NATIONAL COUNCIL FOR ROAD SAFETY

Annual Report **2018**

Ministry of Transport and Civil Aviation

No.1, D.R.Wijewardena Mawatha,

Colombo-10.

Vision

Safe Roads for everyone

Mission

Creating a society free from road accidents for sustainable development

Office of the National Council for Road Safety

Office of the National Council for Road Safety has been established in a part of the office premises, where Ministry of Transport has been established by now, belongs to the Department of Railways and located at the D.R. Wijewardena Mawatha, Colombo 10.

Official Address -

National Council for Road Safety
No ,01 .
D.R. Wijewardena Mawatha ,
Colombo.10-

Official Telephone No.	-	0112696890
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Annual Report 2018
(From 01.01.2018 to31.12.2018)

Content	**Page**

National Council for Road Safety

Introduction

The National Council for Road Safety was established by the Motor Traffic (Amendment) Act No. 5 of 1998.The new additional section of regulations 213 (a) and 213 (b) were introduced for the functioning of the Council. National Council for Road Safety is an institute comprises of 17 representativesfrom16 government institutes, one non- government institute and a Chairman appointed by the Minister in charge of the subject of Transport under the section 213(a).All these institutes, which are the representative institutes of the National Council for Road Safety, are the institutes that are responsible for the subject Transport and Road Safety in the country. The revenue required for the functioning of the National Council for Road Safety is provided by insurance companies. "Authorization regarding the fund of the National Council for Road Safety was given by the Government Extraordinary Gazette Notification No. 1368/18 dated 24th November 2004, and as mentioned therein, One per cent (1%) of the premium shall be paid as the contribution to the Fund by each insurer or person who insures an insurance policy or guarantee, as the case may be, in respect of a third party risk. Accordingly, an amount 1% of the insurance fee charged by all the insurance companies, registered under the Sri Lanka Insurance Board, for all third party vehicles insured shall be credited to the National Council for Road Safety Fund.

One of the major roles that this fund is responsible for is to provide compensation to persons who have died or become disabled as a result of hit – and-run accidents after verifying that vehicles caused for those road accidents have not been identified.

The money deposited in this fund will be able to utilize for the functions inclusive of ensuring Road Safety, minimizing traffic accidents, preventing facing accidents by pedestrian and passenger lives, creating awareness among general public, instructing the minister in charge of the subject for incorporating necessary new laws for the same or amending the existing laws and also ensuring Road Safety eliminating all oppressive actions as a whole.

All administrative and other expenses relating to road safety shall be borne by this Fund.

Members of the National Council for Road Safety

1. Dr. SisiraKodagoda	-	Chairman , National Council for Road Safety
2. A.M.R.J.K. Jayasinghe	-	Secretary , National Council for Road Safety
3. Mr. M.U.S. Priyadarshana	-	Accountant ,National Council for Road Safety
4. Mr. Y.A.N.D. Yapa	-	Director of Education ,Ministry of Education
5. Ms. M. Gangadaran	-	Additional Director General, Ministry of Finance
6. Mr. Nayana Nathawitharana	-	Additional Secretary (Administration and finance) ,Ministry of Local Government and Provincial councils
7. Mr. P.D.S. Wijerathna	-	Additional Secretary , Ministry of Higher Education and Highways
8. Mr. H.R. Pasindu	-	Senior Lecturer , University of Moratuwa
9. Mr. Janak Ranaweer	-	Deputy Director, Urban Development Authority
10. Mr. R.A. Sudath	-	Deputy Director)Planning , (Road Development Authority
11. Mr. S.S.A. Kularathna	-	Director (Planning) ,Ministry of Transport and Civil Aviation
12. Mr. M.A.P. Hemachandra	-	Chairman ,National Transport Commission
13. Mr. J.A. S. Jayaweera	-	Assistant Commissioner (Technical) ,Department of Motor Traffic
14. Mr. P.D. Balasuriya	-	Chief Executive Officer ,Sri Lanka Transport Board
15. Ms. K.S.M. Samarasekara	-	Medical Officer, National Transport Medical Institute
16. Mr. Dammika Attygala	-	Chairman, Sri Lanka Automobile Association
17. Mr. Indika Hapugoda	-	Director (Traffic), Sri Lanka Police Department
18. Ms. G.A.C.R. Ganepola	-	Deputy Director (Traffic) Colombo Municipal Council
19. Mr. H.A.L.L. Wijesinghe	-	Senior Executive Officer , Sri Lanka Insurance Commission
20. Miss Pushpa Ramyani De Soyza	-	Secretary ,Sri Lanka Accident Prevention Union.

Staff of the National Council for Road Safety

1.Dr. SisiraKodagoda	-	Chairman , National Council for Road Safety
2.Mr. A.M.R.J.K. Jayasinghe	-	Secretary , National Council for Road Safety
3.Mr. M.U.S. Priyadarshana	-	Accountant ,National Council for Road Safety
4.Ms. W.P.J. Sewwandika	-	Development Officer
5.Ms. J.D.R. Jayasinghe	-	Development Officer
6.Mr. K.B.N. Gishan Kumar	-	Development Officer
7.Mrs. I.N.P. Jayasinghe	-	Management Assistant
8.Mrs. P.A.Chithrani Jayathissa	-	Management Assistant
9.Mr. B.P.A. Ruwan	-	Clerk
10. Mr. E.G. SepalaEkanayake	-	Contract Basis
11. Mr. G.A. Buddika Prabhath	-	Technical Officer
12. Mr. K.L.D.N. Jayawardena	-	Office Employee Service
13. Mrs. P.A.D.C Palawaththa	-	Office Employee Service

Objectives

- Prepare the background required for building a high quality Driver Service through creation of disciplined and lawful drivers.
- Providing financial assistance for families victimized from hit-and-run accidents and taking actions to minimize such accidents.
- Identifying and implementation of actions that can be taken for the safety of road and the vehicles that use it including passengers as well as pedestrians.
- Collection of data on road safety, conducting surveys and researches and improving international relation.
- Implementation of national road safety policies and minimization of weaknesses arisen in collaboration with state sector, non-government organizations and private institutes.
- Taking necessary actions to rehabilitate the persons who become disabled due to traffic accidents.
- Providing financial assistance and instructions for following activities that can be implemented economically, technically and socially and ecofriendly safety guidelines.
- Providing contribution for formulation of the national Transport Policy and its' operation.
- Providing contribution required for activities such as formulation and revision of rules relevant to road safety etc.

Functions and Powers of the National Council for Road Safety

Functions of the National Council for Road Safety, established under the section 213 a of the Motor Traffic Act shall be as given below.

a) Establishment of a central database on following points and collection and update of information regarding the number of vehicles and their features as well as composition.

   - Computerization of traffic accidents/ deaths/serious injuries and the reasons for them.
   - Collection of domestic and international statistics on road safety.
   - Including information on actions taken internationally for road safety.

b) Maintenance of a library on the subject of road safety with internet computer facilities.

c) Providing assistance to researches and surveys on related subjects to suit the needs.

d) Coordination with international institutes which act relevant to the subject stream and exchanging their experience and knowledge.

e) Creating awareness and giving information to government and non-government organizations which are responsible for road safety and subject related projects.

f) Designing and implementation of projects on road safety.

g) Coordination of road safety related activities in government and non- government organizations.

h) Compensation to victims of hit-and-run accidents.

i) Obtaining financial and other assistance for road safety related activities.

j) Instructing the government on policies and projects related to road safety.

1. Proceedings of the National Council for Road Safety in year 2018

01.1.1 Awareness Programme for School Children

Referring school vehicle regulatory service to a more widen methodology, awareness lectures were conducted to school students regarding prevention of accident; videos related to accidents were exhibited; leaflets were distributed; and student vehicle regulatory workshop was conducted on 11.01.2018 at Ananda College Colombo with the participation of students from 10 nearby schools.

An award was offered by the principal of the Ananda College at the school to the Chairman of the National Council for Road Safety Dr. Sisira Kodagoda as attribute appreciating his service bringing the honour to the school at national level and the special guest lecture of the function was conducted by the Chairman of the National Council for Road Safety Dr. Sisira Kodagoda.

Awareness program for school children –Colombo Ananda College

Establishment of solar illumination lamp postin front of the Borella Yasodara Balika College and create awareness among schoolchildren; exhibition of video tapes regarding accidents and distribution of leaflets in parallel with school vehicle regulatory programme were conducted at Yasodara Balika College on 08.06.2018 with the participation of students of some of the nearby schools.

Illuminative Solar lamp Post established in front of the Borella Yasodara Balika College

Awareness Programme for School children- Borella Yasodara Balika College

An educational exhibition on road safety was conducted at the Mathugama Kambhurawela Maha Vidyalaya for three days from 04.04.2018 to 06.04.2018, and it consisted of several programmes to improve knowledge of school children. Further, an awareness programme was conducted on 07.07.2018 along with the Moratuwa University to educate school students on road safety.

