



Content

No.	Description	Page No.
01	Introduction	03
02	Vision, Mission	03
03	Role of the Sports Fund	04
04	Legal Background	04
05	Providing Grants for the Sportspersons	05
06	Providing Grants for the Sports Competitions	05
07	Providing Grants for the Sportspersons and the Coaches	05
08	Other Expenses	06
09	Acknowledgement	07
10	Audited Financial Statements of National Sports Fund	08 - 28
11	Audit Report	29 - 34

National Sports Fund

Annual Report - 2022

Introduction

The National Sports Fund which was established in accordance with the provisions from 22 to 27 of the Sports Law No. 25 of 1973 of the National State Council was implemented under the full supervision of the Ministry of Sports since 2007. Annually, the functions of the fund were carried out with the aim of enhancing the nutritional status of the sportspersons and improving their skills of sports.

Vision

Improving the skills of sportspersons

Mission

The mission of the National Sports Fund is to encourage the sports in Sri Lanka and provide the assistance and support for the advancement and the development of them

The Role of the National Sports Fund

Providing funds for the development of sportsmen, sportswomen and coaches who are the human resources involved in sports as well as for the improvement of physical and other infrastructure facilities in the field of sports is carried out under the existing provisions on behalf of the development of the sport in Sri Lanka by the National Sports Fund which functions under the Ministry of Sports.

At present, payments are made properly for the following functions by the Sports Fund.

That is, payments for the sportspersons and coaches under approved criteria on behalf of the international achievements, payment of monthly nutritional allowance for the sportspersons under the identified criteria, allowances that is granted on the special recommended requests on behalf of the betterment of the sports, patronizing for the National Sports Festival, payments for the local and foreign training programmes, prize awarding for the special sports events, special awarding (payments for the sports events made for the universities and other institutions, payments made on the retirement or farewell of sportspersons, sponsoring for the specific sports equipment, payment of allowances for various teams on behalf of local and foreign competitions, payments for the persons related to the sports on sympathetic grounds as well as other payments made aspiration of sports development.)

Legal Background

The National Sports Fund was established by the Sports Law No. 25 of 1973 of the National State Council. According to the Law, grants received from the government for the functions of the fund, grants received from a foreign country, money received from a certain organization sponsoring for a sport or a sports event, money received as donations made by any person, money received from any other source shall be debited to the Fund. Such sums of money as may be determined by the Minister may be paid from the fund for the encouragement, advancement and development of any sport in Sri Lanka, as sympathetic payments for the sportspersons, for investment and for the purpose of implementing or enforcing the provisions of this Law.

Providing Grants for the Sportspersons

Grants were provided with the aim of developing the morale and maintaining the physical fitness of the national level sportspersons who are currently engaged in sports. Furthermore, payments have been made to sportspersons who retire from competitive sports for their invaluable work in bringing the name of Sri Lanka to the international stage and for the sports field.

No.	Cause	Amount paid (Rs.)
1.	Nutritional Allowance for the sportspersons	2,601,004.00
2	Payments for the former sportspersons	700,000.00
	Total	3,301,004.00

Providing Grants for the Sports Competitions

The contribution of the National Sports Fund for the national and international level sports competitions held in Sri Lanka in the year 2022 is given below. Especially, the sportspersons belonging to 09 sports associations and federations who participated Commonwealth Games and Asian Games in the 2022 were given the expenses were incurred for the participation.

No.	Cause	Amount paid (Rs.)
1.	International Competitions	79,053,719.00
	Total	79,053,719.00

Providing Grants for the Coaches

Grants were provided for the coaches on behalf of their work in improving the talents and skills of the national level sportspersons who are currently engaged in sports and raising them to the international level. Moreover, financial rewards were granted for the sportspersons who participated and won in the 22nd Commonwealth Games and for appraising their coaches on behalf of carrying the sportspersons for those achievements.

No.	Cause	Amount paid (Rs.)
1.	Allowances for the sportspersons who won the competitions and coaches	83,151,500.00
	Total	83,151,500.00

Other Expenses

Details of incurred expenses upon the approval of the Hon. Minister of Sports on behalf of the administrative affairs of National Sports Fund in the year 2022, payment for the service provided by the Appellate Advisory Committee, providing the monthly allowance for the members of the National Sports Council, granting monthly salaries for the Management Assistant officers of the National Sports Council are as follows;

No.	Cause	Amount paid (Rs.)
1	Administrative expenses (for accounting affairs of the National Sports Fund)	183,000.00
2	Appellate Advisory Committee	209,500.00
3	National Sports Council	415,667.00
4	Other Allowances	547,490.00
5	Audit Fees	361,818.00
	Total	1,717,475.00

Acknowledgement

I greatly acknowledge the support extended by Hon Minister of Sports for providing directions me to control and administration of the National Sports fund. As well as, the dedication of officers of the Ministry of Sports and Youth Affairs in carrying out the activities for management and accounting of the Fund and the cooperation of the Department of Sports for doing activities of the Fund are greatly appreciated.


