

Gampaha Wickramarachchi Ayurveda Institute

University of Kelaniya

Annual Report 2013



## ANNUAL REPOPRT – 2013

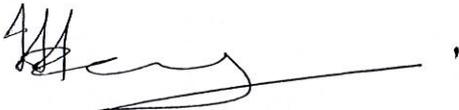
### GAMPAHA WICKRAMARACHCHI AYURVEDA INSTITUE

### UNIVERSITY OF KELANIYA

The Gampaha Wickramarachchi Ayurveda Institute ordinance No 01 of 1995 had been published under section 24 (a) (2) and 24 (b) of the universities Act No. 16 of 1978, by an extra ordinary gazette notification No.862/8 of the Sri lanka Democratic Socialist Republic, dated 13.03.1995, Gampaha Wickramarachchi Ayurveda Institute had been established as a Higher Education Institute affiliated to the Kelaniya Unersivisy

The main objective of the aforesaid ordinance was to conduct a five Academic year "Ayurveda Medicine and Surgery "degree course .

Accordingly ,the Institute which is being continued as a Higher Educational Institute , Presents the Annual Report of the Institute for the year 2013 which includes the establishment work and development work, Final Accounts report and the report of the Auditor General, relevant to the Institute for the year 2013.



Professor Janitha A.Liyanage

Director



## **Gampaha Wickramarachchi Ayurveda Institute Director's Report**

The Corporate Plan 2013 to 2017 prepared to achieve to vision and the mission of the Institute was approved by 206<sup>th</sup> meeting of the Board of Management held on 19.07.2013

Accordingly, with great pleasure, It is noted that the Institute had been able to achieve an appreciable level in the work performance to undergraduate students and staff.

However it also should be noted that certain targets could not be achieve due to unavoidable circumstances and unexpected set backs in achieve the expected objectives of the Corporate Plan.

Hence the Corporate Plan had been amended to include the infrastructure facilities development and I believe that the targets mentioned in the Corporate Plan could be achieve to some extent through such amendments identified in the Corporate Plan