Students were educated on 13.09.2018 at the Kothalawala College in Kurunegala district and on 14.09.2018 at the Wellawa Centeral College, and there, videos on the accident were exhibited and leaflets were distributed. sign boards were fixed inside the schools.

Kothalawala college

Wellawa Central College

on 31.10.2018 at Wayamba Royal College

School students were educated on 31.10.2018 at the Wayamba Royal College in Kurunegala district,and videos on accidents were exhibited and leaflets were distributed. Site sign boards were fixed inside the school premises.

Wayamba Royal College in Kurunegala district

01.1.2 Create awareness among nursing students being trained at nursing schools.

Awareness programme on road safety was held on 12.07.2018at the Kandana nursing school.

Create awareness among students

Under the above programme, awareness programme on road safety was held at the Kaluthara nursing college on 03.12.2018 for nursing students train in nursing schools.

Kaluthara Nursing College

01.1.3 Create awareness among students get trained in teaching colleges.

An awareness programme was held on 21.07.2018 at the Maharagama Teacher Training College for students get trained in teacher training colleges. Rs.21,630 was spent by the National council for Road Safety for this purpose.

Awareness programme for students
teachers training college

01.1.4 Create awareness among drivers of Private institutes.

Programmes to educate drivers of the private institutes were held on three days 28.02.2018, 28.02.2018 and 09.03.2018 at Brandix institutes located at Meerigama, Katunayake and Awissawella with the intension of minimizing traffic accidents take place with their involvement.

Awareness Programme–Brandix institute – Awissawella and Katunayake

01.1.5 Create awareness among drivers of the state institutes.

A driver rehabilitation programme with the title of "Let us strengthen our minds so that the offense does not repeat itself" was held on 12.01.2018 at the SLTB head office located at Narahenpita in order to educate drivers of SLTB. Further, a programme to educate on road safety was held for drivers and officers of the Airport and Civil Aviation (Ltd) on 13.07.2018 under the patronage of the chairman of the National council for Road Safety.

Sri Lanka Transport Board - Narahenpita

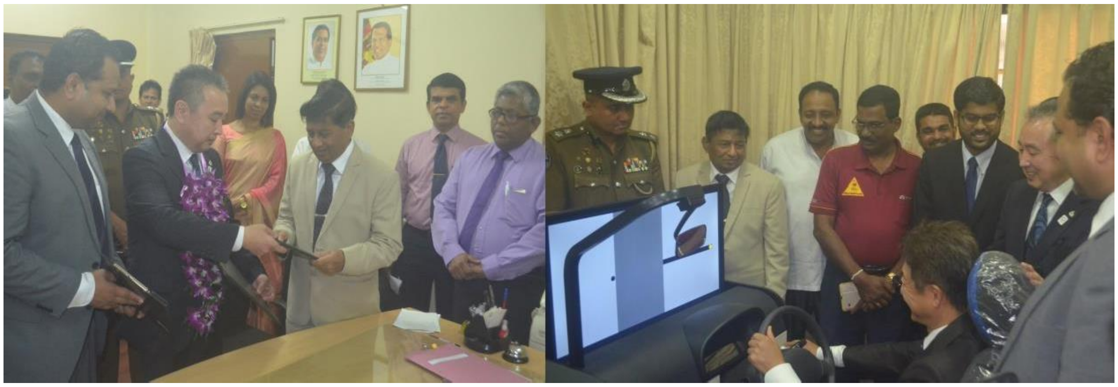
1.1.6.1 Create awareness among Three Wheeler and other new Driving license Applicants.

10 programmes were held by the National Council for Road Safety in year 2018 and Rs. 74,570.00 was spent for the same. Arrangements have been made to hold this awareness programme at Public Library Auditorium in Colombo on every Thursday.

Create awareness among three wheeler drivers – Colombo Public Library Auditorium

01.1.6.2 Establishment of Technical Driver Training Unit.

The launching of Rs. 150 lakhs worth unit with electric technical driver training machines ,given to the chairman of the National council for Roadsafety as a donation of NTK in Japan on 12.12.2018, was held at the Ministry of Transport and civil Aviation premises in Maradana under the patronage of the chairman of the same institute.



Establishment of Technical Driver Training Unit

01.1.7 National Programme to educate medical and nursing service officers of the Monaragala General Hospital.

National programme to educate medical and nursing officers of the Monaragala General Hospital was held on 09.01.2018 with the participation of employees including hospital director ,medical officers, nurses, ambulance drivers ,and reflective stickers were given to foot cyclists by the general hospital on the same day.

Life Saving Programme of Foot Cyclists was held at the Monaragala District Secretariat, and the programme was conducted to fix reflective stickers on foot cycles since foot cycle accidents are high in dark places. An amount of Rs. 25,160 was spent for this by the National council for Road Safety.

Awareness Programme for officers – Monaragala General Hospital

Under the national Programme, an exhibition stall was established at Monaragala Enterprises Sri Lanka exhibition on 29th, 30th ,31st August 2018 by the National council for Road Safety ,and there government officers, civil citizens and school students were educated on road safety. There, videos and leaflets on traffic accidents were distributed.

The inauguration programme of the district awareness programmes on road safety to be held in island wide in parallel with the Enterprise Sri Lanka national programme under the theme of “let's tire today and be happy on tomorrow.” was held at the Sanath Jayasuriya stadium on 29.09.2018 under the patronage of Hon. minister of Finance and Mass media Mr. Mangala Samaraweera and with the participation of Secretary of the ministry of Transport and civil Aviation Mr. G.S. Vithanage. There, following programmes were held.

- Award of scholarships to students disabled due to traffic accidents.
- Award of compensation for victims who were deceased and disabled due to hit and run accidents.
- Conductingself-employment training workshops for wives of the three wheeler drivers in order to improve the economic status of their families.
- Minimizing the issues that may be arisen by increasing the age of giving driving license up to 35 years in due course by strengthening the labour force through referring the unemployed youth to vocational training.

01.1.8 National Programme to educate for minimization of railway accidents.

Under the programme conducted in collaboration with Sri Lanka Railways to minimize railway commuters' accidents, awareness boards were fixed at Ragama, Moratuwa and Payagala railway stations on 02.04.2018 ,at Muththettugala railway station on 13.09.2018 and 26.06.2018, at Kurunegala Wellawa railway station on 14.09.2018 and at Matara railway station on 29.09.2018. Sponsorship institutes spent for them.

Fixing boards at Payagala Railway Station and Ragama Railway Station

Fixing boards at Wellawa Railway Station and Matara Railway Station

Under the aforesaid programme conducted in collaboration with Sri Lanka Railways to minimize railway commuters' accidents, awareness boards were fixed at Kandy railway station on 13.12.2018, at Higuraggoda railway station on 14.12.2018 and on the same day at Anuradhapura railway station. Sponsorship institutes spent for them.

Kandy Railway Station,Higuraggoda Railway Station and Anuradhapura Railway Station

01.1.9 Programmes to educate public commuters

An awareness programme to minimize the damages to people on both sides of the road when widening the main roads was conducted on 20.02.2018 at the Kasbewa Sambuddhaloka Temple and an awareness programme to create awareness on widening of Panadura - Kesbewa Road up to Expresswaywas conducted under the sponsorship of Maga Institute. Similarly, a similar awareness programme was conducted at the Maligagodella community hass in Malabe on 24.02.2018 with the sponsorship of Maga institute.

01.1.10 Training of three wheeler drivers suitable to improve tourism industry.

Training of ten thousand three wheeler drivers has been commenced on 10.03.2018 in collaboration with the ministry of Finance in order to provide a higher quality service for tourists.

Training of Three Wheeler Drivers suitable for Tourism Service.

01.1.11 Making the Three-wheeler Meter Compulsory

Informing the media regarding making three-wheeler meters compulsory was held on 20.04.2018 by the Chairman of the National Council for Road Safety at the Maradana ministry premises. Similarly, meter manufacturers and importers were educated about making meters compulsory on 26.04.2018 .

Creating awareness among media on making compulsory the three-wheeler meters

Creating awareness among meter manufacturers and importer institutes.

01.1.12 Discussions with Chinese representatives on fixing CCTV cameras.

A discussion was held with the Chinese representatives by the Chairman of the National Council for Road Safety on 02.05.2018 regarding fixing of CCTV cameras at accident prone areas.