K. Mahesan
Secretary
Ministry of Sports and Youth Affairs

National Sports Fund
Statement of Financial Performance
For the year ended 31 December 2022

Budget 2022		Note	Actual	
			2022	2021 Re-stated
-	Revenue Receipts			-
54,050,967	1- Government grants	3.1	119,063,017	190,020,300
-	2- Investments	3.2	1,291,057	1,154,400
279,618,090	3 - Other income	3.3	279,618,089	21,474,465
<u>333,669,057</u>	Total Revenue Receipts		<u>399,972,163</u>	<u>212,649,165</u>
-	Non-Revenue Receipts		-	-
-	4 - Deposits	3.4	330,000	-
<u>-</u>	Total non-revenue receipts		<u>330,000</u>	<u>-</u>
<u>333,669,057</u>	Total revenue receipts and non-revenue receipts		<u>400,302,163</u>	<u>212,649,165</u>
-	Less : Expenses			
-	Recurrent Expenses			
75,000,000	5.1. - Investments			
201,148,519	6.1. - Sports Competitions	4.1	201,148,519	108,145,941
3,895,904	6.2. - Welfare allowances	4.2	3,895,904	9,787,005
-	6.3. - Development Projects			
300,000	6.4. - Capacity Building	4.3	300,000	71,055,500
1,804,978	6.5 - Administrative Expenses	4.4	1,767,475	11,194,117
<u>282,149,401</u>	Total Recurrent Expenses		<u>207,111,898</u>	<u>200,182,563</u>
	Total Expenses		<u>207,111,898</u>	<u>200,182,563</u>
<u>51,519,656</u>	Surplus / Deficit as at 31 December 2022		<u>193,190,265</u>	<u>12,466,602</u>

Chief Accounting Officer

Name : K. Mahesan

Post: Secretary

Date : 2023/02/24
 Ministry of Sports and Youth Affairs
 No.09, Philip Gunawardhana Mawatha,
 Colombo 07

Chief Accountant

Name :

Date : 2023/02/24

Chief Accountant
 Ministry of Youth and Sports

National Sports Fund
Statement of Financial Position
as at 31 December 2022

	Notes	2022 Rs.	2021 (Re-stated) Rs.
<u>Assets</u>			
<u>Financial Assets</u>			
Investment Account	5	91,938,363	16,089,059
Cash Balance		67,307,526	15,787,870
Sundry Debtors	7.1,7.2	95,724,700	30,270,897
Total Assets		254,970,589	62,147,826
<u>Net Assets / Equity</u>			
<u>Non-current liabilities</u>			
Accumulated Fund	8	254,798,589	61,608,323
<u>Current Liabilities</u>			
Miscellaneous Deposits		-	330,000
Accrued Expenses	10	172,000	209,503
Current Liabilities		172,000	539,503
Total Liabilities		254,970,589	62,147,826

Detail Accounting Statements in pages from1.... to...3... and Annexures to accounts presented in pages from ...4.... to20..... form an integral part of these Financial Statements. The Financial Statements have been prepared in complying with the Generally Accepted Accounting Principles whereas most appropriate Accounting Policies are used as disclosed in the Notes to the Financial Statements and hereby certify that figures in these Financial Statements, Notes to accounts and other relevant accounts were reconciled with the Books of Accounts and found in agreement.

We hereby certify that an effective internal control system for the financial control exists in the Reporting Entity and carried out periodic reviews to monitor the effectiveness of internal control system for the financial control and accordingly make alterations as required for such systems to be effectively carried out.

.....
Chief Accounting Officer

Name :

K. Mahesan

Post:

Secretary

Date :

2023/02/20
No.09, Philip Gunawardhana Mawatha,
Colombo 07

.....
Chief Accountant

Name :

Date :

2023/02/20

National Sports Fund
Cash Flows Statement for the year ended 31 December 2022

	Actual	
	2022 Rs.	2021 (Re-stated) Rs.
Surplus of the year	207,111,898	12,466,602
	207,111,898	12,466,602
Over estimates of investment interest		
Over allocation of audit fee		
Non-financial changes	-	-
Cash flows generated from operation activities		
Decrease / increase in debtors	65,504,556	12,301,010
Increase / increase in miscellaneous deposits	(330,000)	(10,000)
Decrease / increase in miscellaneous creditors	37,503	(62,503)
Net cash flow from operation activities	65,212,059	12,228,507
Cash flow from Investment Activities		
Fixed Deposit Increase	(75,849,304)	(1,443,594)
Net cash flow from investment activities	(75,849,304)	(1,443,594)
Net increase in cash and cash equivalents	51,519,656	(1,225,499)
Cash and cash equivalents at the beginning of the period	15,787,870	17,013,369
Cash and cash equivalents at the end of the period	67,307,526	15,787,870

