

2023



வாரீக காரீகாபன வாரீகா வருடாந்த செயலாற்றுகை அறிக்கை Annual Performance Report



ஈனீவீ நிகீபாடன னா ஈனாபா டீபார்தமீனீவூ
காலநடை உற்பத்தி ஈகாதாரத் திணைக்களம்
Department of Animal Production and Health

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வருடாந்திர செயலாற்றுகை அறிக்கை
ANNUAL PERFORMANCE REPORT

2023

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Annual Performance Report for the year – 2023

Department of Animal Production and Health
Expenditure Head No: – 292

1. Institutional Profile/Executive Summary

1.1. Introduction

The Department of Animal Production and Health (DAPH), which was established in 1978, is the main state organization responsible for livestock development in Sri Lanka. At present Department of Animal Production and Health is functioning under the Ministry of Agriculture & Plantation Industries. DAPH is the national institution that is legally empowered for management of livestock diseases in the country. Main functions of the DAPH include research and development, provision of technical leadership, expertise and back-up services and human resource development pertaining to livestock development. Designing of projects and program for the development of the livestock industry, economic evaluation and policy recommendations on livestock industry and coordination of special development programs covering the whole island are the main livestock industry development responsibilities of the DAPH. The Department implements a range of statutes as well to facilitate growth of the livestock sector.

With the establishment of provincial councils most of DAPH field level functions have been devolved to nine (09) Provincial Departments of Animal Production and Health (PDAPH).

The National DAPH provides technical leadership, expertise and back-up services to provincial DAPH and to the livestock industry. Divisional Veterinary Offices managed by Veterinarians are the main functional units of the DAPH. Total of 337 divisional veterinary offices scattered throughout the country which are functioned under PDAPH implement all the livestock development programs at grass root level.

1.2. Vision, Mission and Objectives of the Institution

1.2.1. Vision

Be the premier organization leading the livestock sector towards socio-economic development of Sri Lanka.

1.2.2. Mission

Provide technical guidance and support to achieve sustainable development in the livestock sector by maintaining a healthy animal population and enhanced productivity ensuring food safety and contributing to food security.

1.2.3. Objectives

- Assure an efficient preventive and curative animal health service.
- Promote optimal utilization of animal genetic resources.
- Enhance utilization of quality animal feeds and feed resources.
- Promote growth and development of the animal feed industry.
- Conduct research and development towards a sustainable livestock industry.
- Produce veterinary vaccines and other biologicals
- Provide referral laboratory and diagnostic services for the livestock industry
- Guidance, monitoring and amendments of the acts and regulations pertaining to livestock and poultry industry.
- Develop technically competent human resources.
- Ensure efficient and effective information dissemination and technology transfer.
- Formulate, monitor and evaluate livestock development projects and programs.
- Assure safety of products of animal origin.
- Promote and facilitate environmental friendly and good animal husbandry practices.
- Ensure welfare and wellbeing of animals
- Ensure efficient management of departmental activities.

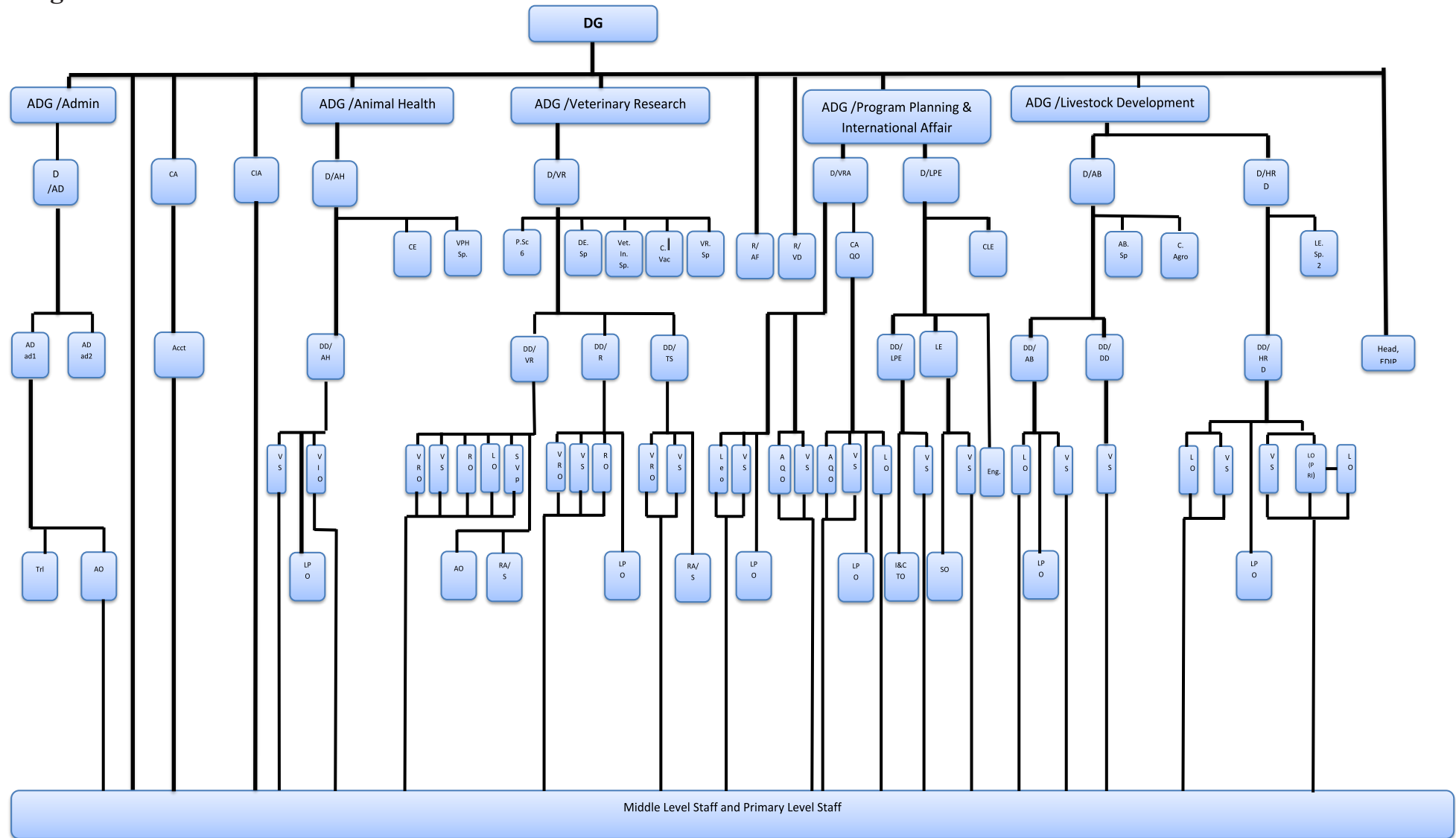
1.3. Key Functions

- Conduct National Artificial Insemination (AI) service and production of high quality semen from high productive cattle and goats.
- Implement Pedigree & Performance Recording Scheme (PPRS)
- Upgrade goat population.
- Improve availability of hybrid pasture and silage
- Implementation of National preventive vaccination program in Livestock.
- Production of vaccines and biologicals against contagious diseases locally (Foot and Mouth Disease , Black Quarter, Hemorrhagic Septicemia and Newcastle Disease)
- Prevention and control for mastitis and production of udder infusions
- Control Salmonellosis and Newcastle diseases.
- Ensuring efficient early warning system against Highly Pathogenic Avian Influenza. (HPAI)
- Improve the facilities of Veterinary Investigation Centers to improve disease diagnosis activities.
- Improve the health status of dairy farms.
- Improve infrastructure facilities at Dairy Technology laboratory
- Provide advisory services for livestock industry.
- Implementation of Animal Identification program
- Increase the availability of animal feed at the local market.
- Regulation of manufacture, sale, importation for sale and use of livestock products and biologicals
- Regulation of poultry sector activities.