Professor Janitha A.Liyanage

Director



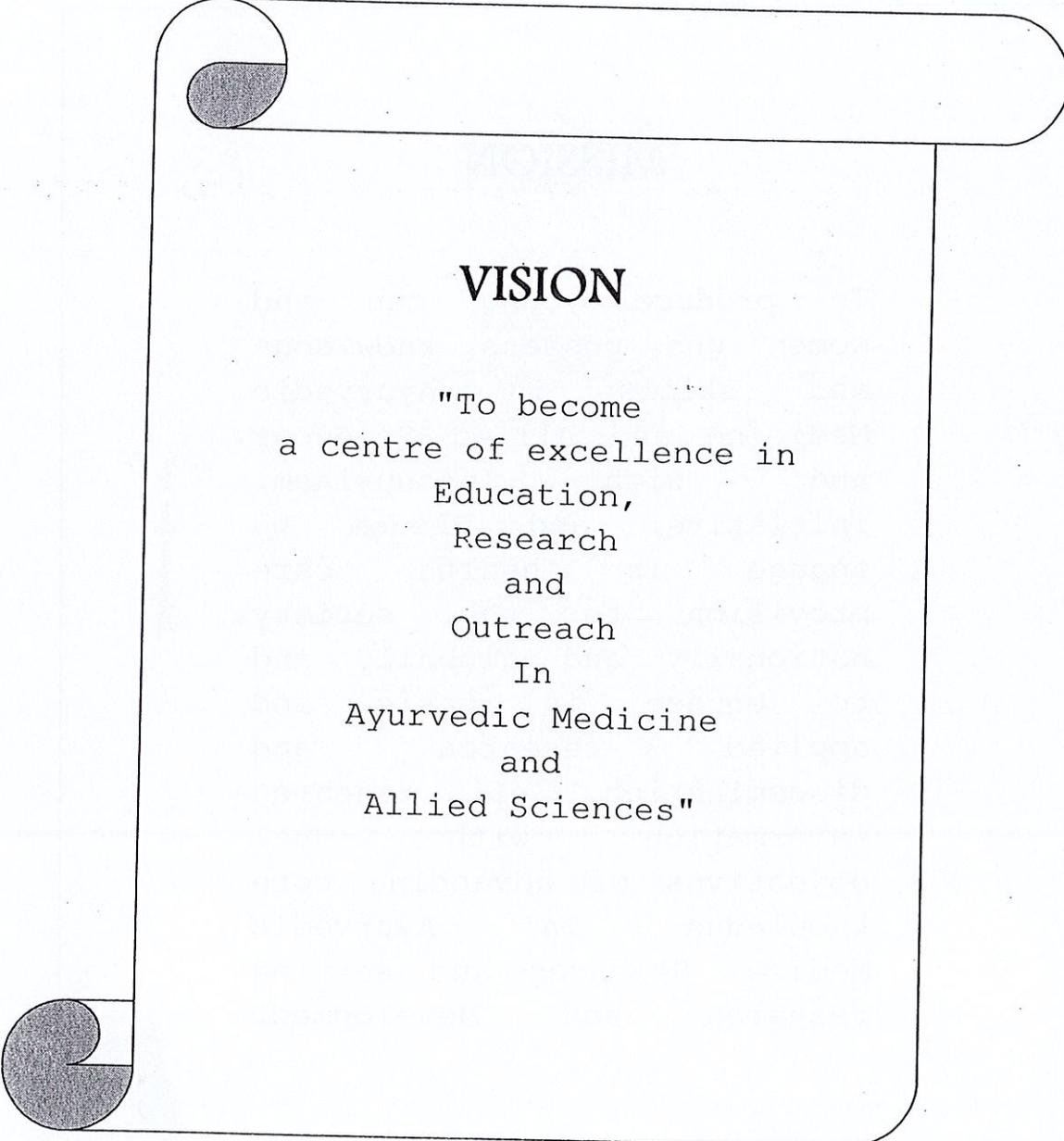
## CONTENT

HEADLING	PAGE NO
1 VISION STATEMENT	01
2 MISSION STATEMENT	02
3 DIRECTOR'S REVIEW	03
4. DETAILS OF RESOURCES AND STUDENTS	04
5. DETAILS OF LOCAL STUDENTS	04
6. DETAILS OF FOREIGN STUDENTS	04
7. DETAILS OF ACADEMIC STAFF	05-06-07
8. DETAILS OF NON ACADEMIC STAFF	07
9. DETAILS OF RESEARCH, INNOVATION AND	
10. DETAILS OF PROGRAMME, SEMINARS & WORKSHOP	08 - 09
11. DETAILS OF AWARDS RECEIVED	09
12. DETAILS OF NEW COURSES STARTED	09
13. DETAILS OF RECURRENT EXPENDITURE	09
14. DETAILS OF CAPITAL EXPENDITURE	10
15. DETAILS OF PROJECTS (LOCAL / FOREIGN FUNDED)	10
16. DETAILS OF PROJECT EXPENDITURE (LOCAL / FOREIGN FUNDED)	10 - 11
17. DETAILS OF FINANCIAL PROGRESS (EXPENDITURE)	11
18. DETAILS OF FINANCIAL PROGRESS (GENERATED INCOME)	11
19. FINANCIAL PERFORMANCE ANALYSIS – 2013	11
20. DETAILS OF INFRASTRUCTURE FACILITIES RECEIVED IN 2013	12
21. OTHER DETAILS	
21.1 LIBRARY	12
21.2 COMPUTER UNIT	12
21.3 DEVELOPMENT OF INFRASTRUCTURE FACILITIES	12

<b>22. REPORT OF THE DIRECTOR</b>	<b>13 - 14</b>
<b>23. STATEMENT OF FINANCIAL POSITION AS AT 31.12.2013</b>	<b>15</b>
<b>24. STATEMENT OF FINANCIAL PERFORMANCE AS AT FOR 31.12.2013</b>	<b>16</b>
<b>25. AUDIT REPORT</b>	<b>17 - 25</b>
<b>26. ANSWERS FOR THE AUDIT REPORT</b>	<b>26 - 30</b>

# ANNUAL REPORT - 2013

## 1. VISION STATEMENT



### VISION

"To become  
a centre of excellence in  
Education,  
Research  
and  
Outreach  
In  
Ayurvedic Medicine  
and  
Allied Sciences"

## 2. MISSION STATEMENT

### MISSION

To produce young men and women who possess knowledge and skills in Ayurvedic Medicine and Allied Sciences and with enthusiasm, initiative, and wisdom to engage in health care provision to the society nationally and globally and to engage in basic and applied research and dissemination of research information with dual objectives of advancing core knowledge in Ayurvedic Medical Sciences and serving research and development

### 3. DIRECTOR'S REVIEW

#### a. Brief Introduction

The Corporate Plan 2013-2017, was prepared to achieve the Vision and Mission statements of the Institute. It was approved by the Board of Management at its 206<sup>th</sup> meeting held on 19.07.2013.

#### b. Achievements

The Institute was able to achieve an appreciable level in the work performance of undergraduate students and the Academic Staff.

#### c. Failure & Justification

Certain targets of the Corporate plan were unable to reach due to unavoidable circumstance an unexpected set backs.

#### d. Future Plans

The current Corporate Plan was amended and I believe that the targets included in this Plan can be achieved to a considerable extent during the New Year.

Curriculum revision activities were carried out during the 1<sup>st</sup> and 2<sup>nd</sup> quarters. New syllabus could be introduced to students who were in 1<sup>st</sup> year in 2010/2011 academic year.

Initial steps were taken to purchase of a new generator, which was a major requirement of the Institute. Installation of the generator is supposed to be done in year 2013.

The available extent of land for the Institute is insufficient and acquisition of adjoining barren land was requested from relevant authorities and all necessary actions will be further carried out in this regard.