Discussion with the Chinese representatives

01.1.13 Scholarly Conference Held with the Title of New Approach to the Road Safety.

Two committee meeting were held on 08.05.2018 and 09.05.2018 under the subject of “Confirmation of road safety through strengthening the law” and “Scientific management to minimize traffic congestion” respectively with the sponsorship contribution of World Health Organization ,and the main conference was held on 10.05.2018 and 11.05.2018 at the Kingsbury Hotel with the participation of national and international scholars. An amount of Rs. 61,460 was spent for this by the National Council for Road safety.

International Scholarly Conference - Kingsbury Hotel

01.1.14 Programme for Establishment of Road Safety

Establishment of Sabaragamuwa Provincial Road Safety Unit was held on 15.05.2018 under the patronage of Sabaragamuwa Provincial Governor Hon. Niluka Ekanayake and with the participation of officers of the provincial institutes relevant to the field including Provincial Chief Secretary.

Establishment of Eastern Provincial Road Safety Unit was held on 29.11.2018 under the patronage of Provincial Chief Secretary and with the participation of officials of the relevant provincial institutes.

Establishment of Sabaragamuwa Provincial Road Safety Unit and the EasternProvincial Road Safety Unit.

01.1.15. Compensation to the victims hit and run accidents.

This was held on 01.10.2018 at the auditorium of the ministry of Transport and Civil Aviation in Battaramulla ,and there, compensation were awarded for 12 victims under the patronage of Ministry of Transport and Civil Aviation Mr. Nimal Siripala De Silva.

Award of compensation to victims

Registered insurance companies which provide contribution to the Road Safety Fund

01. Amana Takaful Insurance	-	No.660 1/1 Galle Rd, Colombo 03
02. A llianz Insurance Company	-	No. 46, 10 Nawam Mawatha, Colombo 02
03. Ceylinco Insurance Company	-	3rd Floor, "Ceylinco House, 69 Janadhipathi Mawatha, Colombo 01.
04. Continental Insurance Company	-	79 Dr C.W.W Kannangara Mawatha, Colombo 07
05. Co-operative Insurance Company Limited	-	"Insurance House", No. 74/5, Grandpass Road, Colombo 14
06. HNB Insurance Ltd	-	No. 30, Sri Uththarananda Mawatha, colombo - 03.
07. Janashakthi Insurance Ltd.	-	No.675,Danister De Silva Mawatha,Colombo 09.
08. LOLC Insurance Ltd.	-	No.481,T.B. Jaya Mawatha, Colombo -10.
09. National Insurance Trust Fund	-	No. 97, Maradana Road Colombo -10.
10. Orient Insurance Company	-	No.79,C.W.W. Kannangara Mawatha Colombo 07.
11. Peoples Insurance Company	-	No. 53,Dharmapala Mawatha, Colombo - 03.
12. Sanasa Insurance Company Ltd.	-	No.340,2/1,R.A. De Mal Mawatha, Colombo-03.
13. Sri Lanka Insurance Company	-	No.21, Vauxhall Street ,Colombo -02.
14. Farefirst Insurance Company	-	Access Towers11,(14th Floor) No.278/4, Union Place, Colombo 02.

FINANCIAL STATEMENTS - 2018

NATIONAL CONCIL FOR ROAD SAFETY
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED DECEMBER 31.2018

	NOTES	2018 RS.	2017 RS.
INCOME			
CONTRIBUTION FROM INSURANCE COMPANIES	1	44,386,270.00	42,004,279.16
OTHER INCOME	2	21,624,586.14	20,771,325.01
TOTAL INCOME		**66,010,856.14**	**62,775,604.17**
LESS – EXPENES	4	14,004,318.81	17,815,890.94
EXCESS OF INCOME OVER EXPENDITURE		**52, 006,537.33**	**44,959,713.23**

STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31.2018

	NOTES	2018 RS	2017 RS
ASSETS			
NON CURRENT ASSETS			
PROPERTY, PLANT & EQUIPMENT	5	1,819,786.25	2,238,070.00
TOTAL NON CURRENT ASSETES		**1,819,786.25**	**2,238,070.00**
FIXED DEPOSITS		84,000,000.00	14,000,000.00
TREASURY BILLS	3	235,548,983.16	216,417,298.79
CURRENT ASSETS			
RECEIVABLE FROM INSURANCE COMPANIES		3,397,889.23	3,308,522.48
RECEIVABLE FROM F D INTEREST		140,972.60	104,856.16
UN SETTLED ADVANCE			
CASH AT BANK	6	31,818,550.63	69,035,765.37
TOTAL CURRENT ASSETS		**354,906,395.62**	**302,866,442.80**
LESS- CURRENT LIABILITIES			
AUDIT FEES PAYABLE		171,130.00	104,000.00
		171,130.00	104,000.00
TOTAL ASSETS		**356,555,051.87**	**305,000,512.80**
NATIONAL CONCIL FOR ROAD SAFETY FUND A/C			
FUND ACCOUNT BALANCE B/F		304,548,514.54	260,040,799.57
EXESS OF INCOME OVER EXPENDITURE		52,006,537.33	44,959,713.23
TOTAL FUNDING		**356,555,051.87**	**305,000,512.80**

THE SIGNIFICANT ACCOUNTING POLICIES AND THE NOTES FROM PAGE 5 TO FROM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

CERTIFICATION

WE CERTIFY THAT THE ABOVE FINANCIAL STATEMENTS GIVE A TRUE AND FAIR VIEW OF AFFAIRS AS AT DECEMBER 31.2017 AND ITS SURPLUS/(DEFICIT) FOR THE YEAR ENDED DECEMBER 31.2017
THE COUNCIL IS RESPONSIBLE FOR THE PREPARATION AND PRESENTION OF THESE FINANCIAL STATEMENTS. THESE FINANCIAL STATEMENTS WERE APPROVED BY THE COUNCIL AND SIGNED ON THEIR BEHALF

ACCOUNTANT
NATIONAL COUNCIL FOR ROAD SAFETY

M. U. S. Priyadarshana
Accountant
Ministry of Transport & Civil Aviation
7th Floor Sethsiripaya (Phase II)
BATTARAMULLA

Eng. J. A. S. Jayawardana
(MASME, MIMI.MIRTE,AMIB,AMSOE,MPM
Pg. Dip. Mech. Eng)
Assistant Commissioner (Tech)
Dept. of Motor Traffic
Colombo 05.

CHAIRMAN
NATIONAL COUNCIL FOR ROAD SAFETY

Dr. S. Kodagoda
Chairman N C R S
Ministry of Transport and Civil Aviation
D R. Wijewardena Mawatha
Colombo 10

2019/5/8

N. V. N. D. Jayawardena
Senior Assistant Secretary (Institute Admin)
Ministry of Transport & Civil Aviation
7th Floor, Sethsiripaya (Stage II)
Battaramulla.

NATIONAL COUNCIL FOR ROAD SAFETY
INDIRECT METHOD CASH FLOW STATEMENT
FOR YEAR ENDED 31 DECEMBER 2018

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIS	RS	RS
PROFIT BEFORE TAXTATION	52,006,537.33	44,959,713.23
ADJUSTMENTS FOR		
PRIOR YEAR ADJUSTMENTS (NET)	(451,998,26)	
DEPRECIATION	418,283.75	316,075.58
	51,972,822.82	45,275,788.81
INCREASE IN TRADE AND OTHER RECEIVANLES	(125,483.19)	3,103.38
DECREASE IN TRADE PAYANLES	67,130.00	52,000.00
CAHS GENERATED FROM OPERATIONS	51,914,469.63	45,330,892.19
NET CASHF ROM OPERATING ACTIVITIES	51,914,469.63	45,330,892.19
NET CASH FROM INVESTING ACTIVITIES		
ACQUISITION OF SUBSIDIARY X NET OF CASH ACQUIRED		
PURCHASE OF PROPERTY PLANT AND EQUIPMENT		(658,900.00)
PROCEEDS FROM SALE OF EQUIPMENT		
INTEREST RECEIVED	(19,131,684.37)	(19,161,899.28)
NET CASH USED IN INVESTING ACTIVITIES	(89,131,684.37)	(19,820,799.28)
CASH FLOWS FROM FINANCING ACTIVITIES		
PROCEEDS FROM ISSURE OF SHARE CAPITAL	-	-
PROCEEDS FROM LONG TERM BORROWINGS	-	-
PAMENT OF FINANCE LEASE LIABILITIES	-	-
DIVIDENDS PAID	-	-
NET CASH USED IN FINANCE ACTIVITIES	-	-
NET INCREASE IN CASH AND CASH EQUIPMENT	**(37,217,214.74)**	**25,510,092.91**
CASH AND CASH EQUIPMENTS AT BEGINNING OF PERIOD	**69,035,765.37**	**43,525,672.46**
CASH AND CASH EQUIPMENTS AT END OF PERIOD	**31,818,550.63**	**69,035,765.37**