- Implementation of animal quarantine and surveillance activities.
- Facilitation of International Trade
- Improve laboratory and infrastructure facilities of Animal Quarantine Stations.
- Formulation and implementation of livestock research projects.
- Capacity development of Animal Husbandry Diploma Holders through Animal Husbandry Schools at Karandagolla and Seepukulama.
- Conduct educational and skill development programs at Institute of Continuing Education.
- Dissemination of livestock programs. (TV/Radio/Exhibitions)
- Establishment and maintenance of model farm units.
- Development and maintenance of Animal Technology Park.
- Conduct surveys and studies on socio economic impact of livestock sector.
- Preparation and publication of livestock information and statistics.
- Facilitation of Environmental friendly livestock farming
- Support extension services

Organizational Structure

1.4. Organizational Chart



Other Staff: DO, DA, Le.Ass, Pro.Ass., TO, Drftm, RA, MSO, LIB, LDO

Dri, Tra.Ope., LA, Mech, BO, Car, Elec, Ban.Kee, Watc, BBC, MM, GtC, AG, LM, KKS, ACA, GL, SL, FA

DG	-Director General – Dept. of Animal Production & Health
ADG	-Additional Director General
D/AD	-Director, Administration
D/VRA	-Director, Veterinary Regulatory Affairs
D/LPE	-Director, Livestock Planning and Economics
D/HRD	-Director, Human Resource Development
D/AB	-Director, Animal Breeding
D/VR	-Director, Veterinary Research
D/AH	-Director, Animal Health
Head/EDIP	-Head/Entrepreneurship Development & Investment Promotion Unit
CA	-Chief Accountant
CLE	-Chief Livestock Economist
CE	-Chief Epidemiologist
VPH.Sp.	-Veterinary Public Health Specialist
P.Sc	-Principal Scientist
DE.Sp.	-Dairy Engineering Specialist
Vet.In.Sp.	-Veterinary Investigation Specialist
C.Vac	-Chief Vaccinologist
R/AF	-Registrar/ Animal Feeds
R/VD	-Registrar/ Veterinary Drugs
CAQO	-Chief Animal Quarantine Officer
AB.Sp.	-Animal Breeding Specialist
VR.Sp.	-Veterinary Reproduction Specialist
LE.Sp.	- Livestock Extension Specialist
C.Agro.	-Chief Agronomist

DD/AH	-Deputy Director, Animal Health
DD/VR	-Deputy Director, Veterinary Research
DD/R	-Deputy Director, Research
DD/TS	-Deputy Director, Technical Service
DD/LPE	-Deputy Director, Livestock Planning and Economics
DD/HRD	-Deputy Director, Human resource Development
DD/AB	-Deputy Director, Animal Breeding
DD/DD	-Deputy Director, Dairy Development
LE	-Livestock Economist
AD. Ad	-Assistant Director/ Administration
SVP	-Superintendent of Vaccine Production
AQO	-Animal Quarantine Officer
VRO	-Veterinary Research Officer
VIO	-Veterinary Investigation Officer
VS	-Veterinary Surgeon
LO	-Livestock Officer
RO	-Research Officer
Leo	-Legal Officer
Eng.	-Engineer
AO	-Administrative Officer
RA/S	-Research Assistant/Special
LPO	-Livestock Promotion Officer
Trl	-Translator
I & CTO	-Information & Communication Technical Officer
SO	-Statistical Officer

Other Staff	
DO	-Development Officer
DA	-Development Assistant
Le.Ass	-Legal assistant
Pro.Ass.	-Programming Assistant
TO	-Technical Officer
Drftm	-Draftman
RA	-Research Assistant
MSO	-Management Services Officer
LIB	-Librarian
LDO	-Livestock Development Officer
WR	-Warden
Dri	-Driver
Tra.Ope.	-Tractor Operator
LA	-Laboratory Assistant
Mech	-Mechanic
BO	-Boiler Operator
Car	-Carpenter
Elec	-Electrician
Ban.Kee.	-Bungalow Keeper
Watc	-Watcher
BBC	- Bast Bullock Care-taker
MM	-Milk Man
GtC	-Goat Caretaker

AG	- Animal Guardian
LM	-Lawn Mower
KKS	-Office Employment Service
ACA	-Animal Control Aide
GL	-Garden Laborer
SL	-Sanitary Laborer
FA	-Field Assistant

1.5. Main Divisions under the Department of Animal Production and Health

- ❖ Animal Breeding Division
- ❖ Animal Health Division
- ❖ Veterinary Regulatory Affairs Division
- ❖ Livestock Planning and Economics Division
- ❖ Human Resource Development Division
- ❖ Veterinary Research Institute
- ❖ Finance Division
- ❖ Administration Division
- ❖ Entrepreneurship Development & Investment Promotion Unit

1.6. Institutions under the Main Divisions of Department

- ❖ Animal Breeding Division
 - Artificial Insemination Centers - Kundasale, Polonnaruwa
 - Goat Breeding Centers - Thelahera, Imbulandanda
- ❖ Animal Health Division
 - Veterinary Investigation Centers (25)
- ❖ Veterinary Regulatory Affairs Division
 - Animal Quarantine Stations - Colombo, Katunayake, Mattala, Jaffna
- ❖ Human Resource Development Division
 - Animal Husbandry Schools - Karandagolla, Seepukulama
 - Institute of Continuing Education - Gannoruwa
 - Livestock Technology Park - Gannoruwa
 - Extension Support Centre- Head Office
- ❖ Veterinary Research Institute
 - Central Poultry Investigation Centre - Karandagolla
 - Animal Virology Lab - Polgolla
 - Dairy Technology Lab – Gannoruwa

1.7. Details of the Foreign Funded Projects

The FAO-funded project to "Improve Small Scale Dairy Farmers by Introducing Quality Grass and Legume Varieties and Managing Their Nutritional Status" was implemented in the year 2023. For the year 2023 Rs. Mn. 4.9 received foreign aid and on 31.12.2023 Rs. Mn. 0.33 had been spent on the project. Under this, 03 experimental nurseries were established according to different climatic zones. Stylosanthes guianensis cv. Cultivation of guianensis legumes was started with seeds imported from Thailand, and adaptability tests were carried out.

2. Progress and Future Outlook

*Progress of Development Programmes and Projects implemented by the
Department of Animal Production and Health during the year 2023 (as at 31st December)*

#	Programme/Project	Budgetary provision 2023(Rs.Mn.)	Expenditure (%)	Financial Progress (%)	Physical Progress (%)
1.	Control of Contagious Diseases	45.00	21.28	47.3	75
2.	Production of Vaccine against Foot and Mouth Disease locally	126.50	15.50	12.26	62
3.	Comprehensive Mastitis Control Program for Increased Milk Production and Productivity Improvement in Milking Herds	20.00	17.15	85.73	45
4.	Production of Compatible and High Quality Animal Vaccine Locally for Substitution of Vaccines Imported	40.00	34.75	86.88	37
5.	Upgrading Poultry and Fish Disease Diagnosis and Surveillance Facilities at Veterinary Investigation Centers	12.00	1.06	8.83	76
6.	Livestock Research Program	78.50	77.20	98.35	66
7.	Livestock Breeding Project	200.00	182.69	91.35	92
8.	Increase the Availability of High Quality Heifer Calves	71.0	21.52	30.31	51
9.	Improvement of Service Delivery System of Field Veterinary Offices	15.00	2.03	13.55	31
10.	Animal Identification and Traceability System	20.00	19.74	98.69	75
11.	Expansion and Modernization of Animal Quarantine Units	6.00	4.13	68.84	100
12.	Export Facilitation of Chicken Meat and Eggs through Poultry Health Management	10.00	7.13	71.27	90
13.	Minimization of Risk of Disease to Humans and Livestock through Wildlife Disease Surveillance	2.00	2.00	100	78
14.	Quality Assurance of Animal Origin Feed for Food Safety and Export Facilitation	20.00	20.00	100	100
15.	Strengthening Capacity of Production of Animal Husbandry Diploma Holders	10.00	9.97	99.66	62
16.	Quality control & Quarantine activities	16.00	6.91	43.2	63.5
17.	Increase The liquid milk production through enhance breeding	100.00	25.47	25.47	92

2.1. Physical and Financial Progress of Projects implemented in 2023

2.1.1 Livestock Sector Development

2.1.1.1 Dairy Sector

a. Genetic Improvement of Cattle and Buffalo

Artificial Insemination (AI) using quality frozen semen is the main programme implemented to upgrade the local cattle and buffalo population, in order to increase milk production in the country. Production and distribution of cryo-preserved semen, training of AI technicians, development/introduction of pasture and fodder varieties and trainings on pasture and fodder cultivation is the main components of this programme. During the year 148,493 doses of semen were produced by the Artificial Insemination Stations at Kundasale and Polonnaruwa. A total of 205,586 AI's were carried out by divisional veterinary offices. A total of 74,519 pregnancy diagnoses were carried out on inseminated cows/heifers by field Veterinary Surgeons 64,064 calving have been reported during the period under review.

b. Heifer Calf Rearing Programme

Poor management of AI born female calves is one of the main constraints at farm level, in achieving real benefits of the AI services. Therefore, an incentive payment scheme was implemented to enroll AI born female calves and provide technical advisory services and inputs in order to improve nutritional status of heifer calves thereby to increase breedable cow population and the domestic milk production in the country. During the period of this program, as of 31.12.2023, 4,937 calf registrations have been completed and 60,650 kg of calf feed has been distributed. In addition to that 478 and 272 registered calves (Farmers) were paid 3rd and 4th installments respectively.

c. Promotion of Animal Feed Resources

Under the Animal Feed Resource Development Project, an improved Napier grass plantation was established using a three-acre land acquisition method to meet the roughage requirements of sperm donor cattle at the Kundasale Artificial Insemination Centre.

- A training program related to the establishment of Napier grass as a sub-crop and a model plantation has been carried out at the Mawathagama Daisy Valley Coconut Nursery in collaboration with the Coconut Cultivation Board and other government agencies under the extension of improved grass varieties
- Total of 2,650 planting materials of improved types of grasses have been issued by departmental grass nurseries, and about 81,000 planting materials have been provided to the field through private grass entrepreneurs registered with the department.

2.1.1.2 Goat Sector

The DAPH maintains two (02) Jamunapari goat breeding farms at Imbulandanda and Thelahera to meet the demand for high quality breeding goats. It was reported 108 births at Thelahera in year 2023 and 64 breeding goats were distributed at the age of 6 months, as goat population increasing initiative. However, due to the outbreak of Caprine Arthritis Encephalitis (CAE) at the Imbulandanda Goat Breeding Centre, the distribution of animals has been temporarily suspended.