.....
Chief Accounting Officer
Name : K. Mahesan
Post: Secretary
Ministry of Sports and Youth Affairs
Date : No.09, Philip Gunawardhana Mawatha,
2023/09/07

.....
Chief Accountant
Name :
Date : 2023/02/24
S.N. Hapuarachchi
Chief Accountant
Ministry of Youth and Sports
No. 09, Philip Gunawardhana Mawatha
Colombo 07

Notes to the Financial Statements

1 Introduction

The National Sports Fund, which was established in accordance with the provisions of the Sports Act No. 25 of 1973 of the National Rajya Sabha, has been operating under the full supervision of the Ministry of Sports since 2007. Annually, the activities of the fund were carried out with the aim of improving the nutritional status of the athletes and improving their sporting abilities.

2 Basis of preparation of accounts

2.1 Declaration of Conformity

Financial Statements, Financial Performance Statement, Statement of Financial Position and Cash Flow Statement, Accounting Policies and Notes of the Sports Fund have been prepared in accordance with Sri Lanka Public Sector Accounting Standards.

2.2 Financial statements have been presented in Sri Lanka Rupees to the nearest rupee.

2.3 Reporting period

The period from 1st January 2022 to 31st December 2022 is the reporting period for this financial statement.

2.4 Comparative re-adjustment of the previous year figures in financial statements.

Changes identified in relation to the year 2021 have been restated with comparative adjustments to the 2021 accounts.

2.5 Financial statements are prepared on accrual basis.

Q

3 Notes to Revenue Receipts

Note 03.1 - Government Grants

Revenue Code	Account name and description	2022 Revenue Rs	Revenue 2021 Rs
1	Government grants		
1 1	Grants	29,050,967	177,125,000
1 2	Revenue - National Lottery Board	90,012,050	12,895,300
		<u>119,063,017</u>	<u>190,020,300</u>

Notes 03.2 - Investments

Revenue Code	Account name and description	2022 Revenue Rs	Revenue 2021 Rs
2	Investments		
2 1	Withdrawal of Fixed Deposits		
2 2	Interest on Fixed Deposits	1,291,057	1,154,400
		<u>1,291,057</u>	<u>1,154,400</u>

Note 03.3 - Other Income

Revenue Code	Account name and description	2022 Revenue Rs	2021 Re-stated Rs
3	Other income		
3 1	Diyagama Mahinda Rajapaksa Stadium		
3 2	Receipts from Sponsors	279,561,638	20,875,000
3 3	Other income and adjustments	56,452	599,465
		<u>279,618,089</u>	<u>21,474,465</u>

Note 03.4 - Deposits

Revenue Code	Account name and description	2022 Revenue Rs	2021 Income Rs
4	Deposits		
4 1	Deposit Receipts	330,000	
4 2	Other		
		<u>330,000</u>	<u>-</u>

4 Notes to the Expenses

Note 4.1 - Sport Competitions

Expenditure Code	Account name and description	2022 Expenditure Rs	2021 Expenditure Rs
6 1	Sports competitions		
6 1 1	Local tournaments	38,943,300	
6 1 2	International competitions	79,053,719	108,145,941
6 1 3	Coach	83,151,500	-
		<u>201,148,519</u>	<u>108,145,941</u>

Note 4.2 - Welfare Allowances

Expenditure Code	Account name and description	2022 Expenditure Rs	2021 Expenditure Rs
6 2	Welfare benefits		
6 2 1	For Athletes		
6 2 1 1	Nutritional allowances for athletes	2,601,004	8,215,107
6 2 1 2	Payment for ex-athletes	700,000	631,898
6 2 1 3	Other	594,900	-
	Medical aid for athletes	-	-
	Spor equipment and other supplies	-	-
	Tributes to the athletes	-	-
6 2 2	For coaches		
6 2 2 1	Allowances for coaches	-	940,000
6 2 2 2	Other expenses for coaches	-	-
		<u>3,895,904</u>	<u>9,787,005</u>

Note 4.3 - Capacity Development

Expenditure Code	Account name and description	2022 Expenditure Rs	2021 Expenditure Rs
6 4	Performance		
6 4 1	Capacity building of athletes	150,000	55,655,500
6 4 2	Capacity building of coaches	150,000	15,400,000
6 4 3	Capacity building of officials		
		<u>300,000</u>	<u>71,055,500</u>

Note 4.4 - Administrative Expenses

Expenditure Code	Account name and description	2022 Expenditure Rs	2021 Expenditure Rs
6 5	Administrative expenses		
6 5 1	General administration expenses		
6 5 1 1	Administrative allowances for Officers	183,000	363,500
6 5 1 2	Audit fees	361,818	150,000
6 5 1 3	Deposit payments		
6 5 1 4	Other	547,490	10,118,170
6 5 2	Sports Administration Expenses		
6 5 2 1	Appeal Advisory Committee	209,500	212,258
6 5 2 2	National Sports Council	415,667	350,190
6 5 2 4	Payments to Trainees	50,000	
		<u>1,767,475</u>	<u>11,194,118</u>