## 7. DETAILS OF ACADEMIC STAFF:

Department	Subject	Medium	Senior Professor	Professor	Senior Lecturer	Lecturer	Associate Lecturer	Instructors
Shalya Shalakya	Çalyatantra	Sinhala English	-	-	01	-	01 Probationary	-
	Çalākṛyatatntra	Sinhala	-	Dr.01		-		-
Kaumarabru thya & Stree Roga	Stréroga	Sinhala	-	-	02	-	03 Probationary	01 Demonstrator
	Balaroga	Sinhala	-	-				
	Prasütitantra	Sinhala	-	-				
Dravyaguna Vignana	Dravyaguëvijiän	Sinhala English	-	pro.01	04	-	01 Probationary	02 Demonstrator
	Rasaçästra	Sinhala English	-	-	02	-		
	Bhaiñajyakalpanä	Sinhala English	-	-	02	-		
	Medical Plant Cultivation	Sinhala English	-	-			01 Probationary	
	Analytical Chemistry	English	-	-				
	Phyto-Chemistry and Natural Products	English	-	-				
Basic Principles	Hindi	Sinhala English		Dr.01	03		05 Probationary	02 Casual Lecture 04 Demonstrator 03 Visiting
	English							
	Sanskṛta							
	Jyotiñyamü ladharm							
	Demonology							
	BPHM 11011History of Medicine							
	Manavasirara Vijnana(Human Gross Anotomy							
	Manavasirara Vijnana(Human Physioogy ) 1							
	Introduction to Biochemistry							
	English for Ayurveda Medical Education							

	Information & Communication Techonology 1		-				
	Advanced English for Scientific Communication 1		-				
	Padarthavijnana						
	Human History						
	Manavasirakri yavinjana (Human Physiology )11	Sinhala English					
	Metabolism and Nutrition						
	Sanskrit for Ayurveda 1						
	Tamil Language For Ayurveda practice						
	Hindi Language For Ayurveda practice						
	Embryology and Genatic						
	Manavasirakri yavinjana Human (Physiology )111						
	Molecular Biology						
	Immunology						
	Sanskrit for Ayurveda 11						
	Sanskrit for Advanced studies in Ayurvda 11						
	Sanskrit for Advanced studies in Ayurvda 11						

Department	Subject	Medium	Senior Professor	Professor	Senior Lecturer	Lecturer	Associate Lecturer	Instructors
Chikitsa	Rogavijana				06		Probationary 01	
	Kayachikitsa							
	Deceyachikitsa							
	Agadatantra			} Dr. 02				
	Svastavāṭṭa							
	Pathology							
	Forensic Medicine & Toxicology							
	Ayurveda Research							
<b>Total</b>				<b>05</b>	<b>20</b>		<b>12</b>	<b>09</b>

#### 8. DETAILS OF NON ACADEMIC STAFF :

Department	Executive Staff	Senior Staff Assistant	Staff Assistant	Junior Staff	Minor Employees
Chikitsa	-	02	02	-	02
Shalya Shalakyā	-	01	01	-	01
Kaumarabhruthya & Stree Roga	-	-	02	-	01
Dravyaguna Vignana	-	-	03	01	02
Basic Principles + Science and Technology Division	*01	02	02	02	02
Administration	01	02	11	07	03
Maintenance	-	01	02	04	07
Examinations	01	05	03	01	-
Finance	02	03	08	-	02
Library	02	02	01	03	02
Computer Centre	-	-	01	-	01
Postgraduate Centre	-	-	02	-	-
<b>Total</b>	<b>07</b>	<b>18</b>	<b>38</b>	<b>18</b>	<b>23</b>

\* Senior Staff Technical Officer

**9. DETAILS OF RESEARCH, INNOVATION AND PUBLICATION:**

Subject	Published	Commercialized	Presented
a. No of Researches	Shalya Shalakya 05 Kaumarabruthya & Stree Roga 04 Dravyaguna Vignana 06 Chikitsa 08 Basic Principles 11		02 - 22 08 05
b. No of Innovations	Dravyaguna Vignana	-	01
c. No of Journals	-	-	-
d. No of Books	Shalya Shalakya 01	-	-
e. No of Articles	Shalya Shalakya 04 Dravyaguna Vignana 04 Stree Roga 03 Chikitsa 05 Basic Principles 01	-	01 03 - 02 01
f. Other	Dravyaguna Vignana	-	01
<b>Total</b>	<b>52</b>		<b>46</b>

**10. DETAILS OF PROGRAMME, SEMINARS & WORKSHOP:**

Subject	Attended	Completed	Presented
a. No of Postgraduate Degree Programme			
Shalya Shalakya	01	-	
Chikitsa	01	-	
Dravyaguna Vignana	03	01	
b. No of Postgraduate Diploma Programme			
Dravyaguna Vignana	02	-	-
c. No of Degree Programme	-	-	-
d. No of Diploma Programme	-	-	-
e. No of Certificate Programme			
Kaumarabruthya & Stree Roga	-	01	03
Dravyaguna Vignana	07	04	-

f. Other			
Kaumarabruthya & Stree Roga	04	-	05
Dravyaguna Vignana	13	01	01
Basic Principles	06	-	-
Shalya Shalakyas	02	-	-
<b>Total</b>	<b>39</b>	<b>07</b>	<b>09</b>

#### 11. DETAILS OF AWARDS RECEIVED:

	Subject	No of Awards	No of Academics	No of Students
a. Local Awards	-	-	-	-
b. National Awards	-	-	-	-
c. International Awards	-	-	-	-
d. Other	-	-	-	-
<b>Total</b>		-	-	-

#### 12. DETAILS OF NEW COURSES STARTED:

Department	Course	Medium	Certificate	Diploma	Postgraduate	Master	M.Phil	PhD
Stree Roga and Kaumarabruthya	Ayurvedic Beauty Culture	Sinhala	01		-	-	-	-
	Certificate of Scanine Course	Sinhala	01					
<b>Total</b>			<b>02</b>				-	-