NATIONAL COUNCIL FOR ROAD SAFETY
STATEMENTOF CHANGES IN EQUITY AS AT 31.12.2018

	FUND A/C RS.	TOTAL RS.
BALANCE AS AT 01/01/2017	260,040,799.57	260,040,799.57
EXCESS OF INCOME OVER EXPENDITURE	44,959,713.23	44,959,713.23
BALANCE AS AT 01/01/2016	305,000,512.80	305,000,512.80
PRIOR YEAR ADJUSTMENT		
FUND A/C	305,000,512.80	305,000,512.80
TREASURY BILLS	(463,648.94)	(463,648.94)
F D WHT	11,650.68	11,650.68
EXCESS OF INCOME OVER EXPENDITURE	52,006,537.33	52,006,537.33
BALANCE AS AT 31.12.2018	356,555,051.87	356,555,051.87

NATIONAL COUNCIL FOR ROAD SAFETY

NOTES TO THE FINANCIL STATEMNTS

FOR THE YEAR ENDED 31 ST DECEMBER 2018

01 CORPORATE INFORMATION

1.1 GENERAL

THE COUNCIL IS A STATUTORY BODY UNER MINISTRY OF TRANSPORT & CIVIL AVIATION WAS ETABLISHED BY THE MOTOR TRAFFIC (AMENDMENT) ACT NO 5 OF 1998, ADDITIONAL NEW SECTIONS 213 9(A) 213 (BO WAS INTRODUCE BY REGULATION TO MAKE COUNCIL FUNCTIONS THE REGISTERED OFFICE OF THE COUNCIL IS LOCATED IN THE MINISTRY OF TRANSPORT & CIVIL AVIATION BUILDING AT NO 01,D R WIJEWARDANA MAWATHE, COLOMBO 10.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICES

2.1 GENERAL ACCOUNTING POLICES

2.1.1 BASIS OF PREPARATION

THESE FINANCIAL STATEMENT PRESENTED IN SRI LANKA RUPEES HAVE BEEN PREPARED UNDER THE HISTORICAL COST BASIS IN ACCORDANCE WITH SRI LANKA PUBLIC ECTOR ACCOUNTING STANDARDRDS AND THE STANDARDS LAID DOWN BY THE INSTITUTE OF CHARTERED ACCOUNTANTS OF SRI LANKA.

2.1.2STATEMENT OF COMPLIANCE

STATEMENT OF FINANCIAL POSITION, STATEMENT OF FINANCIAL PERFORMANCE, CHANGES IN EQUITY AND CASH FLOWS TOGETHER WITH ACCOUNTING POLICIES AND NITES (FINANCIAL STATEMENT) OF THE COUNCIL AS AT 31 ST DECEMBER 2017 AND FOR THE YEAR THEN ENDED, COMPLY WITH SRI LANKA PUBLIC SECTOR ACCOUNTING STANDARDS.

2.2 ASSETS& BASES OF THEIR VALIVATION

2.2.1 PROPERTY, PLANT EQUIPMENT

(a) PROPERTY PLANT & EQUIPMENT ARE RECORDED AT COST LESS ACCUMULATED DEPRECIATION

(b) DEPRECIATION

PROVISION FOR DEPRECIATION IS CALCULATED BY USING STRAIGHT LINE BASIS. THIS POLICY HAS BEEN APPLIED ,OVER THE EFFECTIVE LIFE PERIOD OF THE ASSET, ON THE DATE OF PURCHASED PROPORTIONATELY.

THE PRINCIPAL ANNUAL RATES USED AS FOLLOWS

1.	COMPUTER/ MACHINERY & OTHER EQUIPMENT	-	25%
2.	FURNITURE AND FITTINGS	-	10%
3.	BUILDING & STRUCTURES	-	12.5%

SOME ADDITION AND NO DISPOSAL MADE FOR THE FIXED ASSETS DURING THE YEAR UNDER REVIEW.

REVALIVATION MADE FOR THE FIXED ASSETS END OF THE YEAR

2.3 INVESTMENTS

CONTRIBUTIONS TO THE ROAD SAFETY FUND ARE RECEIVED FROM INSURANCE COMPANIES ON THE MONTHLY BASIS AND ADDITIONAL FUNDS ARE INVESTED INTREASURY BILLS & FIXED DEPOSITS AT BANK OF CEYLON.

(a) CURRENT INVESTMENTS

CURRNT INVESTMENTS ARE STATED AT COST PROVISION HAS NOT BEEN MADE FOR FALL IN VALUE AND INTEREST INCOME FROM TREASURY BILLS ARE CAPITALIZED AT MATURITY.

2.4 **LIABILITIES & PROVISIONS**

LIABILITIES STATED UNDER CURRENT LIBILITIES IS THE STATEMENT OF FINANCIAL POSITION ARE THOSE EXPECTED TO FALL DUE WITH IN ONE YEAR FROM THE FINANCIAL POSITION DATE.

2.4.1 OTHER PAYABLES

CREDITORS AND OTHER OAYABLES ARE STATED AT THEIR BOOK VALUES

2.4.2 PROVISINS

PROVISINS ARE RECOGNIZED WHEN THE COUNCIL HAS A PRESENT OBILIGATION AS A RESULT OF A PAST EVENT . WHERE IT IS PROBANLE THAT AN OUT FLOW OF RESOURCESEMBODYING ECONOMIC BENEFITS WILL BE REQUIRED TO SETTLE THE OBLIGATION AND A RELIABLE ESTIMATE CAN BE MADE OF THE AMOUNT OF THE OBILIGATION

2.5 REVENUE ROAD SAFETY FUND

SIXTEEN REGISTERED INSURANCE COMPANIES COUNTRIBUTE 1% OF ALL THIRD PARTY INSURANCE PREMIUMS FROM THEIR INSURANCE POLICIES . THEY SHOULD PAY THEIR MOUNTHLY COUNTRIBUTION BEFORE THE 15 TH OF FOLLOWING MOUNTH.

2.6 STAFF

THE NATIOAL ROAD SAFETY SECRETARIAT IS THE IMPLEMENTING ARM OF THE NATIONAL COUNCIL FOR ROAD SAFETY . A COORDINATOR HAS BEEN APPOINTED WITH COUNCIL APPROVAL ON A CONTRACT BASIS HIS ALLOWNNCE IS PAID FROM THE NCRS FUNDS. THE OTHER SUPPORTING STAFF OF AN ACCOUNTANT, ENGLISH STENOGRAPHERS, HAS BEEN TRANSFERRED TO THE ROAD SAFETY SECRETARIAT FROM THE MINISTRY OF TRANSPORT & CIVIL AVIATION. THE MINISTRY STAFF IS PAID THEIR SALARIES BY THE MINISTRY OF TRANSPORT & CIVIL AVIATION.

NOTE – 01

NATIONAL COUNCIL FOR ROAD SAFETY

CONTRIBUTION RECEIVED FROM INSURANCE COMPANIES

NAME OF **INSURANCE**	JUN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
HNB GENERAL INSURANCE LTD	75,025.00	69,725.00	78,660.00	95,880.00	66,570.00	84,160.00	81,875.00	86,800.00	93,040.00	71,610.00	81,120.00	75,890.00	960,355.00
AMANA TAKAFUL LTD	127,571.25	139,895.61	146,357.47	160,340.30	117,117.66	126,834.43	170,862.15	180,217.42	174,322,.45	158,919.06	175,616.36	159,414.48	1,837,468.64
CEYLINCO GENERAL INSURANCE	396,594.00	414,631.00	386,156.00	441,689.37	405,445.00	397,210.00	406,884.81	451,724.75	445,369.67	386,870.04	406,178.70	385,754.22	4,924,507.56
JANASHKTHI GENERAL INSURANCE CO LTD	343,950.00	329,770.00	319,515.00	395,702.00	273,655.00	271,628.00	262,250.00	264,208.00	264,085.00	-	-	-	2,724,763.00
CO-OPERATIVE NSURANCE CO LTD	242,046.87	263,035.31	242,720.15	267,370.92	241,923.78	244,515.53	246,827.71	285,570.81	292,582.96	261,306.60	290,426.08	287,658.63	3,165,985.35
ORIENT INSURANCE LTD	57,690.00	83,145.00	87,125.00	87,275.00	72,005.00	78,795.00	69,025.00	91,125.00	90,920.00	81,435.00	102,270.00	86,320.00	987,130.00
SEMASAHITHA SANASA RAKSHANA CO LTD	53,549.52	66,127.10	61,895.21	69,631.43	66,041.36	67,953.18	62,912.44	72,279.78	75,725.36	77,702.17	86,710.12	83,158.07	843,685.74
ALLIANZ INSURANCE LANKA LTD	72,050.00	79,565.00	82,395.00	84,575.00	77,910.00	79,790.00	84,035.00	90,135.00	70,195.00	314,523.00	362,118.00	318,855.00	1,716,216.00
SRI LANKA INSURANCE CO LTD	867,541.38	859,123.13	859,386.15	937,406.15	813,422.72	918,874.03	844,658.65	973,223.26	949,987.31	883,569.25	926,016.39	859,411.51	10,692,619.93
PEOPLE'S INSURANCE PLC	135,235.91	133,108.44	121,375.91	145,953.53	116,464.89	123,987.00	140,225.01	152,852.61	163,529.64	166,464.54	161,230.28	154,865.05	1,715,292.78
COTINENTAL INSURANCE LANKA LTD	101,879.00	99,993.75	113,938.00	139,093.00	106,448.00	113,882.00	110,692.00	122,918.00	122,,236.00	115,372.00	122,569.00	107,341.00	1,376,400.75
LOLC GENERAL NSURANCE CO LTD	84,865.00	360,150.00	244,450.00	234,495.00	231,770.00	257,975.00	273,465.00	278,795.00	276,440.00	267,335.00	300,890.00	254,185.00	3,064,815.00
NATIONAL NSURANCE TRUST FUND	42,359.55	35,891.40	87,111.75	67,824.15	23,792.40	26,300.85	17,665.30	19,376.75	19,232.25	15,481.65	22,885.05	27,267.40	405,188.50
FAIRFIRST TNSURANCE LTD	708,165.00	661,790.00	715,235.00	891,970.00	702,325.00	906,850.00	797,785.00	858,370.00	941,865.00	886,880.00	966,575.00	844,665.00	9,882,475.00
TOTAL	**3,308,522.48**	**3,595,950.74**	**3,546,320.64**	**4,019,204.85**	**3,314,930.78**	**3,698,755.02**	**3,569,163.07**	**3,927,596.38**	**3,979,530.64**	**3,687,468.31**	**4,004,674.98**	**3,644,785.36**	**44,296,903.25**