5 Investments

Description	2022 Rs	2021 Rs
Opening balance	16,089,059	14,645,465
Collections of the year	75,000,000	32,000,000
Removals during the year	-	32,000,000
Interest	849,304	1,443,594
Closing balance	<u>91,938,363</u>	<u>16,089,059</u>

6 Notes to Cash Flows

Description	2022 Rs	2021 Rs
Opening balance	15,787,870	17,013,369
Receipts of the year	333,669,056	231,208,111
Payments during the year	282,149,401	232,433,610
Closing balance	<u>67,307,526</u>	<u>15,787,870</u>

7 Sundry Debtors

Note 7.1 - National Lottery Board

Description	2022 Rs	2021 Rs
Opening balance	29,421,593	16,526,293
Income for the year	90,012,050	12,895,300
Adjustments		
Receipts from the General Treasury	25,000,000	
Closing balance	94,433,643	29,421,593

Note 7.2 - Interest on Fixed Deposits

Description	2022 Rs	2021 Rs
Opening balance	849,304	1,443,594
Interest per annum	1,341,810	1,109,881
Removals during the year	-	
Closing balance	1,291,057	849,304

8 Statement of changes in equity

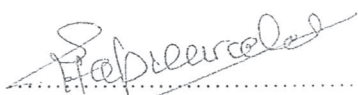
Description	2022 Rs	2021 (Re-stated) Rs
Accumulated Fund as at 01.01.2022	61,608,323	49,141,721
Deficiency/Surplus in the year 2022	193,190,265	12,466,602
Other adjustments		
Accumulated Fund as at 31.12.2022	254,798,589	61,608,323

9 Miscellaneous Deposits

Description	2022 Rs	2021 Rs
Opening balance	330,000	340,000
Receipts of the year	-	-
Transfers to income	330,000	10,000
Closing balance	-	330,000

10 Accrued Expenses

Description	2022 Rs	2021 Rs
Opening balance	209,503	147,000
Collections of the year	172,000	209,503
Payments during the year	209,503	147,000
Closing balance	<u>172,000</u>	<u>209,503</u>



Chief Accountant

Name :

Date : 2023/02/24

S.M. Hapuarachchi

Chief Accountant

Ministry of Youth and Sports

No. 09, Philip Gunawardana Mawatha

Colombo 07

National Sports Fund
Trial Balance as at 31.12.2022

Object				Account name and details	Ledger Page No.	Debits	Credits
						Rs.	Rs.
				Accumulated Fund - As at 01.01.2022	01		61,608,323
				Investment account	02	91,938,363	
1	1			Grants	03		29,050,967
1	2			Revenue - National Lottery Board	04		90,012,050
1	2			The National Lottery Board revenue - Receivable	04	94,433,643	
2	2			Interest on fixed deposits	02		1,291,057
2	2			Fixed deposit interest - Receivable	02	1,291,057	
3	2			Receipts of sponsors	05		279,561,638
3	3			Other income and adjustments	06		56,452
4	1			Deposit account	07		330,000
6	1	1		Local tournaments	08	38,943,300	
6	1	2		International competitions	09	79,053,719	
6	1	3		Payment to medalists and coaches	10	83,151,500	
6	2	1	1	Nutritional allowances for athletes	11	2,601,004	
6	2	1	2	Payment for ex-athletes	12	700,000	
6	2	1	3	Other	13	594,900	
6	2	2	1	Allowances for coaches	14	-	
6	2	2	2	Other expenses for coaches	15	-	
6	4	1		Skill development of athletes	17	150,000	
6	4	2		Capacity building of coaches	18	150,000	
6	4	3		Capacity building of officials	19		
6	5	1	1	Administration Allowances for Officers	20	183,000	
6	5	1	2	Audit fees	21	361,818	
6	5	1	2	Provision for Audit Fees	21		172,000
6	5	1	4	Other	22	547,490	
6	5	1	4	Other - Payable	22		
6	5	2	1	Appeal Advisory Committee	23	209,500	
6	5	2	2	National Sports Council	24	415,667	
6	5	2	4	Payments to Trainees	25	50,000	
				Cash balance		67,307,526	
						462,082,486	462,082,486

Chief Accountant

Name :

Date :