2.1.1.3 Poultry Sector

Poultry industry in the country at present is predominantly in the hands of the private sector and, the state sector role is confined to that of regulatory services and quality assurance aspects. Due to the outbreaks of the Highly Pathogenic Avian Influenza (HPAI) disease in certain countries, restrictions have been imposed on import of parent and grandparent birds and strict preventive measures are adopted by the animal quarantine office at ports of entries. Around 81.35% of broiler parent requirements of the country are being locally produced by three (03) Grand Parent farms (GP farms). By the end of the year 1,159,834 broiler parents have been produced locally by these grandparents' farms. In addition 46,121 broiler grandparents, 282,891 broiler parents and 116,935 layer parents have been imported into the country.

It has been estimated a total of 166.82 million broiler chicks and 7.29 million layer chicks have been produced by poultry breeder farms during the period.

Newcastle disease vaccine was produced by the VRI to be issued to small-scale poultry farmers free of charge. During the period 4,619,200 doses of Newcastle Disease (ND) vaccines were produced by the DAPH. 4,034,885 birds have been immunized against Newcastle disease by the end of 2023.

2.1.2. Livestock Health Improvement

a. Control of Contagious Diseases of Livestock

Department of Animal Production and Health (DAPH) implements island wide efficient preventive and curative animal health management service in collaboration with the Provincial Departments of Animal Production and Health (PDAPH). Such programs are very important to maintain a healthy animal population, in order to achieve optimum production and productivity from animals. Immunization against notifiable animal diseases is the main programme carried out under this by the DAPH in collaboration with PDAPH.

Required vaccines for the immunization programme are manufactured by the Veterinary Research Institute (VRI) of the DAPH namely vaccines against (FMD) Foot and Mouth Disease, Hemorrhagic Septicemia (HS), Black Quarter (BQ) and Brucellosis.

<i>Type of Vaccine</i>	<i>No. of animals vaccinated</i>
<i>FMD</i>	<i>203,776</i>
<i>HS</i>	<i>125,960</i>
<i>BQ</i>	<i>174,186</i>
<i>Brucella S19</i>	<i>3,666</i>

b. Prevention of Introduction of Highly Pathogenic Avian Influenza

Sri Lanka is still remains free from Highly Pathogenic Avian Influenza (HPAI), a disease which has caused devastating effects in several countries world-wide. The DAPH has prepared a comprehensive plan to control and eradicate this disease if it gains entry into the country. Strict surveillance programs and awareness programs are being carried out.

Under the Salmonellosis control program, 94 breeder farms observations and 116 hatchery farms were visited. Total of 6,208,800 vaccines have been distributed for the control of Newcastle Disease. The entire island has been covered under bird flu control activities, during which 5,107 blood samples, 22,959 dropping samples, and cloacal swabs were collected and tested. They were determined to be free of the disease.

c. Strengthening of Animal Quarantine and Inspection Service

Animal quarantine service is the front-line defense system against entry of any exotic (foreign) animal disease into the country. The objectives of this project are strengthening post-import quarantine surveillance program on breeder poultry and quality (health) improvement in the ornamental fish industry for the export market.

Under this program 35 batches of imported day old chicks have been inspected during the period under review. Further 35 Aquariums have also been inspected.

d. Production of Compatible and High Quality Animal Vaccine Locally

This project initiated in 2018 to expand the production of high quality vaccines locally. It is expected to improve the quality of the currently producing vaccines and produce new vaccines. Under this project facilities improved for produce Foot and Mouth Disease (FMD), Hemorrhagic Septicemia (HS), Black Quarter (BQ), Swine Pasteurellosis (SP), Fowl Cholera and Newcastle Disease (ND) vaccines locally.

<i>Type of Vaccine</i>	<i>Annual Target</i>	<i>Vaccine production up to 31.12.2023</i>
<i>HS</i>	<i>205,000</i>	<i>202,440</i>
<i>BQ</i>	<i>70,000</i>	<i>69,069</i>
<i>ND</i>	<i>4,496,200</i>	<i>4,619,200</i>
<i>Fowl Cholera</i>	<i>On request</i>	<i>344,080</i>
<i>Swine Pasteurellosis (SP)</i>		<i>3,600</i>

e. Upgrading Poultry and Fish Disease Diagnosis and Surveillance Facilities at Veterinary Investigation Centers

Under this project laboratories in identified VICs will be modernized to diagnose and surveillance of poultry and fish diseases regionally. In addition to that, supplementation of laboratory instruments, chemicals and capacity development of the laboratory staff were done under this project.

2.1.3. Human Resources Development

a. Capacity Building, Education and Training

DAPH undertakes capacity building programs for technical officers and farmers on modern, practical animal husbandry activities. During the reviewed period, 12 training programs related to milk production and poultry management have been provided to numerous officials from various institutions, including entrepreneurs.

Currently, 56 and 54 students (for the academic year 2023-2024) are studying for the Higher National Diploma in Livestock Production Technology at Sri Lanka Schools of Animal Husbandry in Seepukulama and Karandagolla, respectively. This batch is scheduled to complete the course next year, in 2024.

b. Dissemination of Information

Through these, the DAPH was able to educate and provide information on new technologies to small and medium scale entrepreneurs already engaged in livestock activities and those who are anticipated in commencing new ventures, school children and general public. A total of 18,408 booklets were issued during this period. DAPH has contributed for 04 exhibitions on request in the year 2023. Furthermore, 48 radio publicity programs and 24 TV/Video programs and were also conducted.

2.1.4. Regulatory Functions and Services

a. Registration of Farms

An electronic data system for annual re-registrations of farms was established in 2022 with the aim of accurately identifying the functioning dairy farms in Sri Lanka. In this regard, 23 awareness programs were conducted for all Provinces.

Sinhala and Tamil versions of registers (144), formats (44700), farm renewal & registration cards (31,500) and awareness posters (650) were distributed to all veterinary offices covering whole island.

Veterinary range wise data entering to the electronic system was started in august 2022, and 55,394 farms were registered at the end of year 2023

b. Establishment of an Animal Identification and Traceability System and a Central Livestock Farm Data Base

Under this project each registered farm would be visited by the field extension staff and animals in that farm would be ear tagged. During the year 120,000 animals have been identified. The remaining population and their off-springs have to be identified in coming years. This would help to maintain bona-fide data on cattle population, prevent illicit transport and slaughter, forecast the future milk production and eliminate unproductive animals.

2.1.5. Veterinary Public Health Services

a. Quality Assurance of Animal Origin Feed for Food Safety and Export Facilitation

This project was initiated in 2018 to assure quality of animal origin feed for food safety and export facilitation. Animal Nutrition laboratory at VRI was improved under this project during the year 2023. Furthermore, 7,274 numbers of animal feed and animal product samples were analyzed under the year of review.

2.2. Programmes and Projects to be implemented by the Department of Animal Production and Health in 2024

The development programmes implemented in the year 2023 will continue in the year 2024 as well.

2.2.1. Livestock Health Improvement

a. Control of Contagious Diseases of Livestock

Number of animals which will be vaccinated during the year 2024 against contagious diseases as follows.

Name of the vaccine	No of animals to be vaccinated
Foot and Mouth Disease	300,000
Black Quarter	130,000
Haemorrhagic Septicemia	150,000

b. Production of Compatible and High Quality Animal Vaccine Locally

The Veterinary Research Institute expects to produce following vaccines for the year 2024 to prevent the spread of contagious diseases in animals.

Type of Vaccine	Number of animals to be vaccinated in 2024
FMD	300,000
BQ	130,000
HS	40,000
ND	3,100,000
Brucella	10,000

c. Minimization of risk of disease to humans and livestock through wildlife disease surveillance

Wildlife disease diagnosis and surveillance activities were started island-wide and National and Regional Veterinary laboratories were established in the year 2023.

Training programs were held to increase the capacity of Veterinarians and other stakeholders on wildlife diseases.

2.2.2. Regulatory Functions and Services

a. Establishment of an Animal Identification and Traceability System and a Central Livestock Farm Data Base

This project is continuing since 2010 which is aimed to establish central livestock farm data base. Under this project each registered farm would be visited by the field extension

staff and animals in that farm would be ear tagged. This would help to maintain bona-fide data on cattle population, prevent illicit transport and slaughter, forecast the future milk production and eliminate unproductive animals. It is expected to ear tagged 100,000 animals during the year 2024.

2.2.3. Veterinary Public Health Services

a. Quality Assurance of Animal Origin Feed for Food Safety and Export Facilitation

This project is aimed to assure quality of animal origin feed through laboratory investigations. Animal Nutrition laboratory at VRI will be further improved to deliver efficient analysis service to the country and conducts research to promote animal feed production using locally available raw materials

2.3. Projects and Programs which are submitted to Department of National Planning and State Ministry for the year 2024

DAPH prepared and submitted a new project proposal to the Ministry in June 2023. Total of Rs.35 million has been approved for this project submitted in year 2024. Some of the programs and projects which implemented in 2023 are expected to continue in 2024.