INSURANCE CONTRIBUTION FOR THE YEAR 2018

	2018 RS	2017 RS
INSURANCE RECEIPTS DURING YEAR	44,296,903.25	41,958,494.59
AD		
RECEVAB1LE INSURANCE AS AT 31.12.2018	3,397,889.23	3,308,522.48
	47,694,792.48	45,267,017,.07
LESS		
RECEVABLE INSURANCE AS 31.12.20167	3,308,522.48	3,262,737.91
	44,386,270.00	**42,004,279.16 .16**

NOTE 02

OTHER INCOME

	2018	2017
	RS	RS
TREASURY BILL INSURANCE	19,595,333.31	19,161,899.28
FIXED DEPOSIT INSURANCE	2,029,240.84	1,405,613.70
TREASURY BILL ADJUST INCOME	11.99 4.03	4.03
OTHERS INCOME		203,808.00
	21,624,586.14	20,771,325.01

NOTE -05

TREASURY NILL INTEREST

DESCRIPTION (BILL NO)	1 RS	2 RS	3 RS	4 RS	5 RS	5A RS	6 RS	7 RS	8 RS	9 RS	10 RS	11 RS	12 RS	TOTAL RS
OPENING BALANCE AS AT 01/01/2018	9,803,190.17	33,524,056.70	5,869,827.35	8,618,790.30	15,150,884.90	620,265.02	23,574,260.27	11,245,210.10	7,483,956.19	76,974,335.43	23,552,522.36			173,090,051.92
DURING THE YEAR														
INTEREST FOR THE YEAR 2018	830,516.03	2,916,040.67	497,285.40	731,761.23	1,455,314.79	59,716.79	2,073,399.98	925,821.64	680,308.79	7,342,918.45	2,073,210.05	5,697.96	3,341.56	19,595,333.31
WITHDRAWALS														
BALANCE AS AT 31/12/2018	10,633,706.20	36,440,097.37	6,367,112.75	9,350,551.53,	16,606,199.69	679,981.78	25,647,660.25	12,171,031.74	8,164,264.98	84,317,253.88	25,625,732.41	5,697.96	3,341.56	192,685,385.23
ROUND UP	(2.99)	(0.79)	(2.01)	(3.11)	(0.94)	(0.10)			(1.18)	(0.41)		(0.3685)	(0.11)	(11.99)
														192,685.373.24

BILL NO	INTEREST
1	830,516.03
2	2,916,040.67
3	497,285.40
4	731,761.23
5	1,455,314.79
5	59,716.76
6	2,073,399.98
7	925,821.64
8	680,308.79
9	7,342,918.45
10	2,073,210.05
11	5,697.96
12	3,341.56
TOTAL	19,595,333.31

NOTE – 04

EXPENCES

	2018 RS	2017 RS
ALLOWANCES	1,977,450.24	1,877,239.56
FUEL FOR VEHI	649,104.76	607,250.62
COUNCIL MEMBERS	74,5000.00	78,000.00
COMPONSATION (HIT& RUN)	5,200,000.00	8,200,000.00
REPAIR & MAINTANANCE	1,452,571.39	792,406.45
VEHICLE MAINTANANCE	1,232,884.50	427,900.90
STATIONERY EXPENCES	354,246.64	330,739.62
TELEPHONE CHARGES	152,504.40	160,256.31
NEWS PAPER	108,800.00	115,970.00
PRINTING & TRANSLATION	178,103.50	113,713.84
OT CHARGES	248,304.96	273,243.57
ADVERTISING & PUBLICITY	619,097.00	4,100,829.00
REFRESHMENT OF MEETING	322,963.81	243,154.81
AUDIT FEES	52,000.00	238,260.00
TRAVELLING EXPENCES	118,793.25	82,007.50
SUNDRY EXPENSES	21,518.00	2,350.00
DEPRECIATION	418,283.75	316,075.58
ACCOMADATION	78,680.00	30,600.00
POSTAGE	2,422.00	502.50
F D INTEREST W H T	7,419.61	11,650.68
CLEARING CHARGES	521,011.00	-
INCOME TAX	14,400.00	-
STAFF TRANING	13,000.00	-
	14,004,318. 81	**15,331,400.76**

NOTE -05
PROPERTY ,PLANT & EQUIPMENT

	COMPUTER P C	LAPTOPS	PHOTO COPY MAHING	COMPUTER PRINTER	FAX MACHINE	FURNITURE & FITTINGS	AIR CONDITIONR	DVD PLAYER	LCD TV 42	STILL CAMERA	VOICE RECORDER	MULTIMEDIL SCREEN	WIRE CODE	HITE BOARD
COST	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS
BALANCEAS AT 01/01/2017	545,100.00	168,400.00	75,000.00	41,300.00	24,400.00	641,500.00	139,800.00	4,100.00	62,000.00	100,000.00	8,200.00	8,000.00	1,400.00	6,000.00
DURING THE YEAR														
ADDITION														
DISPOSALS														
BALANCE AS AT 31.12.2018	545,100.00	168,400.00	75,000.00	41,300.00	24,400.00	641,500.00	139,800.00	4,100.00	62,000.00	100,000.00	8,200.00	8,000.00	1,400.00	6,000.00
ACCUMULATED DEPRICIATION														
BALANCEAS AT 01/01/2018	-	-	-	-	-	-	-	-	-	-	-	-	-	-
CHARGE FOR THE YEAR	136,275.00	42,100.00	9,375.00	5,162.50	3,050.00	128,300.00	17,475.00	512.50	7,750.00	12,500.00	1,025.00	1,000.00	1,400.00	750.00
BALANCE AS AT 31.12.2018	136,275.00	42,100.00	9,375.00	5,162.50	3,050.00	128,300.00	17,475.00	512.50	7,750.00	12,500.00	1,025.00	1,000.00	1,400.00	750.00
NET BOOK VALUE														
AS AT 31/12/2017	-	-	-	-	-	-	-	-	-	-	-	-	-	-
AS AT 31/12/2018	408,825.00	126,300.00	65,625.00	36,137.50	21,350.00	513,200.00	122,325.00	3,587.50	54,250.00	87,500.00	7,175.00	7,000.00	-	5,250.00

NOTE -05
PROPERTY ,PLANT& EQUIPMENT

	MULTIMEDIA PROJECTOR	INTERCOM	OVER HEAD PROJEC	OTHERS	TOTAL
COST	RS	RS	RS	RS	RS
BALANCEAS AT 01/01/2017	35,000.00	25,250.00,	320,000.00	8,120.00	2,238,070.00
DURING THE YEAR					
ADDITION					
DISPOSALS					
BALANCE AS AT 31.12.2018	35,000.00	25,250.00,	320,000.00	8,120.00	2,238,070.00
ACCUMULATED DEPRICIATION					
BALANCEAS AT 01/01/2018	-	-	-	-	-
CHARGE FOR THE YEAR	4,375.00	3,156.25	40,000.00	,1,015.00	418,283.75
BALANCE AS AT 31.12.2018	4,375.00	3,156.25	40,000.00	,1,015.00	418,283.75
NET BOOK VALUE					
AS AT 31/12/2017	-	-	-	-	-
AS AT 31/12/2018	30,625.00	22,093.75	280,000.00	7,105.00	1,819,786.25