S.N. Hapuarachchi

Chief Accountant

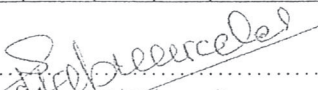
Ministry of Youth and Sports

No. 00, Philip Gunawardena Road, Colombo 07

10/01/2023

National Sports Fund
Receipts and Payments Account for the year ended 31.12.2022

Object				Account name and description	2022 Receipts	2022 Receipts
					Rs.	Rs.
				Balance as at 01 January		15,787,870
1	1			Grants	29,050,967	
1	2			Revenue - National Lottery Board	25,000,000	
2	1			Fixed deposit withdrawal	-	
2	2			Interest on fixed deposits	-	
3	1			Diyagama Mahinda Rajapaksa Stadium		
3	2			Receipts from sponsors	279,561,638	
3	3			Other income and adjustments	56,452	
4	1			Deposit Receipts	-	
4	2			Other		
						333,669,056
				Total receipts		349,456,927
Object				Account name and description	2022 Payments	2022 Payments
5	1			Investment plans	75,000,000	
6	1	1		Local tournaments	38,943,300	
6	1	2		International competitions	79,053,719	
6	1	3		Payment to medalists and coaches	83,151,500	
6	2	1	1	Nutritional allowances for athletes	2,601,004	
6	2	1	2	Payment for ex-athletes	700,000	
6	2	1	3	Other	594,900	
6	2	2	1	Allowances for coaches		
6	2	2	2	Other expenses for coaches	-	
6	3	1		Sports development programs		
6	4	1		Skill development of athletes	150,000	
6	4	2		Capacity building of coaches	150,000	
6	4	3		Capacity building of officials		
6	5	1	1	Administration allowances for officers	183,000	
6	5	1	2	Audit fees	339,818	
6	5	1	3	Deposit payments	-	
6	5	1	4	Other	606,993	
6	5	2	1	Appeal Advisory Committee	209,500	
6	5	2	2	National Sports Council	415,667	
6	5	2	4	Payments to Trainees	50,000	
				Total		282,149,401
				Cash balance as at 31st December	-	67,307,526


 Chief Accountant
 Name :
 Date : 2023/12/29
 S.M. Thevaranathan
 Chief Accountant
 Ministry of Youth and Sports
 No. 05, Galle, Gallewardana Mawatha
 Colombo 11

National Sports Fund
Income & Expenditure Account for the year ended 31.12.2022

Object				Account name and description	2022 Revenue	2022 Revenue
					Rs	Rs
1	1			Grants	29,050,967	
1	2			Revenue - National Lottery Board	90,012,050	
2	1			Fixed deposit withdrawal		
2	2			Interest on fixed deposits	1,291,057	
3	1			Diyagama Mahinda Rajapaksa Stadium		
3	2			Receipts from sponsors	279,561,638	
3	3			Other income and adjustments	56,452	
4	1			Deposit Receipts	330,000	
4	2			Other		
				Total income		400,302,163
Object				Account name and description	2022 expenses	2022 expenses
5	1			Investment plans		
6	1	1		Local tournaments	38,943,300	
6	1	2		International competitions	79,053,719	
6	1	3		Payment to medalists and coaches	83,151,500	
6	2	1	1	Nutritional allowances for athletes	2,601,004	
6	2	1	2	Payment for ex-athletes	700,000	
6	2	1	3	Other	594,900	
6	2	2	1	Allowances for coaches	-	
6	2	2	2	Other expenses for coaches	-	
6	3	1		Sports development programs		
6	4	1		Skill development of athletes	150,000	
6	4	2		Capacity building of coaches	150,000	
6	4	3		Capacity building of officials		
6	5	1	1	Administration allowances for officers	183,000	
6	5	1	2	Audit fees	361,818	
6	5	1	4	Other	547,490	
6	5	2	1	Appeal Advisory Committee	209,500	
6	5	2	2	National Sports Council	415,667	
6	5	2	4	Payments to Trainees	50,000	
				Total		207,111,898
				Surplus	-	193,190,265

[Signature]
Chief Accountant

Name:

Date:

2023/02/24

National Sports Fund
Comparison of budget and actual for the year ended 31.12.2022

Object	Account name and description	Revised Estimate		Actual		Difference	Difference as a percentage of initial cost estimate	Reasons for changes
		Rs.	Rs.	Rs.	Rs.			
	Receipts							
1	Grants	18,000,000	29,050,967	11,050,967	61	Receipt of provision from supplementary estimate		
1	Revenue - National Lottery Board	25,000,000	25,000,000	-	-			
1	Other	-	-	-	-			
2	Withdrawal of fixed deposits	-	-	-	-			
2	Interest on fixed deposits	-	-	-	-			
3	Diyagama Mahinda Rajapaksa Stadium	-	-	-	-			
3	Receipts of Sponsorships	279,504,788	279,561,638	56,850	0	Getting more sponsorships from Sri Lanka Cricket than planned		
3	Other income and adjustments	390,000	56,452	(333,548)	(86)	Non-occurrence of requirements		
4	Deposit Receipts			-	-			
4	Other			-	-			