#### 13. DETAILS OF RECURRENT EXPENDITURE:

Subject	2012 (Rs.)	2013 (Rs.)
a. Personal emoluments	103,904,513	116,786,193
b. Traveling	191,069	513,517
c. Supplies	6,738,429	6,348,978
d. Maintenance	2,957,210	2,704,778
e. Contractual Services	21,714,708	23,559,257
f. Other	4,570,415	8,235,985
<b>Total</b>	<b>140,076,344</b>	<b>158,148,748</b>

**14. DETAILS OF CAPITAL EXPENDITURE:**

Subject	2012 (Rs.)	2013 (Rs.)
a. Development of Capital Assets	5,020,467	13,586,481
b. Acquisition of assets	9,147,244	15,799,948
c. Constructions	32,758,339	2,766,108
D. Other	3,272,038	-
<b>Total</b>	<b>50,198,088</b>	<b>32,152,537</b>

**15. DETAILS OF PROJECTS (LOCAL / FOREIGN FUNDED):**

Name & Details	Loan/ Grant	Funding Agency	Total Cost	Funds Received	Differenc e
Dr. W.A.L. Chandrasiri 2006 2008 2009	687,150.00 687,150.00 687,150.00	National Centre for Advanced Studies	687,150.00 687,150.00 528,351.28	687,150.00 687,150.00 687,150.00	158,789.72
Dr. S.M.S. Samarakoon	287,470.79	NCAS	287,470.79	287,470.79	
Dr. Tissa Hewavithana 2008 2010 2011	250,000.00 250,000.00 124,800.00	U.G.C. Research Fund	250,000.00 250,000.00 105,143.32	250,000.00 250,000.00 124,800.00	19,656.68
Dr. H.S. Sakunthala 2009	250,000.00	U.G.C. Research Fund	225,295.04	250,000.00	24,704.96
Dr. Rupa Madanayake 2009	250,000.00	U.G.C. Research Fund	221,918.91	250,000.00	28,081.09
Dr. A.A.J. Pushpakumara 2010	500,000.00	U.G.C. Research Fund	309,176.62	500,000.00	190,823.38
Dr. J.M.P.R.K. Jayasinghe 2010	500,000.00	U.G.C. Research Fund	139,577.58	250,000.00	19,822.42
Dr. J.A.D.P.P. Jayakody 2010	500,000.00	U.G.C. Research Fund	500,557.14	500,000.00	557.14
Dr. H.P. Wakkumbura 2010 2013	250,000.00 250,000.00	U.G.C. Research Fund	250,000.00 193.15	250,000.00 250,000.00	249,806.85
Dr. W.P.B.H.S. Karunaratne 2013	500,000.00	U.G.C. Research Fund	500,000.00	500,000.00	-
<b>Total</b>	<b>5,973,720.79</b>		<b>4,941,983.83</b>	<b>5,723,720.79</b>	<b>692,242.24</b>

**16. DETAILS OF PROJECT EXPENDITURE (LOCAL / FOREIGN FUNDED):**

Name	TEC Rs	Exp in 2012 Rs	Exp in 2013 Rs	Cumulative Exp as at 31.12.2013	% of Physical Progress
Dr. W.A.L. Chandrasiri	2,061,450.00	1,902,651.28	-	1,902,651.28	92
Dr. S.M.S. Samarakoon	287,470.79	219,747.79	67,723.00	287,470.79	100
Dr. Tissa Hewavithana	624,800.00	537,661.32	67,482.00	605,143.32	97
Dr. H.S. Sakunthala	250,000.00	225,295.04	-	225,295.04	90
Dr. Rupa Madanayake	250,000.00	207,295.04	18,000.00	225,295.04	90
Dr. A.A.J. Pushpakumara	500,000.00	268,392.62	40,784.00	309,176.62	62

Dr. J.M.P.R.K. Jayasinghe	250,000.00	212,177.58	18,000.00	230,177.58	92
Dr. J.A.D.P.P. Jayakody	500,000.00	500,000.00	-	500,000.00	100
Dr. H.P. Wakkumbura	500,000.00	250,193.15	-	250,193.15	50
Dr. W.P.B.H.S.Karunaratne	500,000.00		500,000.00	500,000.00	100
<b>Total</b>	<b>5,723,720.79</b>	<b>4,323,413.82</b>	<b>711,989.00</b>	<b>5,035,402.82</b>	<b>773</b>

**17. DETAILS OF FINANCIAL PROGRESS (EXPENDITURE):**

Subject	Provision in 2013 Rs	Exp in 2013 Rs	Savings/ Excess Rs
a. Non - Recurrent Project	137,100,000	158,148,748	-
b. Non – Capital Project	50,650,000	32,152,537	-
c. Local funded Projects	-	-	-
d. Foreign Funded Projects	-	-	-
<b>Total</b>	<b>187,75,000</b>	<b>190,301,285</b>	

**18. DETAILS OF FINANCIAL PROGRESS (GENERATED INCOME) :**

Source of Revenue	Provision in 2010 Rs.	Collection in 2013 Rs.	Deficit / Surplus Rs.
a. Undergraduates 297,375,000		940,6970	
b. Postgraduate			
c. Counselor			
d. Other		152,669,60	
<b>Total</b>	<b>297,375,000</b>	<b>24,673,930</b>	