NOTE -06

	2018	2017
CASH AT BANK	**RS**	**RS**
ACCOUNT NO 23276666605	31,818,550.63	69,035,765.37

TRIAL BALANCE AS AT 31 ST DECEMBER 2017 (ADJUSTED)

	DEBIT	CREDIT
ASSETES		
COMPUTER (ACCECSSARIES)	545,100.00	
LAPTOPS	168,400.00	
PHOTO COPY MACHINE	75,000.00	
PRINTERS	41,300.00	
FAX MACHINE	24,400.00	
FURNITURE & FITTINGS	641,500.00	
AIR CONDITIONER	139,800.00	
DVD PLAYER	4,100.00	
42 LED T V	62,000.00	
STILL CAMARA	100,000.00	
VOICE CODE	8,200.00	
MULTIMEDIA SCREEN	8,000.00	
WIRE CODE	1,400.00	
WHITE BOARD	6,000.00	
SCANERS	24,500.00	
MULTIMEDIA PROJECTOR	35,000.00	
INTERCOM	25,250.00	
OTHERS	8,120.00	
OVER HEAD PROJECTOR	320,000.00	
ACCUMILATED DEPRECIATION		
COMPUTER (ACCECSSARIES		136,275.00
LAPTOPS		42,100.00
PHOTO COPY MACHINE		9,375.00
PRINTERS		5,162.50
FAX MACHINE		3,050.00
FURNITURE & FITTINGS		128,300.00
AIR CONDITIONER		17,475.00
DVD PLAYER		512.50
42 LED T V		7,750.00
STILL CAMARA		12,500.00
VOICE CODE		1,025.00
MULTIMEDIA SCREEN		1,000.00
WIRE CODE		1,400.00
WHITE BOARD		750.00
SCANERS		3,062.50
MULTIMEDIA PROJECTOR		4,375.00
INTERCOM		3,156.25
OTHERS		1,015.00
OVER HEAD PROJECTOR		40,000.00
FIXED DEPOSITS	84,000,000.00	
TREASURY BILLS ADJUSTED INCOME A/C		11.99
TREASURY BILLS	235,548,983.16	
TREASURY BILLS INTEREST A/C		19,595,333.31
RECEIVABLE FROM INSURURANCE COMPANY	3,97,889.23	
FUND A/C		304,548,514.54
CONTRIBUTION FROM INSURANCE COMPANY		44,386,270.00
F D INTEREST A/C		2,029,240.84
F D INTEREST RECEIVEABLE A/C	140,972.60	
AUDITFEES PAYABLE		171,130.00
FUEL FOR VEHICLE	649,104.76	
COUNCIL CONSULTATION FEES	74,500.00	
COUNCIL MEMBERS ALLOWANCES	1,977,450.24	
COMPONSATION	5,200,000.00	
REPAIR & MAINTANCE	1,452,571.39	
VEHICLE MAINTANACES	1,232,884.50	
DEPRECIATION	418,283.75	
STATIONERY EXPENCES	354,246.64	
TELEPHONE CHARGES	152,504.40	
NEWS PAPERS	108,800.00	
PRINTING & TRANSLATION	178,103.50	
O T CHARGES	248,304.96	
ADVERTISING & PUBLICITY	619,097.00	
REFRESHMENT OF MEETING	322,963.81	
TRAVELLING EXPENCES	118,793.25	
SUNDRY EXPENSES	21,518.00	
BANK BALANCE3	31,818,550.63	
ACCOMADATION	78,680.00	
POSTAGE	2,422.00	
STAFF TRAINING	13,000.00	
INCOME TAX	14,400.00	
CLEARING CHARGES	521,011.00	
F D INTEREST W H T A/C	7,419.61	
AUDIT FEES A/C	238,260.00	
	371,148,784.43	**371,148,784.43**

JOURNAL ENTRIE -2018

J1	F D INTEREST A/C (DR)	104,856.16	
	F D INTEREST RECEIVEABLE A/C		104,856.16
	(BEING ADJUSTMENT MADE FOR THE LAST YEAR		
	F D INTEREST RECEIVEABLE A/C)		
J2	TREASURY BILL A/C (DR)	19,595,345.30	
	TREASURY BILL ADJUSTED INCOME A/C		11.99
	TREASURY BILL INTEREST A/C		19,595,345.30
	(BEING CAPITALAZED OF TREASURY BILL INTEREST		
	FOR THE YEAR ENDED 31.12.2018)		
J3	CONTRIBUTION FROM INSURANCE OMPANIES (DR)	3,308,522.48	
	RECEIVABLES FROM INSURANCE OMPANIES		3,308,522.48
	(BEING ADJUSTMENT MADE FOR THE LAST YEAR		
	RECEIVABLES FROM INSURANCE OMPANIES)		
J4	RECEIVABLES FROM INSURANCE OMPANIES (DR)	3,397,889.23	
	CONTRIBUTION FROM INSURANCE OMPANIES		3,397,889.23
	(BEING ADJUSTMENT MADE FOR THE RECEIVABLES FROM		
	INSURANCE OMPANIES FOR THE LAST YEAR ENDED		
	31.12.2018		
J5	F D INTEREST TRECEIVABLE A/C	140,972.60	
	F D INTEREST W H T A/C	7,419.61	
	F D INTEREST A/C		148,392.21
	(BEING ADJUSTMENT MADE FOR THE RECEIVABLES F D		
	INTEREST FOR THE YEAR ENDED 31.12.2018)		
J6	AUDIT FEES A/C	67,130.00	
	AUDIT FEES PAYABLE A/C		67,130.00
J7	FUND A/C (DR)	463,648.94	
	TREASURY BILL A/C		463,648.94
	(CORRECTION OF OVER ALLOCATION OF RS 463,648.94		
	FROM TREASURY BILL OPENING BALANCE FOR YEAR 2017)		

J8	F D INTEREST A/C (DR)	11,650.68	
	FUND A/C		11,650.68
	(CORRECTION OF ADJUSTMET OF F DW.H.T.		
	FOR YEAR 2017)		
	DEPRECIATION (DR)	418,283.75	
	PROVISION FOR DEPRECIATION		
J9	COMPUTER		136,275.00
	LAPTOPS		42,100.00
	PHOTO COPY MAHING		9,375.00
	PRINTER		5,162.50
	FAX MACHINE		3,050.00
	FURNITURE & FITTINGS		128,300.00
	AIR CONDITIONR		17,475.00
	DVD PLAYER		512.50
	42 LCD TV		7,750.00
	MULTMEDIA SCREEN		1,000.00
	STILL CAMERA		12,500.00
	VOICE RECORDER		1,025.00
	WIRE CODE		1,400.00
	WHITE BOARD		750.00
	SCARNERS		3,062.50
	MULTMEDIA PROJECTORS		4,375.00
	INTERCOM		3,156.25
	OVERHEAD PROJECTORS		40,000.00
	OTHERS		1,015.00
	(BEING PROVISION MADE FOR THE DEPRECIATION		
	ADJUSTMENT FOR THE YEAR ENDED 31.12.2018)		

DEPRECIATION

PROPERTY ,PLANT& EQUIPMENT

	COMPUTER PC	LAPTOPS	PHOTO COPY MAHING	COMPUTER PRINTER	FAX MACHINE	FURNITURE & FITTINGS	AIR CONDITIONR	DVD PLAYER	LCD TV 42	STILL CAMERA	VOICE RECORDER
COST	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS
BALANCE AS AT 01/01/2018	545,100.00	168,400.00	75,000.00	41,300.00	24,400.00	641,500.00	139,800.00	4,100.00	62,000.00	100,000.00	8,200.00
DEPRECIATION											
PRASENTAGE	25%	25%	12.5%	12.5%	12.5%	20%	12.5%	12.5%	12.5%	12.5%	12.5%
DEPRECIATION (YEAR 1ST)	136,275.00	42,100.00	9,375.00	5,162.50	3,050.00	128,300.00	17,475.00	512.50	7,750.00	12,500.00	1,025.00

	MULTMEDIA SCREEN	WTRE CODE	WHITE BOARDS	SCNER	MULTIMEDIA PROJECTOR	INTERCOM	OVERHEAD PROJECTOR	OTHERS	TOTAL
COST									
AT 01/01/2018	8,000.00	1,400.00	6,000.00	24,500.00	35,000.00	25,250.00	320,000.00	8,120.00	2,238,070.00
DEPRECIATION									
PRASENTAGE	12.5%	100%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	
DEPRECIATION (YEAR 1ST)	1,000.00	1,400.00	750.00	3,062.50	4,375.00	3,156.25	40,000.00	1,015.00	418,283.75