R

Object	Account name and description	Revised Estimate	Actual	Difference	Difference as a percentage of initial cost estimate	Reasons for changes
		Rs.	Rs.	Rs.		
	payments					
5 1	Investment plans	75,000,000	75,000,000	-	-	
5 2	Other investments			-		
6 1 1	Local tournaments	39,000,000	38,943,300	56,700	0	
6 1 2	International competitions	87,500,000	79,053,719	8,446,281	10	Non-occurrence of requirements
6 1 3	Payment to medalists and coaches	75,200,000	83,151,500	(7,951,500)	(11)	Increase in winnings
6 2 1	Nutritional allowances for athletes	2,650,000	2,601,004	48,996	2	Decrease in requirements of expenses
6 2 1 1	Payment for ex-athletes	700,000	700,000	-	-	
6 2 1 3	Other	500,000	594,900	(94,900)	(19)	Presenting no requirement
6 2 2 1	Allowances for coaches	-	-	-		
6 2 2 2	Other expenses for coaches	-	-	-		
6 2 2 3	Other	-	-	-		
6 3 1	Sports development programs	-	-	-		
6 4 1	Skill development of athletes	150,000	150,000	-	-	
6 4 2	Capacity building of coaches	150,000	150,000	-	-	
6 4 3	Capacity building of officials	-	-	-		
6 5 1	Administration Allowances for Officers	184,000	183,000	1,000	1	
6 5 1 1						
6 5 1 2	Audit fees	340,000	339,818	182	0	
6 5 1 3	Deposit payments	-	-	-		
6 5 1 4	Other	610,000	606,993	3,007	0	
6 5 2 1	Appellate Advisory Committee	210,000	209,500	500	0	
6 5 2 2	National Sports Council	420,000	415,667	4,333	1	
6 5 2 4	Payments to Trainees	50,000	50,000	-	-	

Chief Accountant

Name:

Date:

2023/02/20

Redeemed

Chief Accountant

Chief Accountant

Chief Accountant

Chief Accountant

National Sports Fund

2022.12.31 Fixed Deposit and Interest from Fixed Deposit Investments

Account Number	Amount	Start date	Fiscal year	Number of days at 2022.12.31	Amount	Interest rate	Interest	Withholding tax	Net interest amount
78404430	8,469,181	2022/01/01	2022/12/31	365	8,469,181	5.50%	465,805	23,290	442,515
78404516	8,469,181	2022/01/01	2022/12/31	365	8,469,181	5.50%	465,805	23,290	442,515
90054788	25,000,000	2022/12/23	2022/12/31	8	25,000,000	26.00%	142,466	7,123	135,342
90054780	25,000,000	2022/12/23	2022/12/31	8	25,000,000	26.00%	142,466	7,123	135,342
90054792	25,000,000	2022/12/23	2022/12/31	8	25,000,000	26.00%	142,466	7,123	135,342
	91,938,363						1,359,007	67,950	1,291,057

Prepared

Chief Accountant

Name :

Date :

S.M. Hapuarachi

Chief Accountant

Ministry of Youth and Sports

No. 09 Philip Gunawardana Mawatha

Colombo 07

National Sports FundSundry debtors as at 31.12.2022

2021	Object			Account Notes and Details	Account Notes	2022
Rs. Cent						Rs. Cent
849,304	2	2		Fixed deposit investment interest	16	1,291,057
29,421,593	1	2		National Lottery Board Revenues -Receivable	14	94,433,643
30,270,897				Total		95,724,700

Chief Accountant

Name :

Date : 2023/02/20

S.N. Haryarachi

Chief Accountant

National Sports Fund

Statement of changes in Equity for the year ended 31.12.2022

2021 Re-stated Rs. Cent	Account name and description	2022 Rs. Cent
49,141,721	Accumulated Fund as at 01.01.2022	61,608,323
12,466,602	Deficiency / Surplus for the year 2022	193,190,265
61,608,323	Accumulated Fund as at 31.12.2022	254,798,589

[Signature]

Chief Accountant

Name :

Date :

2023/02/24

U. Hapuduru
Chief Accountant
Ministry of Youth and Sports
No. 09, Philip Gunawardana Mawatha
Colombo 07

Notes – 14

National Sports Fund

Notes to Final Accounts as at 31.12.2022

Lottery Income - A/C.No. 041 and Lottery Income Receivable - A/C.No. 017

The amount accounted as lottery revenue in the year 2022 is Rs. 90,012,050.00. This amount has been remitted by the National Lottery Board to the General Treasury. Rs. 25,000,000.00 has been received from the General Treasury in the year 2022, and the amount to be received from the General Treasury by as of 31.12.2022 is Rs. 94,433,642.97.