#	Project	Duration	Estimated cost (Rs.Mn)	Objectives
01	Increase fresh milk production by improving the efficiency through introduction of new technology to develop small holder dairy entrepreneurs	05 Years	2910.45	Upgrade existing small-scale dairy farmers into small-scale entrepreneurs by increasing their dairy farm milk production up to 100L within a one-year period. This will be achieved by introducing new technology to utilize existing farm resources to increase production and improve farm productivity efficiency.


Dr. (Mrs.) K.A.C.H.A. Kothalawala
 Director General
 Dept. of Animal Production & Health
 P. O. Box 13, Gatambe
 Peradeniya

3. Overall Financial Performance for the year ended 31 December 2024

3.1. Statement of Financial Performance

Statement of Financial Performance for the period ended 31st December 2023					ACA-F
Revised Budget Allocations 2023	Note	Actual 2023 Rs.	Actual 2022 Rs.		
Rs.					
- Revenue Receipts		-	-		
- Income Tax	1	-	-		
- Taxes on Domestic Goods & Services	2	-	-		
- Taxes on International Trade	3	-	-		
- Non Tax Revenue & Others	4	-	-		
- Total Revenue Receipts (A)		-	-		ACA-1
- Non Revenue Receipts		-	-		
- Treasury Imprests		1,109,849,000	1,017,560,000		ACA-3
- Deposits		32,001,642	8,927,383		ACA-4
- Advance Accounts		31,221,729	29,916,211		ACA-5
- Other Main Ledger Receipts		-	-		
- Total Non Revenue Receipts (B)		1,173,072,371	1,056,403,594		
- Total Revenue Receipts & Non Revenue Receipts C = (A)+(B)		1,173,072,371	1,056,403,594		
- Remittance to the Treasury (D)		-	-		
- Net Revenue Receipts & Non Revenue Receipts E = (C)-(D)		1,173,072,371	1,056,403,594		
- Less: Expenditure					
- Recurrent Expenditure					
- Wages, Salaries & Other Employment Benefits	5	525,093,369	539,071,500		
- Other Goods & Services	6	170,142,771	116,475,614		ACA-2(ii)
- Subsidies, Grants and Transfers	7	24,506,745	23,446,528		
- Interest Payments	8	-	-		
- Other Recurrent Expenditure	9	-	-		
- Total Recurrent Expenditure (F)		719,742,885	678,993,642		
- Capital Expenditure					
- Rehabilitation & Improvement of Capital Assets	10	12,006,145	14,309,464		
- Acquisition of Capital Assets	11	2,233,627	4,610,068		
- Capital Transfers	12	-	-		ACA-2(ii)
- Acquisition of Financial Assets	13	-	-		
- Capacity Building	14	27,026,834	25,517,010		
- Other Capital Expenditure	15	468,557,128	385,861,501		
- Total Capital Expenditure (G)		509,823,734	430,298,043		
- Deposit Payments		30,248,956	16,841,275		ACA-4
- Advance Payments		26,450,580	20,048,778		ACA-5
- Other Main Ledger Payments		-	-		
- Total Main Ledger Expenditure (H)		56,699,536	36,890,054		
- Total Expenditure I = (F)+(G)+(H)		1,286,266,154	1,146,181,739		
- Balance as at 31st December J = (E-I)		(113,193,784)	(89,778,145)		
- Balance as per the Imprest Adjustment Statement		(113,193,784)	(89,778,145)		ACA-7
- Imprest Balance as at 31st December		(113,193,784)	(89,778,145)		ACA-3

S.H.M.C.  UTHMANTHA HERATH
Chief Accountant (Acting)
Dept. of Animal Production & Health
Gatambe - Peradeniya

3.2. Statement of Financial Position

ACA-P

Statement of Financial Position
As at 31st December 2023

	Note	Actual 2023 Rs	2022 Rs
<u>Non Financial Assets</u>			
Property, Plant & Equipment	ACA-6	3,192,200,479	3,140,915,577
<u>Financial Assets</u>			
Advance Accounts	ACA-5/5(a)	80,629,343	85,400,492
Cash & Cash Equivalents	ACA-3	-	-
Total Assets		3,272,829,822	3,226,316,069
<u>Net Assets / Equity</u>			
Net Worth to Treasury		62,302,692	68,826,528
Property, Plant & Equipment Reserve		3,192,200,479	3,140,915,577
Rent and Work Advance Reserve	ACA-5(b)		
<u>Current Liabilities</u>			
Deposits Accounts	ACA-4	18,326,651	16,573,964
Unsettled Imprest Balance	ACA-3		
Total Liabilities		3,272,829,822	3,226,316,069

Detail Accounting Statements in ACA format Nos. 1 to 7 presented in pages from 01 to 39 and Annexures to accounts presented in pages from 40 to 85. 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 Treasury 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.

[Signature]

Chief Accounting Officer

Name :

Designation :

Date : 19.02.2024

[Signature]

Accounting Officer

Name :

Designation :

Date : 19.02.2024

[Signature]

Chief Financial Officer/ Chief Accountant/
Director (Finance)/ Commissioner (Finance)

Name :

Date : 19.02.2024

Janaka Dharmakeerthi
Secretary
Ministry of Agriculture and Plantation Industries
No.80/5, "Govijana Mandiraya",
Rajamalwatta Avenue, Battaramulla.

Dr. (Mrs.) K.A.C.H.A. Kothalawala
Director General
Dept. of Animal Production & Health
P. O. Box 13, Gatambe
Peradeniya

S.H.M.C. LUSHANTHA HERATH
Chief Accountant (Acting)
Dept. of Animal Production & Health
Gatambe - Peradeniya



3.3. Statement of Cash Flows

ACA-C

Statement of Cash Flows
for the Period ended 31st December 2023

	Actual	
	2023 Rs.	2022 Rs.
<u>Cash Flows from Operating Activities</u>		
Total Tax Receipts	-	-
Fees, Fines, Penalties and Licenses	-	-
Profit	-	-
Non Revenue Receipts	-	-
Revenue Collected on behalf of Other Revenue Heads	-	-
Imprest Received	127,671,642	93,917,293
Recoveries from Advance	1,109,849,000	101,756,000
Deposit Received	29,857,040	30,398,928
	32,001,642	8,927,383
Total Cash generated from Operations (A)	1,299,379,325	1,150,803,604
<u>Less - Cash disbursed for:</u>		
Personal Emoluments & Operating Payments	695,236,140	655,547,114
Subsidies & Transfer Payments	24,506,745	23,446,528
Expenditure incurred on behalf of Other Heads	17,685,358	19,383,453
Imprest Settlement to Treasury	-	-
Advance Payments	26,450,580	20,048,776
Deposit Payments	30,248,956	16,841,275
Total Cash disbursed for Operations (B)	794,127,778	735,267,147
NET CASH FLOW FROM OPERATING ACTIVITIES(C)=(A)-(B)	505,251,547	415,536,457
<u>Cash Flows from Investing Activities</u>		
Interest	-	-
Dividends	-	-
Divestiture Proceeds & Sale of Physical Assets	-	-
Recoveries from On Lending	-	-
Total Cash generated from Investing Activities (D)	-	-
<u>Less - Cash disbursed for:</u>		
Capital Expenditure	505,251,547	415,536,457
Total Cash disbursed for Investing Activities (E)	505,251,547	415,536,457
NET CASH FLOW FROM INVESTING ACTIVITIES(F)=(D)-(E)	(505,251,547)	(415,536,457)
NET CASH FLOWS FROM OPERATING & INVESTMENT ACTIVITIES (G)=(C) + (F)		
<u>Cash Flows from Financing Activities</u>		
Local Borrowings	-	-
Foreign Borrowings	-	-
Grants Received	-	-
Total Cash generated from Financing Activities (H)	-	-
<u>Less - Cash disbursed for:</u>		
Repayment of Local Borrowings	-	-
Repayment of Foreign Borrowings	-	-
Total Cash disbursed for Financing Activities (I)	-	-
NET CASH FLOW FROM FINANCING ACTIVITIES (J)=(H)-(I)	-	-
Net Movement in Cash (K) = (G) + (J)	-	-
Opening Cash Balance as at 01st January	-	-
Closing Cash Balance as at 31st December	-	-

S.H.M.C. LUSHANTHA HERATH -
Chief Accountant (Acting)
Dept. of Animal Production & Health
Gatambe - Peradeniya

3.4. Notes to the Financial Statements

Basis of Reporting

1) Reporting Period

The reporting period for these Financial Statements is from 01st January to 31st December 2023.

2) Basis of Measurement

The Financial Statements have been prepared on historical cost modified by the revaluation of certain assets and accounted on a modified cash basis, unless otherwise specified.

The figures of the Financial Statements are presented in Sri Lankan rupees rounded to the nearest rupee.

3) Recognition of Revenue

Exchange and non exchange revenues are recognised on the cash receipts during the accounting period irrespective of relevant revenue period.

4) Recognition and Measurement of Property, Plant and Equipment (PP&E)

An item of Property, Plant and Equipment is recognized when it is probable that future economic benefit associated with the assets will flow to the entity and the cost of the assets can be reliably measured.

PP&E are measured at a cost and revaluation model is applied when cost model is not applicable.

5) Property, Plant and Equipment Reserve

This reserve account is the corresponding account of Property Plant and Equipment.