TRIAL BALANCE AS AT 31 ST DECEMBER 2018 (ADJUSTED)

	DEBIT	CREDIT
ASSETES		
COMPUTER (ACCECSSARIES)	545,100.00	
LAPTOPS	168,400.00	
PHOTO COPY MACHINE	75,000.00	
PRINTERS	41,300.00	
FAX MACHINE	24,400.00	
FURNITURE & FITTINGS	641,500.00	
AIR CONDITIONER	139,800.00	
DVD PLAYER	4,100.00	
42 LED T V	62,000.00	
STILL CAMARA	100,000.00	
VOICE RECORDER	8,200.00	
MULTIMEDIA SCREEN	8,000.00	
WIRE CODE	1,400.00	
WHITE BOARD	6,000.00	
SCANERS	24,500.00	
MULTIMEDIA PROJECTOR	35,000.00	
INTERCOM	25,250.00	
OTHERS	8,120.00	
OVER HEAD PROJECTOR	320,000.00	
ACCUMILATED DEPRECIATION		
COMPUTER (ACCECSSARIES)		
LAPTOPS		
PHOTO COPY MACHINE		
PRINTERS		
FAX MACHINE		
FURNITURE & FITTINGS		
AIR CONDITIONER		
MOBILE PHONE		
DVD PLAYER		
42 LED T V		
BUILDING & STRUCTURES		
STILL CAMARA		
VOICE RECORDER		
OVER HEAD PROJECTOR		
FIXED DEPOSITS	84,000,000.00	
TREASURY BILLS ADJUSTED INCOME A/C		11.99
TREASURY BILLS	216,417,298.79	
RECEIVABLE FROM INSURURANCE COMPANY	3,308,522.48	
FUND A/C		305,000,512.80
CONTRIBUTION FROM INSURANCE COMPANY		44,296,903.25
F D INTEREST A/C		1,997,355.47
F D INTEREST RECEVABLE A/C	104,856.16	
AUDIT FEES PAYABLE		
FUEL FOR VEHICLE	649,104.76	
COUNCIL CONSULTATION FEES	74,500.00	
COUNCIL MEMBERS ALLOWANCES	1,977,450.24	
COMPONSATION	5,200,000.00	
REPAIR & MAINTANCE	1,452,571.39	
VEHICLE MAINTANACES	1,232,884.50	
STATIONERY EXPENCES	354,246.64	
TELEPHONE CHARGES	152,504.40	
NEWS PAPERS	108,800.00	
PRINTING & TRANSLATION	178,103.50	
O T CHARGES	248,304.96	
ADVERTISING & PUBLICITY	619,097.00	
REFRESHMENT OF MEETING	322,963.81	
TRAVELLING EXPENCES	118,793.25	
SUNDRY EXPENSES	21,518.00	
BANK BALANCE	31,818,550.63	
ACCOMADATION	78,680.00	
POSTAGE	2,422.00	
STAFF TRAINING	13,000.00	
INCOME TAX	14,400.00	
CLEARING EXPENSES	521,011.00	
AUDIT FEES	171,130.00	
	351,398,783.51	**351,398,783.51**

Audit Query of Auditor General - 2018

The Chairman,

National Council for Road Safety

Report of the Auditor General on the financial statements and other legal & regulatory requirements of the National Council for Road Safety for the year ended 31 December 2018 in terms of Section 12 of the National Audit Act, No. 19 of 2018.

1. Financial Statements

1.1 Qualified Opinion

The audit of financial statements of the National Council for Road Safety for the year ended 31 December 2018 comprising the statement of financial position as at 31 December 2018 and the statement of comprehensive income, statement of changes in equity, and the 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 the Finance Act, No. 38 of 1971. My comments and observations which I consider should be tabled in Parliament appear in this report. My report will be tabled in Parliament in due course in terms of Article 154(6) of the Constitution.

In my opinion, except for the effects of the matters described in the section of Basis for Qualified Opinion of this report, the financial statements of the Council give a true and fair view of the financial position of the Council as at 31 December 2018, and of its financial performance and its cash flows for the year then ended in accordance with the Sri Lanka Public Sector Accounting Standards.

1.2 Basis for Qualified Opinion
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a) Although, in accordance with Clause 57 of the Sri Lanka Public Sector Accounting Standards and the accounting policy of the Council, the non-current assets should be depreciated from the date onwards which such assets can be used, driving training equipment worth Rs. 15,000,000 donated by the Government of Japan on 12th of December. 2018 had not been recorded in accounts under fixed assets and a depreciation value of Rs. 97,603 related to the same had not been recorded in accounts.

b) Action had not been taken to retrospectively adjust the Interest income amounting to Rs. 4,128,270 received on treasury bills in respect of the previous year, to the previous year's surplus, but had been recorded as an income of the year under review, and therefore, the surplus related to the year under review had been overstated by that amount.
c) Treasury bills amounting to a face value of Rs. 104,742 had not been recorded in accounts.

I conducted my audit in accordance with Sri Lanka Auditing Standards (SLAuSs). My responsibilities, under those audit 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 opinion.

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

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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 determines 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 Council'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 intend to liquidate the Council or to cease operations, or has no realistic alternative but to do so.

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

As per Sub-section 16(1) of the National Audit Act, No. 19 of 2018, the Council 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 Council.

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 the report of the Auditor General 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, and its materiality depends on the influence on economic decisions taken by users 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 skepticism throughout the audit. I also:

- Appropriate audit procedures were designed and performed to identify and assess the risk of material misstatement in financial statements whether due to fraud or errors in providing a basis for the expressed audit 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.
- An understanding of internal control relevant to the audit was obtained in order to design procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control.
- Reasonableness of the utilized accounting policies and accounting estimates, and appropriateness of the related disclosures made by the management were evaluated.
- 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 Council'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 Council 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 communicated with the governing parties 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

The National Audit Act, No. 19 of 2018 includes special provisions for the following requirements. .

Except for the effects of the matters described in the section of Basis for Qualified Opinion of this report, I obtained all required details and clarifications in accordance with the requirements contained in Section 12(a) of the National Audit Act, No. 19 of 2018 and as my examination shows the Council has maintained proper financial records.

The submitted financial statements of the Council are in line with that of the previous year in accordance with the requirements stated in Section 6(1) (d) (iii) of the National Audit Act, No. 19 of 2018,

In accordance with the requirements contained in Section 6(1) (d) (iv) of the National Audit Act, No. 19 of 2018, the recommendations made by me in the previous year are incorporated in the financial statements submitted.

According to the methods employed and the evidence obtained and in the limitation to the quantitative facts, anything substantial to make the following statements did not come under my attention.

- Whether, in accordance with the requirement stated in Section 12 (d) of the National Audit Act No. 19 of 2018, some member of the governing body the Council, directly or otherwise and deviating from the normal business manner, has involved in an agreement related to the Council.
- Whether, in accordance with the requirement stated in Section 12 (f) of the National Audit Act No. 19 of 2018, the Council has complied with applicable written law, or other general or special directions issued by the governing body of the council.

	Reference to Laws, Rules and Regulations	Description
(a)	Financial Regulations of the Democratic Socialist Republic of Sri Lanka F.R.754	Inventory registers of the year 2018 had not been maintained in an updated manner.
(b)	Section 8 (1) of the Finance Act No.38 of 1971 and Section 5.2.4 Of the Public Enterprises Circular No.PED/12 dated 02 June 2003.	Although the Council should approve the budget three months before the commencement of financial year, approval of the Council had not been obtained for the budget prepared for the year under review.
(c)	Section 4.2.6 of the Public Enterprises Circular No.PED/12 dated 02 June 2003.	Although evaluation on the performance should be carried out at the Council Meetings of the Institute, action had not been taken accordingly at the Council meeting sessions conducted.
(d)	Section 9.2 (d) of the Public Enterprises Circular No.PED/12 dated 02 June 2003.	The organizational structure of the Council and the approved cadre had not been registered with the Department of Public Enterprises of the General Treasury.
(e)	Section 6.5.1 of the Public Enterprises Circular No.PED/27 dated 27 January 2005.	Although the draft annual report together with financial statements should be furnished to the Auditor General within 60 days from the close of the financial year, no annual reports had been prepared relating to any year from the inception of the Council.
(f)	Public Enterprises Circular No.PED/55 dated 14 December 2010.	Although minimum of 04 Audit and Management Committee meeting sessions should be conducted per annum, only 01 meeting session had been conducted during the year under review.
(g)	Section 4 (b) of the State Finance Circular No.01/2014 dated 17 February 2014	the Action Plan should be prepared in order of priority according to the annual budget and the prescribed timeframe and the expected output/ outcome of those activities should be stated. Nevertheless, the Action Plan for the year under review had been prepared based on the unapproved budget estimates and expected outcome of the activities had also not been stated.