Lottery Revenue in 2022

Opening balance as at 01.01.2022		29,421,593
Month	Amount per month Rs.	
January	6,650,264	
February	6,187,436	
March	472,428	
April	4,012,200	
May	5,111,270	
June	6,348,540	
July	6,165,240	
August	7,227,490	
September	9,676,740	
October	12,662,690	
November	10,401,590	
December	15,096,162	
Amount to be received for the year 2022		90,012,050
Total amount Receivable		119,433,643
Reduced- Receipts from General Treasury		25,000,000
Closing balance as at 31.12.2022		94,433,643

Chief Accountant

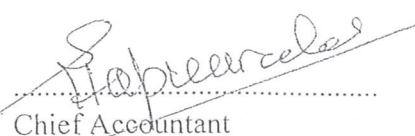
Name :-

Date :

National Sports Fund

Accrued Expenses as at 31.12.2022

Serial No.	Name of Payee	Matter	Amount Rs.
1	Auditor General	Provision for audit fees for the year 2022	172,000
Total			172,000



Chief Accountant

Name :

Date :

2023/02/24

S.M. Hapuarachchi

Chief Accountant

Ministry of Youth and Sports

No. 09, Philip Gunawardana Mawatha

Colombo 07

National Sports Fund

Fixed Deposit Investment Interest receivable as at 31.12.2022

Fixed Deposit Investment Interest Receivable -							
Account Number	From	To	Number of days at 2022.12.31	Method of Calculation		Interest	Withholding Tax 5%
				Investment amount	Interest rate		
78404430	2022/01/01	2022/12/31	365	8,469,181	5.50%	465,805	23,290
78404516	2022/01/01	2022/12/31	365	8,469,181	5.50%	465,805	23,290
90054788	2022/12/23	2022/12/31	8	25,000,000	26.00%	142,466	7,123
90054780	2022/12/23	2022/12/31	8	25,000,000	26.00%	142,466	7,123
90054792	2022/12/23	2022/12/31	8	25,000,000	26.00%	142,466	7,123
Total						1,359,007	67,950
							1,291,057

Approved

Chief Accountant

Name: S.N. Hanumanthacharya

Date: 23/02/24

Ministry of Sports and Youth Affairs

Report of the Auditor General in terms of the Section 12 of National Audit Act No.19 of 2018 on the affairs of the financial statements and other legal and regulatory requirements for the year ended 31 December 2022 of National Sports Fund.

The above report that was signed by the Auditor General and a certified copy of the financial statements herewith attached.

S.M.N. Thilakarathna
Deputy Auditor General
For the Auditor General

Copies: 1. Secretary - Ministry of Sports and Youth Affairs
 2. Secretary – Ministry of Finance, Economic Stabilization & National
 Policies

Secretary

Ministry of Sports and Youth Affairs

Report of the Auditor General in terms of the Section 12 of No.19 of 2018 National Audit Act on the affairs of the financial statements and other legal and regulatory requirements for the year ended 31 December 2022 of National Sports Fund.

1. Financial Statements

1.1. Opinion

The audit of the financial statements of the National Sports Fund for the year ended 31 December 2022 comprising the statement of financial position as at 31 December 2022 and the statement of financial performance, statement of changes in equity 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 the Article 154 (1) of the Constitution of the Democratic Socialist Republic of Sri Lanka, National Audit Act No. 19 of 2018 and Finance Act No. 38 of 1971. My report will be tabled at the Parliament in near future in terms of the Article 154 (6) of the Constitution.

In my opinion, the accompanying financial statements reflect true and fair status of the financial position of the National Sports fund as at 31 December 2022, 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 Opinion

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 fund'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 fund or to cease operations, or has no realistic alternative but to do so.

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

As per Sub Section 16 (1) of the National Audit Act No. 19 of 2018, the fund 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 fund.

1.4. Auditor's Responsibility 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 skepticism 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 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 fund'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 fund 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. The scope of the audit also extended to examine as far as possible and as far as necessary the following;

I will inform those who charged with governance in relation to the identified significant audit inventions, infirmity of main internal administration and other circumstances during my audit.

2. The Report on other legal and regulatory requirements

- 2.1. Special provisions have been included in relation to the following requirements of National Audit Act No. 19 of 2018.
 - 2.1.1. As per the requirements stated in the Section 12 (a) of National Audit Act No. 19 of 2018, all required information and explanations have been obtained by me for the audit and the competent financial report fund has been maintained as I observed.
 - 2.1.2. As per the requirement stated in the Section 6 (1) (d) (iii) of National Audit Act No. 19 of 2018, the presented financial statements are corresponding with the previous year.
 - 2.1.3. As per the requirement stated in the Section 6 (1) (d) (iv) of National Audit Act No. 19 of 2018, the recommendations that I have carried out in the previous year have been included in the presented financial statements.
- 2.2. Depending on the followed measures as well as obtained evidence and in the limitation to quantitative facts, nothing caught my attention to make following statements.
 - 2.2.1. As per the requirement stated in the Section 12 (d) of National Audit Act No. 19 of 2018, that any member in the fund controlling board has connection in relation to an agreement regarding the fund directly or indirectly excluding the general business condition.
 - 2.2.2. As per the requirement stated in the Section 12 (f) of National Audit Act No. 19 of 2018, that inconsistently acted for such relevant written law or other general or special provisions which were issued by the fund controlling board excluding the following observations.