**19. FINANCIAL PERFORMANCE ANALYSIS - 2013:**

Subject	Formula	Exp. Per Student Rs.
a. Recurrent expenditure per student (RE)		388571
b. Capital expenditure per student (CE)		78998
<b>Total</b>		<b>467569</b>

**20 DETAILS OF INFRASTRUCTURE FACILITIES RECEIVED IN 2013:**

<b>Infrastructure Details</b>	<b>Expenditure Rs.</b>	<b>Physical Progress</b>
Improvement of capital assets	13,586,480	100%
Constructions	2,766,108	25%
<b>Total</b>	<b>16,352,588</b>	

**21 OTHER DETAILS:****21.1 LIBRARY**

<b>Details</b>	<b>Purchase</b>	<b>Donates</b>	<b>Total</b>
Books	379	-	<b>379</b>
Publications	07	-	<b>07</b>

**21.2 COMPUTER UNIT**

A new computer unit comprised of 100 computers with necessary facilities was established to overcome the limited facilities provided by the previous computer unit of the Institute and computer networking was started to provide internet facility to all the divisions of the Institute.

**21.3 DEVELOPMENT OF INFRASTRUCTURE FACILITIES**

Consultancy services related to the construction of Bhaijaya building, Administration building and academic building were started

Converted A14 building into the Laboratory complex

Construction of a mini auditorium

Repairing of lecture halls and internal road network by applying carpet

### Report of the Director

This is the report on the financial affairs of the Gampaha Wickramarachchi Ayurveda Institute for the year 2013 in terms of the University Act No 16 of 1978.

The Government grant released by the General Treasury to the institute for 2013 is as follows.

#### Recurrent Grant

Aid under government estimate	=	137.10
Income from other Recurrent sources	=	24.67
<b>Total Recurrent</b>	=	161.77
<b><u>Add</u></b>		
Amortization of Capital	=	25.83
<b>Total (Recurrent)</b>	=	187.60

#### Capital Grant

	=	<u>50.65</u>
Expenditure 101 - Rehabilitation and Maintenance	=	13.58
102 - Acquisition of Goods / Equipment/ Library Books & Periodicals etc.	=	15.79
103 - Construction of Buildings	=	2.76
Knowledge Enhancement & Institution Development	=	-
<b>Total (Capital)</b>		32.15

#### Income

The Government Grant for Recurrent Expenditure for the year 2013 was Rs. One hundred and thirty seven Million one hundred thousand only (137,100,000).

Income from other recurrent sources was Rs. 24,673,930 Accordingly the total recurrent income for the year 2013 was Rs.187,606,357.

#### Expenditure

The Total Recurrent Expenditure for the year 2013 was Rs. (196,076,530) One hundred ninety six million and seventy six thousand five hundred and thirty. The Excess

of income over expenditure was Rs. (8,470,174) Eight million four hundred seventy thousand one hundred and seventy four only.

#### Depreciation of the Fixed Assets

The amount allocated for the year 2013 for Depreciation of Fixed Assets was Rs. Twenty five Million eight hundred and thirty two thousand four hundred and twenty six only. (25,832,426).

#### Out Put of the Capital Services

##### Expenditure Vote 101 – Rehabilitation and Maintenance

The Government Grant for Rehabilitation and Maintenance vote ( 101 ) was Rs. 14,000,000/- and the expenditure had been made out of that amount was Rs. 13,586,480/- in the year 2013.

##### Expenditure Vote No. 102 – Acquisition of Goods

The Government Grant for Acquisition of Goods Expenditure Vote (102) was Rs.23,850,000/- and the Expenditure had been made out of that amount was Rs. 15,799,947/- in the year 2013.

##### Expenditure Vote 103 – Construction

The Government Grant for Construction Expenditure vote (103) was Rs. 12,800,000/- and the expenditure had been made out of that amount was Rs. 2,766,108/- in the year 2013.