6) Cash and Cash Equivalents

Cash & cash equivalents include local currency notes and coins in hand as at 31st December 2023.

* In cases where there are transactions which are specific to a particular reporting entity, relevant information can be entered in and revisions can be made as needed in the formats and the disclosure required for those specific transactions may be included under "Reporting Basis"

* Only the accounting policies relevant to the reporting entity should be disclosed under the reporting basis.


S.H.M.C. LUSHANTHA HERATH
Chief Accountant (Acting)
Dept. of Animal Production & Health
Gatambe - Peradeniya

Department of Animal Production and Health Annual Performance Report

2023

3.5. Performance of the Utilization of Allocation

ACA - 2

Summary of Expenditure by Programme for the period ended 31st December 2023

Expenditure Head No :		292.00		Ministry / Department / District Secretariat :		Department of Animal Production & Health		Rs.
Programme Number given in Annual Estimates	Title of the Expenditure	Annual Budgetary Provision (1)	Supplementary Estimate Provision (2)	FR 66/69 Transfers (3)	Total Net Provision (4)=(1)+(2)+(3)	Total Expenditure (5)	Net Effect Savings / (Excesses) (6)=(4)-(5)	
Programme (1)	(1) Recurrent	802,100,000			802,100,000	719,742,884	82,357,116	
	(2) Capital	91,000,000			91,000,000	48,179,165	42,820,835	
	Sub Total	893,100,000			893,100,000	767,922,049	125,177,951	
Programme (2)	(1) Recurrent							
	(2) Capital	776,000,000			776,000,000	461,644,568	314,355,432	
	Sub Total	776,000,000			776,000,000	461,644,568	314,355,432	
	Grand Total	1,669,100,000			1,669,100,000	1,229,566,617	439,533,383	

Chief Financial Officer / Chief Accountant / Director (Finance)
Commissioner (Finance)

Date : 19.02.2024

S.H.M.C. LUSHANTHA HERATH
Chief Accountant (Acting)
Dept. of Animal Production & Health
Gatambe - Peradeniya

3.6. Performance of the Reporting of Non-Financial Assets

<i>Assets Code</i>	<i>Code Description</i>	<i>Balance as per Board of Survey Report as at 2023.12.31</i>	<i>Balance as per Financial Position Report as at 2023.12.31</i>	<i>Yet to be Accounted</i>	<i>Reporting Progress as a %</i>
9151	<i>Building and Structures</i>	-	1,124,124,971.54	-	-
9152	<i>Machinery and Equipment</i>	-	624,720,804.29	-	-
9153	<i>Land</i>	-	1,443,354,759.04	-	-

3.7. Auditor General's Report

My No. CPCG/KD/F/DAPH/B/2024/15

28th May 2024

Accounting Officer
Dept. of Animal Production & Health.

Annual Detailed Management Report of the Auditor General on Head – 292 in terms of Section 11 (2) of the National Audit Act No. 19 of 2018 on Financial Statements of the Department of Animal Production & Health for the Year Ended as at 31st December 2023

The audit of the financial statements of the Head - 292 of the Department of Animal Production and Health for the year ended 31 December 2023 comprising the statement of financial positions as at 31 December 2023 and the statement of financial performance and cash flow statement for the year then ended, was carried out under my direction in pursuance of provisions of the Constitution of the Democratic Socialist Republic of Sri Lanka to be read in conjunction with the provisions of the National Audit Act No. 19 of 2018. This report is issued in terms of Section 11 (2) of the National Audit Act No. 19 of 2018. The Accounting Officer should act in terms of Section 39 of the National Audit Act and report me regarding the proposed remedy measures or procedures taken into consideration within 03 months from the date of this report. It also should be informed me about the reasons if there are; that cannot be implemented or could not be implemented in respect of any procedure or fact indicated in this report.

1.2 Comments on Financial Statement

1.2.1 Accounting Shortcomings

(a) Recurrent Expenditure
Audit Observation

Recommendation

Comments of the
Accounting Officer

In order to make payments in January 2024, a total amount of Rs.2,836,255 relevant to the year under review has not been stated in the statement of commitments and liabilities as per programme 01 as at 31st December 2023 which is given in the financial statement prepared as at the end of the year under review.

Liabilities relevant to the year should be given in the financial statements.

That vouchers received to the Accounts Division as at 31.12.2023, were entered in to the CIGAS data system, but after that also vouchers were received and hence the difference has occurred.

(b) Non-compliance with laws, rules and regulations

Occasions not complied with the provisions of laws, rules and regulations those observed during sample audit inspection are described below.

Department of Animal Production and Health Annual Performance Report

2023

Audit Observation		Recommendation		Comments of the Accounting Officer
Reference to laws, rules and regulations i. F.R. 144 of the Financial Regulation of the Democratic Socialist Republic of Sri Lanka	Value (Rs.)	Non-compliance		
	-	Financial activities such as daily cash balance and daily cash receipts have not been supervised in 04 sub offices those subjected to audit inspection.	Should act as per the Financial Regulations	That an officer has been nominated according to the instructions of the Officers In Charge, for supervision of daily cash receipts.
ii. Sub para 193 of para XVIII in the Procedural Rules of the Public Service Commission published in the extraordinary gazette no. 1589/30 dated 20 th February 2009		Though every officer whose service period is over 05 years is subject to transfer, there were 25 officers whose service period was 07 to 28 years in the same place of work serving in the 04 sub offices subjected to audit inspection	Should act in accordance with the procedural rules.	Some officers have not applied for transfer though their service period has exceeded 05 years and that there is no suitable successor for transfer
iii Establishment Code of the Democratic	15,957,765	08 officers those who went abroad for studies, training or on	Should act as per the establishment code	That money will be recovered as installments from those 4 officers.

Socialist
Republic of
Sri Lanka

Section 4 of
para XV

official duties
had not reported
back to work
violating the
agreement they
entered into to
serve a
compulsory
period. But the
penalty for that
had not been
recovered from
them.

(c) Fraud nature transactions

Audit Observation

Recommendation

Comments of the
Accounting Officer

(i) Shroff of the Veterinary
Research Institution,
Gannoruwa has irregularly
used a sum of Rs.
14,749,160 from the daily
revenue from the year 2018
to 2023 without submitting
money to the Chief Shroff
in the Head Office.
Complete reports on
inquires on this financial
irregularity had not been
issued as per F.R.104(4)
even at the end of the year
under review.

Should act as per the
Financial Regulations

Comments have not been
given

Though legal action has
been taken against the
shroff who directly
responsible for the
irregularity of money,
action has not been taken
against the other parties
responsible for this
irregularity, as an internal
control system has not been
established for the financial
control of the institution and
a formal supervision and an
accurate investigation has
not been carried out.

Proper action should be
taken against the other
parties responsible for the
irregularity

Comments have not been
given

2. Financial Review

2.1 Revenue Management

Audit Observation	Recommendation	Comments of the Accounting Officer
Since the year 2018 up to the year under review a sum of Rs. 12,398,310 has been remaining to be recovered from provincial councils relevant to cattle semen doses issued from the Artificial Insemination Centre, Kundasale.	Revenue of the relevant time period should be recovered accurately.	That cattle semen doses are supplied to farmers continuously and normally a deficiency exists as it takes some delay to send the collecting revenue to the provincial council

2.3 Entering into Commitments and Liabilities

Audit Observation	Recommendation	Comments of the Accounting Officer
Though it has been stated that liabilities and expenditure should not exceed allocations of the year, liabilities of Rs. 3,511,409 had been made exceeding the net allocated amount of Rs. 68,700,000 of 03 object codes	Should act in terms of Financial Regulations	That they happened to make commitments exceeding the allocated amount of money as expenses on water, electricity and security services were essential expenses up to December, 2023.

2.4 Deposits

Audit Observation	Recommendation	Comments of the Accounting Officer
Without acting as per FR 571 (3), Rs. 270,100 of five expired deposits has been remaining in a general deposit account since a period of 2 years to 04 years time.	Should act in terms of Financial Regulations	That answers will be provided later.

3. Monitoring Review

3.1 Planning

Audit Observation	Recommendation	Comments of the Accounting Officer
When inspected the action plan	Should implement	That investigation reports

as at 31st December 2023 and its progress, progress of 42 sub activities related to 23 planned activities was in a low level of less than 50% and 24 sub activities related to 18 activities had not been implemented.

planned activities

of diseases reported during the relevant time period have submitted for re-investigation and that diseases were not reported in respect of 04 activities

- (b) Since there is no sufficient laboratory facilities in the Animal Quarantine Centre, Colombo; out of 1,057 animal and animal feed samples, 850 samples had been given to the Veterinary Research Institution, Ganoruwa and 187 samples had been given to the Veterinary Research Centre, Welisara and tested. As these research activities take a long time period, it was unable to exclude the possibility of having adverse effects on import and export activities of animal and animal feed.

Sufficient laboratory facilities should be established in the Quarantine Centre.

That the Officer In charge has been given instructions to follow a suitable procurement procedure to purchase required laboratory items to improve the laboratory.