- Except in the following observations, the Council had not complied with the powers, duties and functions of the council in compliance with the requirement stated in Section 12 (g) of the National Audit Act No. 19 of 2018.

Even though a period of 21 years had elapsed from the establishment of the National Council For Road Safety, functions related to the main objectives indicated in the Motor Traffic (Amendment) Act, No.05 of 1988 such as maintenance of a data base including all the details on new roads and vehicle population added to the road network in each year and number of road accidents and property damages, collecting of data on related subjects, conduct of researches and field surveys on related subjects and providing assistance, advising the Government on the policies and projects relating to the road safety, providing financial and other assistance on the affairs relating to the road safety and Coordination of Government and Non- Governmental Organizations with regard to road safety related activities had not been carried out.

- Except in the following observations, the resources of the Council had not been procured and utilized economically, efficiently and effectively within the time frames and in compliance with the requirement stated in Section 12 (g) of the National Audit Act No. 19 of 2018.

a) A Procurement Plan had not been prepared as required by Section 3(e) of the State Finance Circular No.01/2014 dated 17 February 2014.

b) In terms of Paragraph 2.14 of the Government Procurement Guidelines, 2006, the approval of the Secretary to the Ministry should be obtained in respect of vehicle repairs costing over Rs.200,000. Nevertheless, such approval had not been obtained in respect of incurring Rs.821,593 relating to the repair of an official vehicle during the year under review.

03. Other Audit Observations

a) Although the formulation of legal provisions for converting the National Council for Road Safety into a Commission had been planned from the year 2010, it had not been completed even during the year under review.

b) Nine projects prepared based on the main objectives of the establishment of National Council For Road Safety in the year 2005 and included in the Action Plan of the year under as applicable to the period from 2010 to 2017 had not been implemented. Although a large number of awareness projects relating to training activities implemented at national level had been recognized as a performance indicator, since resource persons for those programmers had not been identified, the productivity of those programmed remained at a minimum level.

c) According to the data analysis pertaining to the road accidents, the number of fatal train accidents had increased by 25 and the number of critical accidents had increased by 331 during the year under review as compared with the preceding year. Similarly, the number of accidents caused at the railway crossings had increased by 181. Out of the measures planned during the year under review to prevent those accidents, only 2.8 per cent had been implemented. It was accordingly observed that the social responsibility of the establishment of the Council had not been duly fulfilled.

d) Indemnity of Rs. 8,200,000 had been paid to the victims during the year 2017 and it had declined up to Rs.5,200,000 during the year under review. The delays occurred in granting approval of the Council and the Standing Committee owing to shortcomings found in the applications had given rise to the above decrease in payments.

e) Even though an income of Rs.66 million had been earned during the year under review, only Rs.14 million had been utilized for the functions to be discharged by the Council. Although the annual investment rate stood at a higher level, it was observed that the above money had not been used to achieve objectives of the Council.

W.P.C. Wickramaratne,
Auditor General

Auditor General's detailed report on the Financial Statements of the National Council for Road Safety for the year ended 31 December 2018 and on its activities, submitted to the Chairman in terms of Section 13 (7) (A) of the Finance Act No. 38 of 1971

Reference to Laws, Rules and Regulations

(a) F.R. 754

I have realized that some of facts recorded on inventory items have been done with deficiencies. Accordingly, I will seek advice from the relevant officials and take action to correct the above deficiencies.

(b) Section 8 (1) of the Finance Act No. 38 of 1971

Section 8 (1)

The total revenue of the National Road Safety Council in 2018 was expected to increase by about 10% compared to 2017, and it was expected that at least 6 million Rupees would be received from other grants. The reason for this anticipation was that there were discussions to increase the 1% of third party insurance value currently being received by the National Council for Road Safety up to 2%. But then it was decided to implement this decision after the National Council for Road Safety became a Commission on Road Safety, thus the estimated revenue could not be achieved.

The reason for the 81% gap caused by the decrease in the expected expenditure from Rs. 74 million to 19 million was that a higher percentage of the cost estimated for various projects through annual plans was able to be met through the pre-sponsorships made by private institutions. The council has actively contributed to about 80% of the annual adjustments for those projects.

(c) Section 4.2.6 of Public Enterprises   Circular No. PED/12 dated June 02, 2003

According to the Motor Traffic Act No. 05 of 1998, at least 04 meetings should be held per year. In 2018, only 03 council sessions were held, and one council session that had been planned to be held at the end of the year, was canceled due to the political situation that was prevailing in the country. The governing body is notified in advance for the council meetings, and but the council members may not be able to participate in the council meetings due to personal or duty-related reasons. There are no alternative actions to be takenn for that.

(d) Section 9.2(c) of Public Enterprises Circular No. PED/12 dated June 02, 2003

The work related to establishing the National Council on Road Safety as a commission is currently in the final stages, and after being established as a commission, I will pursue actions to register the approved staff in the Treasury and the Department of Public Enterprise.

(e) Section 6.5.1 of Public Enterprises Circular No. P.E.D./27 dated January 27, 2005

Since the beginning of the council, the annual reports had not been prepared, and according to the instructions given by the Secretary at the meeting of the Audit Management Committee of the Ministry, instructions were given to prepare the annual reports for the years 2017/2018. Accordingly, the annual report of 2017 has been completed and forwarded to the Ministry for translation. The preparation of the annual report for the year 2018 has already started.

(f) Public Enterprises Circular No. P.E.D./55 dated 14 December 2010

Up to now, there was no audit and management committee for the council. An audit and management committee was established for the first time in 2018, and Its first meeting was held on the second of April, after which the Audit and Management Committee meeting was not held for the reason of the resignation of one of the appointed members. Afterwards, the council meetings were held on 26.11.2018, and due to the political situation at that time, the minister in charge also changed. I kindly inform that from the year 2019, necessary measures will be taken to conduct the audit and management meeting in the proper manner.

(g) Para 4 (b) of Public Enterprises Circular No. 01/2014 dated 17 February 2014.

I acknowledge that such shortcomings occurred in 2018, and will take action to correct such shortcomings in the future.

- **Non-compliance with the powers and duties of the Council contrary to the requirement indicated in section 12 (g) of the National Audit Act No. 19 of 2018, except for the following observations.**

(I) As of now, the recommendations of the Technical Evaluation Committee have been forwarded to the Procurement Committee of the Ministry and the approval of the Secretary to the Ministry has been received through the letter No. MT/04/09/DPC/55 and dated 25.04.2019. Accordingly, Proconsinfotech (pvt) LTD has been instructed to make necessary arrangements for launching the website.

(II) The National institute of Social Development has now provided a project report as requested by the Council, and the report will be forwarded to the members of the National Council and the necessary actions will be taken according to their approval and instructions in the next session of the council.

(III) The Ministry and the National Transport Commission were the parties that primarily carried out formulation of the transport policy. The National Council for Road Safety made its maximum contribution to prepare the policy, and currently the preparation of the National Transport Policy is in the final stage.

(IV) (V) In the action plan of the National Council for Road Safety, the activities for creating road safety have been included as you have mentioned, and the money of the National Council for Road Safety has been spent on the approval of the National Council and the Secretary to the Ministry to implement those activities. Also, the National Council involves the government and non-government organizations in programmes and includes such programs in the action plan of the National Council, and also, carries out coordination of such activities.

- **(a) A procurement plan had not been prepared as per Section 3 (e) of Finance Circular No. 01/2014 dated 17 February 2014.**

As of now, the preparation of the procurement plan has been completed.

(b) The vehicles provided for the use of the National Council for Road Safety have been provided from the Ministry's vehicle pool. The maintenance, periodic service and repair of these vehicles are carried out by the Administration division of the Ministry, and I kindly mention that all the related details are available from that division.

03. <u>Other audit observations</u>

(a) As of now, the Cabinet paper related to conversion of the Council into a commission has been prepared and submitted for the approval of the Hon. Minister.

(b) Most of the projects pointed out are in the final stages of implementation by now.

(c) According to the information provided in No. (I) and (II), the data analysis shows a numerical increase in the number of road accidents in the years 2016, 2017, 2018. But considering the rapid increase in the number of passengers using the road and the number of vehicles used annually, a certain percentage of reduction in accidents can be identified.

(d) Not agreeable.

(e) The National Council for Road Safety, once becoming a Commission, will maintain the current day-to-day expenses at a minimum level to ensure proper management of its functions, and surplus money will be invested in Treasury Bills and Fixed Deposits.

Dr.Sisira Kodagoda,
Chairman.
National Council for Road Safety