  
Professor Janitha A. Liyanage  
Director

**STATEMENT OF FINANCIAL POSITION AS AT 31<sup>ST</sup> DECEMBER 2013**

	2013		2012	
	Rs.	Rs.	Rs.	Rs.
<b>ASSETS</b>				
<b>Non-Current Assets (Note- A)</b>				
(a) Lands	72,126,250		72,126,250	
(b) Buildings	167,494,630		163,083,528	
(c) Office Equipment	8,432,755		4,642,250	
(d) Lab & Teaching Equipment	21,243,726		23,858,556	
(e) Furniture & Fittings	18,565,336		16,170,147	
(f) Library Biooks & Periodicals	5,324,552		6,177,639	
(g) Motor Vehicles	4,490,319		7,031,497	
(h) Plant & Machinery	2,931,793	300,609,361	3,695,535	296,785,401
(i) Others		1,109,358		1,361,857
(j) Work in Progress		69,205,669		66,439,561
(k) Capital Advance		5,900,954		6,003,579
<b>Investments</b>				
Fixed Deposits		60,030,163		49,554,753
<b>Current Assets</b>		436,855,505		420,145,150
(a) Stores Advance Account - (Sch. - C)	2,171,487		2,141,600	
(b) Sundry Debtors - (Sch. - D)	1,517,040		1,899,540	
(c) Loans & Advance - (Sch - E)	19,019,779		20,060,331	
(d) Miscellaneous Advance - (Sch - F)	15,000		6,000	
(e) Research Advance (F)	-		-	
(f) Prepayments - (Sch - G)	232,997		10,287	
(g) Cash & Cash equivalents	31,583,503		19,564,634	
Cash & Cash equivalents (Course)	4,346,319		5,860,067	
(h) Petty Cash Imprest	180		180	
(i) Other Assets (Sch - H)	3,771,762	62,658,067	4,451,894	53,994,532
<b>Total Assets</b>		499,513,572		474,139,682
<b>Liabilities</b>				
(a) Current Liabilities (Sch - I)	446,200		440,310	
(b) Payables (Sch - J,K,L)	19,837,525		20,370,454	
(c) Accrued Expenses	3,111,222	23,394,947	1,596,156	22,406,920
<b>Non Current Liabilities</b>				
(a) Provision for Gratuity (M)		41,663,178		37,599,840
<b>Total Liabilities</b>		65,058,125		60,006,759
<b>Total Net Assets</b>		434,455,447		414,132,923
<b>Net Assets/Equity</b>				
(a) Capital (spent)	248,597,876		242,277,765	
(b) Capital (unspent)	36,483,619		18,359,914	
(c) Reserves	(27,175,555)		(17,698,629)	
(d) Restricted Fund (Sch - B)	176,549,506		171,193,873	
<b>Total Net Assets/Equity</b>		434,455,447		414,132,923

Certified as Correct

  
 Prof. Janitha A. Liyanage  
 Director

  
 Mrs. W.A.P.S. Molagoda  
 Deputy Bursar

**STATEMENT OF FINANCIAL PERFORMANCE FOR  
31<sup>ST</sup> DECEMBER 2013**

	2013 Rs.	Rs.	2012 Rs.	Rs.
<b>Operating Revenue</b>				
Recurrent Grant		137,100,000		127,600,000
Amortization of Capital Grant		25,832,426		19,747,628
Other income				
(1) Interest from Loans & Advance	807,189		671,479	
(2) Miscellaneous Receipts	404,651		322,777	
(3) Interest from Investments	6,986,849		5,169,263	
(4) Registration Fees	287,115		36,015	
(5) Exam Fees	23,350		20,650	
(6) Library Fine	38,352		39,420	
(7) Medical Fees	12,870		24,660	
(8) Rent from Properties	351,974		210,728	
(9) Sale of Publication	-		500	
(10) Sale of Vehicle	432,074		-	
(11) Sale of Stocks	62,547		1,219	
(12) Courses Income	15,266,960		9,283,946	
		24,673,930		15,780,657
		<b>187,606,357</b>		<b>163,128,285</b>
<b>Operating Expenses</b>				
(1) Personal Emoluments	116,786,193		103,904,513	
(2) Travelling	513,557		191,069	
(3) Supplies and Consumable Used	6,348,978		6,738,429	
(4) Maintenance	2,704,778		2,957,210	
(5) Contractual Services	23,559,257		21,714,708	
(6) Research and Development	147,735		450,846	
(7) Depreciation	25,832,426		19,747,628	
(8) Other Operating Expenses	8,088,250		4,119,569	
(9) Courses Expenses	12,095,356		8,787,978	
<b>Total Operating Expenses</b>		<b>196,076,530</b>		<b>168,611,950</b>
<b>surplus/(Deficit) From operating activities</b>		<b>(8,470,174)</b>		<b>(5,483,665)</b>



**විගණකාධිපති දෙපාර්තමේන්තුව**  
**கணக்காய்வாளர் தலைமை அறிபதி திணைக்களம்**  
**AUDITOR GENERAL'S DEPARTMENT**



මගේ අංකය  
எனது இல. }  
My No. }

EC/F/GWAI/1/13/10

ඔබේ අංකය  
உமது இல. }  
Your No. }

දිනය  
திகதி }  
Date }

24 September 2014

The Director,

Gampaha Wickramarachchi Ayurveda

Report of the Auditor General on the Financial Statements of the Gampaha Wikramarachchi Ayurveda Institute affiliated to the University of Kelaniya for the year ended 31, December 2013 in terms of Sub Section 108(1) (c) of the Universities Act, No 16 of 1978

The Audit of Financial Statements of the Gampaha Wickramarachchi Ayurveda Institute affiliated to the University of Kelaniya for the year ended 31 December 2013 comprising the statement of financial position as at 31 December 2013 and the statement of financial performance, statement of changes in equity and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information, was carried out under my direction in pursuance of provisions in Article 154(1) of the Constitution of the Democratic Socialist Republic of Sri Lanka read in conjunction with Section 19 of the Gampaha Wickramarachchi Ayurveda Institute ordinance 1 of 1995 enacted under Section 16 of the Universities Act, No 16 of 1978. My comments and observations which I consider should be published with the Annual Report of the Institute in terms of Sub Section 108(1) of the Universities Act was issued to the Director of the Institute on 19 January 2014.

## 1.2 Management's Responsibility for the Financial Statements

Management is Responsible for the preparation and fair presentation of these financial statements in accordance with Sri Lanka Public Sector Accounting Standards and for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.