3.2 Not acquiring the anticipated level of output

Below mentioned observations are made

(a) Audit Observation	Recommendation	Comments of the Accounting Officer
Since the birth rate of goat kids in the Goat Breeding Centre, Thelahera from the year 2021 to 2023 was at a low rate in the process of breeding i.e. 182, 35 and 108 respectively, the objective to add high productive stud goats to the national goat population had not been achieved.	Should act to achieve the planned objectives of the project.	That the percentage of getting pregnant has decreased as animals' presence to the herd was in a low level due to malnutrition.
(b) In 2019, Boer Goat Breeding Project has been implemented in the Goat Breeding Centre, Imbulandanda with the objective of issuing 250 goats to the field within 05 years by 50 goats per year. By the end of 2023 Rs. 91,970,290 had been spent on this project and only a sum of Rs. 2,362,442 had been	Should act to achieve planned objectives of the project by controlling diseases.	That imported goats were inspected every now and then as B/T and CAE antibodies were found during the quarantine period. Through this disease vector animals were found and as such issuing of goats to the field has been

earned. Since only 23 goats have been released to the field during this period, the objective of the project had not been achieved.

stopped by that time.

- | | | | |
|-----|---|---|--|
| (c) | The Veterinary Surgeon who has been appointed to diagnose and control diseases to ensure animals' health in the Goat Breeding Centre, Thelahera had reported for duties to inspect the centre only 03 days in the year 2022 and 23 days in the year under review. Accordingly, anticipated duties of this Veterinary Surgeon had not been received and during that period the death rate of animals was in a high level as 141 and 35 respectively. | Duties should be entrusted to a Surgeon who can arrive at the Breeding Centre easily. | That it was unable to provide services of Veterinary Surgeons continuously from the Head Office to the Breeding Centre, Thelahera due to unavoidable circumstances such as transport difficulties and fuel shortage existed as a result of the economic crisis in the year 2022. |
|-----|---|---|--|

in the year 2018 the cost incurred to produce a Diploma holder by the School of Animal Husbandry, Karandagolla was nearly Rs. 600,000 and it increased from 11 lacks to 18.5 lacks during the period from 2019 – 2022. But, attention had not been paid to take action such as to increase the number of students to register for the course, to minimize the number of drop outs and to minimize the expenditure incurred for each object codes in order to reduce the cost that has to be incurred for a diploma holder per year.

Should manage expenditure, minimize drop outs and increase efficiency.

Comments have not been given.

3.3 Annual Performance Report

Audit Observation

The Annual Performance Report had not been submitted along with the Annual Financial Statement as per Section 16(2) of the National Audit Act No. 19 of 2018

Recommendation

Should act as per the provisions provided by the Act.

Comments of the Accounting Officer

That, the Annual Performance Report was sent to the Planning Division of the Ministry of Agriculture and Plantation Industries on 05.02.2024 as per the request dated

03.01.2024 made by the ministry, preparing it according to the format sent by them in order to submit through the Secretary to the Ministry to the Auditor General

3.4 Assets Management

Following observations are made

	Audit Observation	Recommendation	Comments of the Accounting Officer
(a)	Even though facilities are available in the School of Animal Husbandry, Karandagolla to train 100 students per year, facilities were remaining underutilized as only 137 students had registered for the both academic years i.e. 2019 – 2022 and 2022 – 2024.	Available facilities should be fully utilized.	That they intend to widen the lecture halls and take necessary action to recruit 75 students for one batch.
(b)	Even though the finger print machines in Veterinary Investigation Centres in Dambulla and Wariyapola had not been functioning since October 2022 and December 2018 respectively, they had not been repaired even by the end of the year under review.	That finger print machines should be repaired soon to use.	That necessary action has been taken to get repaired the finger print machines by some other institution as the institution from which the machines were bought did not repair them.
(c)	The canteen up stare in the Institution of Continuous Education which was completed on 04 th January 2021 spending Rs. 11,611,665 was remaining idling for more than three years without utilizing for the anticipated objective.	The building should be utilized relevant to the anticipated objective	That they make attempts to acquire even a part of these requirements with the allocations provided under purchasing of office equipment and furniture for the year 2024
(b)	Even though poultry houses and resources are available in the Central Poultry Research Centre to maintain a maximum capacity of 5, 181 poultry, 68 percent of the center was underutilized in the year under review as there were only 1,680 poultry i.e. less than 32 percent in it.	The Poultry Research Centre should be maintained at a maximum capacity.	That action has been taken to purchase the setter machine which is required to the Incubator as the capacity in it is available only for 8400 eggs even though poultry houses in the farm have enough space for more than

5000 poultry.

3.3 Losses and Waivers

Audit Observation	Recommendation	Comments of the Accounting Officer
As per the Financial Statements prepared as at the end of the year under review, action had not been taken in respect of losses and waivers to the total of Rs. 21,299,643 related to 18 occasions.	Should act as per the Financial Regulations.	That it is expected to take action as per the preliminary investigation reports on losses under F.R. 104(3) and final reports on losses under 104(4).

3.6 Management weaknesses

Following observations are made.

Audit Observation	Recommendation	Comments of the Accounting Officer
(a) Even though, an automatic bio reagent machine had been purchased spending Rs. 96,548,000 and fixed on 15 th August, 2022 in the Animal Virus laboratory, Polgolla it was remaining idle without using until 31 st December of the year under review. Without paying attention to purchase machines according to the production capacity as per the forecast on future planes, a machine with high capacity had been purchased at a high price.	Purchases should be made on the requirement and the machine should be taken to use.	Procurement process had been commenced in the year 2021 and this purchase had been made on the recommendation of the Technical Evaluation Committee.
(b) According to the details of 06 academic years of the School of Animal Husbandry, Karandagolla , a high rate of 27 percent of students had abandoned the diploma course and as such the expenditure incurred on the drop outs had been a useless expenditure. Accordingly, the requirement of releasing trained Higher National Diploma holders on Livestock Production Technology to the national economy had not been	Action should be taken to minimize the number of dropping out students of the course.	That an agreement has been prepared and submitted to the legal section in order to recover the expenditure incurred by the department on students those who abandon the course in order to pursue other higher studies or to take up job opportunities and that it has not been

accomplished by utilizing maximally the available resources.

received a formal approval for that up to now.

4. Achieving the Objectives of Sustainable Development.

Audit Observation

Recommendation

Comments of the Accounting Officer

The department had committed to achieve 06 targets on behalf of 03 objectives of sustainable development. The progress of 02 targets of them was in the range of 50 to 74.

Should act to achieve objectives and targets.

Those strategic activities are being prepared to achieve the targets gradually even though the anticipated targets could not be achieved under the existed economic crisis.

5. Good Governance

Rendering Services to the Public

Audit Observation

Recommendation

Comments of the Accounting Officer

It was observed that registering of applicants for chicks from the farm at the Central Poultry Research Centre had not been carried out formally and that chicks had been issued to the same group of customers. Further, it was observed that chicks had been supplied to those who made a high demand and chicks had not been supplied to the applicants who made a small order. Also, since March to September, 2023 ; 12,000 chicks had been supplied to the same individual by 500 chicks per week.

Issuing of chicks among all the applicants should be carried out according to a proper method.

That all customers' requirements cannot be fulfilled as there is no sufficient supply according to the demand, even though it is the responsibility to do justice to all the customers those who require chicks.

6. Human Resource Management

Audit Observation

Recommendation

Comments of the Accounting Officer

When the approved cadre was compared with the actual cadre, 152 vacancies existed in the year under review. Accordingly, there were 61 vacancies in 16 posts in

Vacancies should be filled taking the requirements into consideration

Those officers have been appointed to cover up duties in the vacant posts until permanent

the Senior Management level of the department and among those there were 08 vacancies in the post of Deputy Director, 07 vacancies in the post of Veterinary Investigation Officer, 16 vacancies in the post of Veterinary Research Officer, 09 vacancies in the post of Veterinary Surgeon. As there were 33 vacancies in the primary level, there had been difficulties when carrying out field activities.

appointments are made to them.

H.A. Ananda

Senior Assistant Auditor General

for Auditor General

4. Performance Indicators

4.1. Performance Indicators of the Institute

#	Specific Indicators	Actual output as a percentage (%) of the expected output		
		100%-90%	75%-89%	50%-74%
01	Increased amount of local milk production (million liters/year)	√		
02	Increased amount of annual per capita egg consumption (No. of eggs/year)	√		
03	Increased amount of annual egg production (No. of eggs/year)	√		
04	Increased amount of annual per capita chicken meat consumption (kilogram/year)	√		
05	Increased amount of annual chicken meat production (kilogram/year)	√		
06	Increase of growth rate of the GDP (percentage)			√

**This calculation is based on information obtained from Veterinary Office monthly reports, estimated production data based on Poultry breeder farm monthly reports and Central Bank annual reports.*

5. Performance of the achieving Sustainable Development Goals (SDGs)

5.1. Indicate the Identified respective Sustainable Development Goals

Goal/Objective	Targets	Indicators of the achievement	Progress of the achievement to date		
			0%-49	50%-74%	75%-100%
(i)End poverty in all its forms everywhere ii)End hunger, achieve food security and improved nutrition and promote sustainable agriculture	Increase local milk production up to 389 million liters by year 2023	Increased amount of local milk production (million liter/ year)			√
	Increase annual per capita egg consumption up to 87 by year 2023	Increased amount of annual per-capita egg consumption (No. of eggs/ year)		√	
	Increase annual egg production up to 2043 (Million /year)	Increased amount of annual egg production (No. of eggs/year)			
	Increase annual per capita chicken meat consumption up to 9.8 kilograms by year 2023	Increased amount of annual per capita chicken meat consumption (kilogram/year)			√

Goal/Objective	Targets	Indicators of the achievement	Progress of the achievement to date		
			0%- 49	50%- 74%	75%- 100%
(iii) Increase of economic growth rate	Increase annual chicken meat production up to 236,000,000 (kilograms / year)	Increased amount of chicken meat production (kilograms / year)			
	Increase the growth rate of livestock sub sector (in agriculture sector) by 5%	Percentage increase of growth rate of the GDP (1% - 5%)		√	

5.2. Achievements and challenges in accomplishing the targets of the Sustainable Development Goals

The programs implemented to achieve sustainable development goals in the animal production sector were adversely affected by the economic crisis in the early part of 2023. Also, due to the restrictions of foreign exchange in the country, the shortage of chicks, the shortage of animal feed and the increase in the price of animal feed had significant impact on the achieving the expected sustainable development goals of the year 2023.

