- (b) Request has submitted to the Department of Valuation to value the 29 lands which transferred and purchased to the Vocational Training Authority of Sri Lanka. The Department of Valuation has provided 11 valuation reports as at 31.12.2021. After receiving the land valuation reports, actions will be taken to do revaluation.
- (c) Actions will be taken to rectify in future.
- (d) Rectified.
- (e) Rs . 202,278,158 the value of the land has adjusted to the year 2020 adjustments and this land has referred to the Department of Valuation for re - valuation. It is expected that the valuation values of the land will be received in this year and the adjustments will be carried out for the Accounts subsequently.
- (f) Adjustments have been made to the Annual Accounts for 15 Motor vehicles. Remained 14 vehicles have been given for the training activities and has already informed the Commissioner – Motor Traffic to invalid the registration.
- (g) The amount of Rs. 1,670,383 stipulated here, has not spent for the land measuring activities. The more details in this regard are as follows.

	Office	Cost incurred	Current Ownership
01.	For the land measuring activities in Mahare – Baticaloa.	57,500	Divisional Secretary
02.	Fixing interlock decorations for the Vocational Training center - Inamaluwa	497,925	Vocational Training Authority
03.	Land measuring activities in the Vocational Training center - Katugastota	76,543	Ministry
04.	Land renovation in Katugastota	913,305	Ministry
05.	Made a fence for the Vocational Training Center - Anamaduwa	125,110	Vocational Training Authority

Accordingly, following corrections are added to rectify it.

- Since the value amount of Rs. 623,035 mentioned in the above 02 and 05 had spent for the renovations activities of the Vocational Training centers under VTASL, it should be capitalized.
- Even though the expenditure mentioned in the above 03 and 04 had capitalized, the lands of the said VT centers belong to the Ministry. The newly built buildings in these lands have been capitalized.

- The land under the expenditure mentioned in the above 01, is still under the ownership of Divisional Secretary. Therefore, the said value has write off from the Accounts relevant to lands. The journal note relevant to it is as follows

	CR	DR
Profits / Loses Account relevant to previous year	57,500	
Land development Account		57,500

- (h) Adjustments have been made to the Accounts 2020.
- (i) Adjustments have been made to the Accounts 2020.
- (j) Adjustments have been made to the Accounts 2020

2.3

- (a) Prepare relevant plans to construct a new vocational training center in Modarawila – Panadura and allocated financial provisions under Skills Sector Development Project in the year 2020. However SSDP has taken actions to conclude the procurement activities in 2020 and due to covid – 19 the contract was not awarded as it was delayed to finalize. Even though, VTASL has requested the provisions in year 2021 under Capital Expenditure, it has not been allocated.

VTASL has purchased the land Wanarajawaththa from Lands Reform Commission. A third party has filed a court case against the Land Reforms Commission in respect to the ownership of this land. The case is being hearing in the court up to now.

- (b) When analyze the progress of the 07 training sectors mentioned in the Audit Inquiry for the year 2019, the less number of applicants have been reported to some of the courses than expected target. Less attraction for some of the courses has caused for this.

New course of “Care Giver” has introduced. There were 14 programmes were targeted in the year 2019 and could not be able to implement the said programmes due to the inconvenience of recruiting instructors.

However, since there are more job opportunities are available for the “Care Giver” course in local as well as foreign job market, 10 Child Care Giver courses and 04 Elder care Giver courses are being conducted.

- Aluminium Fabricator & Interior Designer (Aluminium Fabricator course has modified adapting Interior Decorator)
- Solar Power Technician
- 15 Apparel Design Technician courses have commenced in the year 2021.

The Treasury provisions which granted for a year have been limited. Following courses have been introduced in the National Vocational Training center – Orugodawaththa (K-Tech) to generate skilled craftsmen with management skills required to promote the industry sector based on the provisions of Treasury and an agreement entered with the Exim bank.

No	Trade	Course
01	Automobile repair & Maintenance	National Diploma - Automobile Technology
02	Electrical Electronic & Telecommunication	National Diploma -Electrical Technology National Diploma - Electronic Technology National Diploma - Mechatronic Technology National Diploma- Pneumatic & Hydraulic Technology National Diploma -Robotics Technology
03	Metal & light Engineering	National Diploma - CNC Technology National Diploma - Welding Technology
04	Ref & Air –Conditioning	National Diploma - Refrigeration & Air Condition Technology

As per the annual labor Market Information issued by the Tertiary and Vocational Education Commission, VTASL introduced timely required courses and increased its valuability.

- (c) These items and resources are utilized for further training activities of the apprentices who train in respect to the Tourist hotel sector. Similarly, these buildings, items and equipment are used for various programmes held by the VTASL.
- (d) The training activities could not be commenced in the courses of Cookery due to lack of Tamil medium instructors for Potuvil and Kareinagar Hotel schools.

However an instructor who was disqualified in the interview in 2021 for the post of instructor but having NVQ level 5 qualifications has attached to the hotel school – Kareinagar. He has obtained the 06 months practical training in Hotel school Kuchchaweli and faced for the interviews conducted by the VTASL. Accordingly, the cookery course in Kareinagar has commenced.

Even though the applicants who are qualified in NVQ level 5 are reported to the interviews, they have not been qualified in required practical knowledge.

Candidates for instructors have been trained in the National Vocational Training center – Narahenpita with the aim to be the instructors for Potuvil and Kuchchaweli centers. But they were failed in the interview. Furthermore, the existing payment for the instructors is not attract for the vacancies of advance level instructors.

- (e) Kuchchaweli in Trincomalee district is an area the tourism is existing mostly. Therefore, this vocational training center was established to provide job opportunities for the youth in the area. The center has no water supplying facilities. Request have been made to provide water facility from the Water Board. Water Board has informed that the water will be facilitated after Yan Oya project is implemented in future. Training activities are carrying out through providing water from the bourses. Hostel also will be utilized after providing water facilities.
- (f) These buildings and equipment are being utilized for the training activities of the apprentices.
- (g) Since the Treasury grants have received as instalments payments have been carried out as per the years and adjusted as an expenditure.

(h) This project has been concluded within the limit of approved estimate.



Eranga Basnayaka
Chairman / Chief Executive Officer
Vocational Training Authority of Sri Lanka