### 1.3 Auditor's Responsibility

-----

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Sri Lanka Auditing Standards consistent with International Standards of Supreme Audit Institutions (ISSAI 1000-1810). Those Standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risks of material misstatements of the financial statements, whether due to fraud or error. In making those risks assessments the auditor considers internal control relevant to the Institute's preparation and fair presentation of financial statements 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 Institute's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management as well as evaluating the overall presentation of financial statements. Sub-sections (3) and (4) of the Section 13 of the Finance Act, No.38 of 1971 give discretionary powers to the Auditor General to determine the scope and extent of the audit.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

### 1.4 Basis for Qualified Opinion

-----

My opinion is qualified based on the matters described in paragraph 2.2 of this report.

## 2. Financial Statements

---

### 2.1 Qualified Opinion

---

In my opinion, except for the effects of the matters described in paragraph 2.2 of this report, the financial statements give a true and fair view of the financial position of the Gampaha Wikramarachchi Ayurveda Institute affiliated to the University of Kelaniya as at 31 December 2013 and its financial performance and cash flows for the year then ended in accordance with Sri Lanka Public Sector Accounting Standards.

## 2.2 Comments on Financial Statements

---

### 2.2.1 Accounting Policies

---

The policy on the creation of a fund for the provision for employees gratuity and investment of this money had not been disclosed in the notes to the financial statements.

### 2.2.2 Accounting Deficiencies

---

The following observations are made.

- (a) Lands, 243.9 perches in extent and a motor vehicle belonging to the Institute had not been assessed and brought to accounts.
- (b) Although the fixed assets revaluation reserve amounting to Rs.141,060,834 should be shown in the statement of financial position as reserves it had been shown under "Restricted Fund"

### 2.2.3 Unreconciled Control Accounts

---

A difference of Rs.6,296,490 was revealed as compared the Register of Fixed Assets with the schedule presented along with the financial statements for fixed assets and the register of Fixed Assets had not been up dated in respect of buildings valued at Rs.13,586,481



#### 2.2.4 Accounts Payable

---

The following observations are made.

(a) **Security Deposits Payable**

---

Action had not been taken to settle the retention money aggregating to Rs.165,569 shown as Security Deposit Payable in the financial statements, remained for periods ranging from 3 to 5 years up to June 2014 in terms of Financial regulation 571.

(b) **Hostel Charges Receivable**

---

Outstanding hostel charges totaling Rs.254,865 unrecovered during the students academic period as at December 2013 had not been recovered even up to 30 May 2014.

#### 2.2.5 Non-Compliance with Laws, Rules, Regulation and Management Decisions

---

The following non-compliances were observed.

Reference to Laws Rules, and Regulations	Non-compliance
(a) Section 10.1 of Chapter vii of the Establishments Code of the Democratic Socialist Republic of Sri Lanka and Public Administration Circular No.09/97 of 03 February 1997	Holiday pay had been obtained by proportionating to a day's pay in taking number of hours worked for more than 4 hours and few days for a month. This payment was contrary to the provisions in the University Grant Commission Circular No.707 dated 01 April 1997 and as a result an overpayment of Rs.19,048 had been made.



- (b) Section 3(1) of Chapter XX AND Section 1.6.1 of Chapter X of the Establishments Code of the University Grant Commission and Higher Education Institutes. Books and records to ensure the arrival and departure of the academic staff had not been maintained. Even the students attendance sheets relating to the payment of salaries totaling Rs.42,224,404 made to the academic staff were not made available for audit.
- (c) Public Enterprises Circular No.95 of 14 June 1994 Various allowances and fees totaling Rs.10,315,605 had been paid for duties performed during the normal duty hours and week ends in conducting course by charging fees approved by the management of the Institute based on its criteria without the approval of the Secretary to the Treasury and the University Grants Commission.
- (d) Treasury Circular No.842 of 19 December 1978 The Register of Fixed Assets had not been updated.

### 3. Financial Review

-----

#### 3.1 Financial Results

-----

The deficit for the year under review amounted to Rs.8,470,174 and the deficit for the preceding year amounted to Rs.5,483,665. Increase of personal emoluments and contractual services and other operating expenses by Rs.12,881,680 and Rs.5,813,230 respectively had been the Special reason for the increase of deficit by Rs.2,986,509 in the year under review as compared with the preceding year.



#### 4. Operating Review

-----

##### 4.1 Academic performance

-----

The following observations are made.

- (a) The correct information in respect of academic performance was not made available for audit.

##### (b) Cost Per Student

-----

Cost per student for the year under review amounted to Rs.388,771 whereas it was Rs.384,825 for the preceding year.

#### 4.2 Management Inefficiencies

-----

The following observations are made

- (a) Approval of the University Grants Commission and the Treasury for the criteria for courses conducted by charging fees had not been obtained. Criteria for conducting courses by charging fees had been prepared by the Institute on the basis of criteria of the University of Kalaniya, and allowances had been paid for the organization of courses by superseding the criteria of the University of Kalaniya.

According to the criteria of the University of Kalaniya and the Institute, academic staff can be paid Rs.5000 a day for working public holidays and week ends. Nevertheless payments had been made at Rs.5000 per each course conducted in a day and as such an overpayment of Rs.562,500 had been made. The director had informed that this payment had been made after being deeply considered by the Board of Management.