With this economic crisis the poultry production sector faced challenges due to the shortage of animal feed and its price increase, as well as the spread of the bird flu epidemic in countries where the parent birds are imported and the restriction of foreign remittances. Domestic egg production has seen a 2.2% decrease compared to 2022. This led to an egg shortage in the country, prompting the government to import eggs to stabilize market prices. Despite these challenges, the poultry industry showed resilience due to the shortening of the production cycle and the production of large-scale producers. As a result, poultry production in 2023 saw a growth of 3.3% compared to 2022, although the price of chicken meat was higher in 2023 than in 2022.

The dairy sector also faced challenges due to the economic crisis, which affected overall production goals. Accordingly, compared to the year 2022, there was a 2.8% decrease in total milk production. Simultaneously, compared to the year 2022, the amount of imported milk in the year 2023 was seen as an increase of 24.4%.

The adverse effects of the economic crisis in the early part of 2023 also adversely affected the production targets of the goat and swine sectors. However at the end of 2023, significant growth was seen in those sectors.

6. Human Resource Profile

6.1. Cadre Management

	<i>Approved Cadre</i>	<i>Existing Cadre</i>	<i>Vacancies</i>
<i>Senior</i>	195	138	57
<i>Tertiary</i>	22	16	06
<i>Secondary</i>	340	296	44
<i>Primary</i>	395	292	103

6.2. Briefly state how the shortage or excess in human resources has been affected to the performance of the institute.

The Department of Animal Production and Health is a leading government agency responsible for livestock development in Sri Lanka. At present Department of Animal Production and Health is functioning under the State Ministry of Livestock, Farm Promotion and Dairy and Egg Related Industries, Ministry of Agriculture. Main functions of the DAPH include control and prevention of livestock diseases in the country, implementation of livestock research and development activities, dissemination of technical knowledge related to animal husbandry, provision of expertise knowledge in animal breeding, designing of projects and program for the development of the livestock industry and economic evaluation.

Divisional Veterinary office managed by Veterinarians are the main functional units of DAPH. Total of 337 divisional veterinary offices scattered throughout the country which are functioned under PDAPH implement all the livestock development programs at grass root level.

Human resource shortage badly affects on the performance of the department. It causes negative impact to the livestock development activities hence difficult to ensure healthy animal population and high productivity status. Therefore interruptions may arise while achieving departmental goals and sustainable developmental goals.

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6.3. Human Resource Development

<i>Name of the Programme</i>	<i>No. of staff trained</i>	<i>Duration of the Programme</i>	<i>Total Investment (Rs.000')</i>		<i>Nature of the Programme (Local/ Foreign)</i>	<i>Output/ Knowledge Gained*</i>
			<i>Local</i>	<i>Foreign</i>		
Mental Health	36	01 Day	18,900.00		Local	Awareness of Work efficiency through reduce stress
Livestock Economics and data handling	36	03 Days	4,370.00		Local	Awareness of Livestock Economics & Date Handling
University of Florida/ DAPH - Dairy Refresher programme (day 01) Mammary form and Function	59	01 Day			Local	Awareness of Process of Milk Formation
University of Florida/ DAPH - Dairy Refresher programme (day 02) Animal Nutrition	53	01 Day			Local	Awareness of Animal Nutrition
MS Excel for office Activities	10	01 Day	16,280.00		Local	Awareness of Date handling through MS Excel
Brooder Management	74	03 Days	3,000.00		Local	Awareness of Brooder Management
Livestock Economics and Data Handling	44	02 Days	5,060.00			Awareness of Livestock Economics & Date Handling
Institutional Management	44	01 Day	64,510.00		Local	Awareness of Institutional Management
Leadership, Decision Making & Problem Solving	40	01 Day	41,965.00		Local	Awareness of Leadership, Decision Making & Problem Solving
Livestock Economics and Data Handling	40	03 Days	2,250.00		Local	Awareness of Livestock Economics & Date Handling

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<i>Name of the Programme</i>	<i>No. of staff trained</i>	<i>Duration of the Programme</i>	<i>Total Investment (Rs.000')</i>		<i>Nature of the Programme (Local/ Foreign)</i>	<i>Output/ Knowledge Gained*</i>
			<i>Local</i>	<i>Foreign</i>		
MS Excel for office Activities	10	01 day	30,970.00		Local	Improve skills of Data Management
Livestock Economics and Data Handling	40	01 day	21,600.00		Local	Awareness of Livestock Economics & Date Handling
University of Florida/ DAPH - Dairy Refresher programme - Practical session (group 01)	28	1 day			Local	Awareness of Dairy Management
University of Florida/ DAPH - Dairy Refresher programme - Practical session (group 02)	20	1 day			Local	Awareness of Dairy Management
Stress Management for Lab Assistants	19	3 days	53,265.00		Local	Awareness of Work efficiency through reduce stress
Stress Management for Drivers	29	1 day			Local	do
Stress Management for Office Assistants	25	1 day			Local	do
Disciplinary Procedure for Field Assistants	62	3 days	50,530.00		Local	Awareness of Importance of Maintain of Disciplines
Veterinary Regulatory Affairs	60	2 days	3,600.00		Local	Awareness of Veterinary Regulatory affairs
MS Access for office Activities	10	3 days	24,975.00		Local	Improve of skills of develop data base management
Livestock Economics and Data Handling	40	1 day	2,990.00		Local	Awareness of Livestock Economics & Date Handling
National Dairy Entrepreneurship Development Program	26	1 day			Local	Awareness of National Dairy Entrepreneurship Development Program
Livestock Economics and Data Handling	40	1 day	3,325.00		Local	Awareness of Livestock Economics & Date Handling

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Name of the Programme	No. of staff trained	Duration of the Programme	Total Investment (Rs.000')		Nature of the Programme (Local/ Foreign)	Output/ Knowledge Gained*
			Local	Foreign		
Writing office notes & Writing official letters	37	1 day	11,945.00		Local	Awareness of Writing office notes & Writing official letters
LSD & PRRS awareness for VSs	100	1 day			Local	Awareness of LSD & PRRS
LSD & PRRS awareness for VSs	80	1 day			Local	do
MS Excel	11	3 days	22,135.00		Local	Improve skills for Data handling
Stress Management & Positive Thinking	39	1 day	14,190.00		Local	Improve Work Efficiency through reduce stress
Procurement Procedure	29	1 day	28,555.00		Local	Improve Efficiency of Tender Procedures
Animal Health for class III AP&H Officers	37	3 days			Local	
Role of Veterinary Practice and Animal Welfare	61	2 days			Local	Awareness of Veterinary Practice & Animal Welfare
Concept Note Writing	66	1 day	3,600.00		Local	Awareness of Concept Note Writing
Veterinary Epidemiology & Animal Health Surveillance	43	1 day			Local	Awareness of Veterinary Epidemiology & Animal Health Surveillance
Fodder Management	40	1 day	4,000.00		Local	Awareness of Fodder management
Preparation of Standard Operational Procedure	39	1 day			Local	Awareness of Standard operational procedure
Cost Benefit Analysis for Sustainable Livestock Product Development	61	2 days			Local	Awareness of Cost benefit analysis
Project Planning	15	2 days	62,345.00		Local	Awareness of project planning
Stress Management	126	3 days	37,400.00		Local	Improve Work Efficiency through reduce stress
Swine Management & Development	26	1 day	72,655.00		Local	Awareness of Swine Management