only for 21 national sports by the National Sports Fund in the year 2022. Out of that value Rs. 38,388,967 which is 23% for athletics, Rs. 32,918,499 which is 19.6% for netball and Rs. 15,000,000 which is 8.9% for rugby has been expended. Accordingly, out of the expended value percentage of 51.5% had been expended only for 03 national sports. An ample attention has not been paid by the National Sports Fund on behalf of encouraging and developing the national sports due to financial has been granted only for 21 national sports even though there were 66 national sports.

- (e) Special attention has not been paid for uplifting the inter school sports affairs and an amount of Rs. 300,000 has been expended only for 03 schools in a district for taking part the sports competitions.
- (f) Monthly allowance of Rs. 100,000 for a sportsperson and Rs. 50,000 for a coach has been decided to be paid during the year 2021 by selecting 58 sportspersons and 32 coaches who engage in 6 sports such as athletics, para sports, judo, badminton, weight lifting and boxing in the intention of achieving the relevant competitions developing skills of the sportspersons under the advanced performance programme focusing on the Commonwealth and Asian games. Accordingly, 09 sports such as swimming, gymnastics, squash, table tennis, basketball, beach volleyball, cricket (women), rugby and wrestling which represented Commonwealth Games held in July to August in 2022 has not been granted the allowance under this programme. Therefore, 78 sportspersons out of 116 total sportspersons which is percentage of 67% who represented Commonwealth Games have not been granted the allowance under this programme.
- (g) As wrestling was not an event selected under the advanced performance programme, the sportswoman who achieved bronze medal to Sri Lanka in wrestling (women) 57 kg class free style has failed to obtain the allowance and monthly nutritional allowance. 27 sportspersons who obtained the allowance under this programme among 32 sportspersons and 32 coaches which is a percentage of 55% out of total sportspersons have not taken part Commonwealth Games.
Although, this programme has been implemented as per procedure comprising with criteria for selecting sports to grant allowance, required measures have not been taken to approve that procedure.
- (h) An amount of Rs. 9,157,992 has been provided to Matara District Secretariat for constructing a building for Matara Kamburupitiya boxing pavilion as well as for the development of Kamburupitiya Volleball court by the National Sports Fund and the total contract expenditure was Rs. 7,265,483. Even though the residual amount which is Rs. 1,892,509 has been deposited in the common deposit account from January to July in 2022 which is during an year and six months, required measures have not been taken to return that amount to the National Sports Fund of deploy that for another development task.

W.P.C. Wickramarathna
Auditor General

Reference of rules, regulations -----	Description -----
(a) Section 25 (2) of National Sports Law No. 25 of 1973	A report on the administration of Fund for the year 2022 has not been prepared.
(b) Financial Regulations of Democratic Socialist Republic of Sri Lanka.	
(i) Financial Regulations 877 (1) (c) and (d)	The treasury approval has not been obtained for the National Sport Fund budget for the year 2022
(ii) Financial Regulations 877 (2) (d)	A performance report of National Sports Fund has not been prepared for the year under review.
2.2.3. As per the requirement stated in the Section 12 (g) of National Audit Act No. 19 of 2018, that acted inconsistently to the powers, role and functions of the Fund.	
2.2.4. As per the requirement stated in the Section 12 (h) of National Audit Act No. 19 of 2018, that the resources of the Fund have not been procured and utilized efficiently and effectively in accordance with the relevant rules during the period.	

3. Other circumstances -----

Following observations are being carried out.

- (a) Rs. 10,000,000 has been allocated for the nutritional allowance for the sportspersons by the budget of the year 2022 and it was deducted to Rs. 2,650,000 by the revised budget. The deployed actual expenditure for the above in the year 2022 is Rs. 2,601,004 and out of that Rs. 1,191,004 was monthly allowance paid for two sportspersons who are training abroad as well as the nutritional allowance of Rs. 1,410,000 is for the sportspersons who are sponsoring under the advance performance programme.
- (b) As per the first budget of the year 2022, the welfare allowance of Rs. 4,600,000 for the coaches had been cut off by the revised budget and adequate attention has not been paid on behalf of uplifting the motivation of the coaches which affects directly to the performance of sportspersons.
- (c) Although, the functions of the Fund focused on improving the sports skills, the grants of Rs. 21,500,000 which was allocated for the development of skills of the sportspersons, coaches and officials by the budget in the year 2022 was deducted up to Rs. 300,000 which is percentage of 96% by the revised budget.
- (d) Even though, there were 66 national sports that have been registered under the Department of Sports Development, financial aid of Rs. 167,437,307 has been granted