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<i>Name of the Programme</i>	<i>No. of staff trained</i>	<i>Duration of the Programme</i>	<i>Total Investment (Rs.000')</i>		<i>Nature of the Programme (Local/ Foreign)</i>	<i>Output/ Knowledge Gained*</i>
			<i>Local</i>	<i>Foreign</i>		
Dairy Management	49	3 days			Local	Awareness of Dairy Cattle Management
Salary Conversion of Government Servants	85	1 day	3,000.00		Local	Awareness of preparation of Salaries
Modern Dairy Management	25	1 day	26,740.00		Local	Awareness of Modern Dairy Farm Management practices
Dairy Cattle Nutrition	33	1 day			Local	Awareness of Dairy Cattle Nutrition
Veterinary Requirement for Trade Facilitation	35	1 day			Local	Awareness of Importance of improving Veterinary facilities for trading
Discipline Procedure	48	1 day			Local	Awareness of Importance of Maintain of Disciplines
Dairy Farm Planning	41	1 day	18,300.00			Awareness of Dairy Farm Planning
Leadership	48	1 day	2,400.00		Local	Improve knowledge & skills on Leadership, Decision Making & Problem solving
Training Program on Identification of Blood & Intestinal Parasites Group 1	11	2 days	42,480.00		Local	Improve knowledge & skills on Identification of Blood & Intestinal Parasites
Training Program on Identification of Blood & Intestinal Parasites -Group 2	18	2 days	60,230.00		Local	Improve knowledge & skills on Identification of Blood & Intestinal Parasites

7. Compliance Report

No.	Applicable Requirement	Compliance status (complied/Not complied)	Brief explanation for Non Compliance	Corrective actions proposed to avoid non-compliance in future
1	The following financial statements /accounts have been submitted on due date			
1.1	Annual financial statements	complied		
1.2	Advance to public officers account	complied		
1.3	Trading and Manufacturing Advance Accounts (Commercial Advance Accounts)	not complied	No need to prepare according to Financial Regulations	No need to prepare according to Financial Regulations
1.4	Stores Advance Accounts	not complied	No need to prepare according to Financial Regulations	No need to prepare according to Financial Regulations
1.5	Special Advance Accounts	complied		
1.6	Others			
02	Maintenance of books and registers (FR445)			
2.1	Fixed assets register has been maintained and update in terms of Public Administration Circular 267/2018	complied		
2.2	Personal emoluments register/Personal emoluments cards has been maintained and update	complied		
2.3	Register of Audit queries has been maintained and update	complied		
2.4	Register of internal Audit reports has been maintained and update	complied		
2.5	All the monthly account summaries (CIGAS)are prepared and submitted to the Treasury on due date	complied		
2.6	Register for cheques and money orders has been maintained and update	complied		
2.7	Inventory register has been maintain and update	complied		
2.8	Stocks Register has been maintain and update	complied		
2.9	Register of Losses has been maintain and update	complied		
2.10	Commitment Register has been maintain and update	complied		
2.11	Register of Counterfoil Books (GA-	complied		

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	N20) has been maintain and update			
03	Delegation of functions for financial Control (FR 135)			
3.1	The financial authority has been delegated within the institute	complied		
3.2	The delegation of financial authority has been communicated within the institute	complied		
3.3	The authority has been delegated in such manner so as to pass each transaction through two or more officers	complied		
3.4	The controls has been adhered to by the Accountants in terms of State Account Circular 171/2004 dated 11.05.2014 in using the Government Payroll Software package	complied		
04	Preparation of Annual Plans			
4.1	The annual action plan has been prepared	complied		
4.2	The annual procurement plan has been prepared	complied		
4.3	The annual Internal Audit plan has been prepared	complied		
4.4	The annual estimate has been prepared and submitted to the NBD on due date	complied		
4.5	The annual cash flow has been submitted to the Treasury Operations Department on time	complied		
05	Audit queries	complied		
5.1	All the audit queries has been replied within the specified time by the Auditor General	complied		
06	Internal Audit			
6.1	The internal audit plan has been prepared at the beginning of the year after consulting the Auditor General in terms of Financial Regulation 134(2)DMA/1-2019	complied		
6.2	All the internal audit reports has been replied within one month	not complied	Take time to respond from divisions	Follow up by sending reminders
6.3	Copies of all the internal audit reports has been submitted to the Management Audit Department in terms of Sub-section 40(4)of the National Audit Act No.19 of 2018	complied		
6.4	All the copies of internal audit reports has been submitted to the Auditor General in terms of Financial Regulation (134(3)	complied		

07	Audit and Management Committee			
7.1	Minimum 04 meetings of the Audit and Management Committee has been held during the year as per the DMA Circular 1-2019	complied		
08	Asset Management			
8.1	The information about purchases of assets and disposals was submitted to the Comptroller General's office in terms of Paragraph 07 of the Asset Management Circular No.01/2017	complied		
8.2	A suitable liaison officer was appointed to coordinate the implementation of the provisions of the circular and the details of the nominated officer was sent to the Comptroller General's Office in terms of Paragraph 13 of the aforesaid circular	complied		
8.3	The boards of survey was conducted and the relevant reports submitted to the Auditor General on due date in terms of Public Finance Circular No.05/2016	complied		
8.4	The excesses and deficits that were disclosed through the board of survey and other relating recommendations ,actions were carried out during the period specified in the circular	complied		
8.5	The disposal of condemn articles had been carried out in terms of FR 772	complied		
09	Vehicle Management			
9.1	The daily running charts and monthly summaries of the pool vehicles had been prepared and submitted to the Auditor General on due date	complied		
9.2	The condemned vehicles had been disposed of within a period of less than 6 months after condemning	complied		
9.3	The vehicle logbooks had been maintained and update	complied		
9.4	The action has been taken in terms of FR 103,104,109 and 110 with regard to every vehicle accident	complied		
9.5	The fuel consumption of vehicles has been re-tested in terms of the provisions of Paragraph 3.1 of the Public Administration Circular No.30/2016 of 29.12.2016	complied		
9.6	The absolute ownership of the leased vehicle log books has been transferred after the lease term	complied		

10	Management of Bank Accounts			
10.1	The bank reconciliation statements had been prepared ,got certified and made ready for audit by the due date	complied		
10.2	The dormant accounts that had existed in the year under review or since previous years settled	complied		
10.3	The action had been taken in terms of financial Regulations regarding balances that had been disclosed through bank reconciliation statements and for which adjustments had to be made, and had those balances been settled within one month	complied		
11	Utilization of Provisions			
11.1	The provisions allocated had been spent without exceeding the limit	complied		
11.2	The liabilities not exceeding the provisions that remained at the end of the year as per the FR 94(1)	complied		
12	Advances to Public Officers Account			
12.1	The limits had been complied with	complied		
12.2	A time analysis had been carried out on the loans in arrears	complied		
12.3	The loan balances in arrears for over one year had been settled	complied		
13	General Deposit Account			
13.1	The action had been taken as per FR571 in relation to disposal of lapsed deposits	complied		
13.2	The control register for general deposits had been updated and maintained	complied		
14	Imprest Account			
14.1	The balance in the cash book at the end of the year under review remitted to TOD	complied		
14.2	The ad-hoc sub imprests issued as per FR 371 settled within one month from the completion of the task	complied		
14.3	The ad-hoc sub imprests had not been issued exceeding the limit approved as per FR 371	complied		
14.4	The balance of the imprest account had been reconciled with the Treasury books monthly	complied		
15	Revenue Account			
15.1	The refunds from the revenue had been made in terms of the regulations	complied		

15.2	The revenue collection had been directly credited to the revenue account without credited to the deposit account	complied		
15.3	Returns of arrears of revenue forward to the Auditor General in terms of FR 176	complied		
16	Human Resource Management			
16.1	The staff had been paid within the approved cadre	not complied	Overstaffing has occurred during transfers and temporary attachments due to special reasons	In the future, it will be corrected by adhering to proper transfer procedures
16.2	All members of the staff have been issued a duty list in writing	complied		
16.3	All reports have been submitted to MSD in terms of their circular No.04/2017 dated 20.09.2017	complied		
17	Provision of information to the public			
17.1	An information officer has been appointed and a proper register of information is maintained and updated in terms of Right to Information Act and Regulation	complied		
17.2	Information about the institution to the public have been provided by website or alternative measures and has it been facilitated to appreciate/allegation to public against the public authority by this website or alternative measures	complied		
17.3	Bi-Annual and Annual reports have been submitted as per section 08 and 10 of the RTI Act	complied		
18	Implementing citizens charter			
18.1	A citizens charter /Citizens client's charter has been formulated and implemented by the Institution in terms of the circular number 05/2008 and 05/2008(1) of Ministry of Public Administration and Management	complied		
18.2	A methodology has been devised by the Institution in order to monitor and assess the formulation and the implementation of Citizens Charter / Citizens client's Charter as per paragraph 2.3 of the circular	complied		

19	Preparation of the human Resource Plan			
19.1	A human resource plan has been prepared in terms of the format in Annexure 02 of Public Administration Circular No.02/2018 dated 24.01.2018	not complied	Preparation of HRD plan is continuing	Preparation of HRD plan will be completed as soon as possible
19.2	A minimum training opportunity of not less than 12 hours per year for each member of the staff has been ensured in the aforesaid Human Resource Plan	not complied	do	do
19.3	Annual performance agreements have been signed for the entire staff based on the format in Annexure 01 of the aforesaid Circular	not complied	do	do
19.4	A senior officer was appointed and assigned the responsibility of preparing the human resource development plan, organizing capacity building programs and conducting skill development programs as per paragraph No.6.5 of the aforesaid Circular	not complied	do	do
20	Responses Audit Paras			
20.1	The shortcomings pointed out in the audit paragraphs issued by the Auditor General for the previous years have been rectified	complied		