- (b) Eventhough the value of work in progress as at 31 December 2013 was shown in the financial statements as Rs.69,205,669 the registers had not been maintained to identify the value of work in progress of each contract, its opening balance and the capitalization .



#### 4.3 Under- utilized Funds

-----

The following observations are made.

##### (a) Research Fund of the National council for advanced studies

-----

A sum of Rs.2,061,450 had been given to the Institute since the year 2006 in 3 installments to study a three year research postgraduate course by the National council for advanced studies. After incurring expenditure up to 05 October 2010 the balance of Rs.158,798 had remained unutilized and idle , by 13 May 2014. The postgraduate dissertation had not been handed over.

##### (b) Postgraduate Researches

-----

Research grants of Rs.500,000 had been given to two lecturers by the University Grants Commission for research work of the three year postgraduate course, out of which a sum of Rs.447,214 had been utilized by lecturers. However, the balance research grants of Rs.52,786 had not been utilized and remained idle under specific funds, as the progress reports of researches were not made available.

#### 4.4 Personnel

-----

Out of the approved academic cadre of 48 of the Institute as at 31 December 2013, seven had been in vacant position and out of the approved non-academic staff of 118, thirteen had become vacant.

#### 5. Accountability and Good Governance

-----

##### 5.1 Action Plan

-----

According to the Action Plan of the Institute for the year 2013, 87 core activities under 15 Divisions, expected to be achieved were stated. In the examination of its progress the following matters were observed.

- (a) The same activity had been shown under several Divisions in the preparation of Action Plan and its sub – activities had been shown among those divisions without and changes.
- (b) Information about financing and financial progress had not been included in the Action Plan as well as in the progress report.
- (c) Out of the total activities expected to be achieved during the year, 20 projects existed without being commenced by the end of the year. According to the Action Plan, activities which should have been completed by the end of the year 2013, but failed to complete and delayed amounted to 57 activities.
- (d) Out of the 87 activities expected to be completed as per Action Plan, only 10 activities had been fully completed. Accordingly only 11 per cent could be able to completed by the Institute during the year under review out of expected activities.

## 5.2 Budgetary Control

-----

In comparing the budgeted expenditure of the year under review with the actual expenditure, there were material variances ranging from 10 to 262 per cent and as such the budget had not been made use of as an effective instrument of financial management control.

## 5.3 Observations on Unresolved audit Paragraphs

-----

The Ayurveda teaching Hospital had been under taken by the Ayurveda Department in the year 2008, and a sum of Rs. 1,940,161 had not been paid for this hospital but it had not been reimbursed even by the end of the year under review. This had been shown in the financial statements as water charges receivable under current assets. Although attention of this matter was drawn by the previous audit reports and by the Committee on Public Enterprises, the Institute had failed to recover the amount up to 24 March 2014.



## 6. Systems and Controls

-----

Deficiencies in systems and controls observed during course of audit were brought to the attention of the Director of the Institute from time to time. Special attention is needed in respect of the following areas of control.

- (a) Accounting
- (b) Control of Fixed Assets
- (c) Library Control
- (d) Vehicles Control
- (e) Contract Control

H.A.S.Samaraweera  
Auditor General



### 2.2.2 Accounting Deficiencies

- (a) Actions have been taken to estimate the value of lands and the motor vehicle and subsequently enter into accounts as shown in Auditor's Report.
- (b) It has been noted to include an amount of Rs. 141,060,834/- under reserve funds of the financial position statement, which had previously been included under specific funds of financial position statement.

### 2.2.3 Un-reconciled Control Accounts

Disparities between the total value of assets indicated in the Fixed Assets Register, and the Fixed Assets Appendix submitted along with Financial statement have been corrected as at date by this time. It is being updated at present.

### 2.2.4 Accounts Payable

- (a) Rs.165,569/- of Retention monies retained for 03 to 05 years as per Financial Regulations No.571 have been settled at present.
- (b) **Hostel Fees to be received**

Hostel Fees to be collected have been reduced to Rs.239,540/- at present. This amount includes an amount of Rs. 113,980/- from those of internship training and Rs.125,560/- from those currently obtaining hostel facilities.

Arrangements have been made to charge the due amounts from internship trainees prior to issue of certificates. The other due fees are being collected from current students.

### 2.2.5 Non – compliance with laws, rules, regulations and management decisions.

#### Reference to laws, rules and regulations

- (a) **Statement of Establishment Code Chapter No.10.1 of Sri Lanka socialist Republic, Public Administration.**  
**Circular No.07/97 dated 03 February 1997.**

Computer Instructors, who fall into the category of Academic Support Staff, are required to be used in official duties on public holidays. They have been paid an honorarium allowance as per a decision taken at the 199<sup>th</sup> meeting of Board of Management.

(b) Statement No 3 (1) of Chapter xx and statement No. 1.6.1 of Chapter x of Establishment code for University Grants Commission and Higher Educational Institutes.

For confirmation of evidence of attendance of the Academic staff, instructions have been given to relevant parties to maintain a register of attendance.

(c) Public Enterprises Circular No. 95 dated 14 June 1994

Payments are made to the non – academic staff for their duties performed in external courses outside the normal duties as per the procedure adopted in other universities subject to the criterion approved by Institute's Financial committee and Board of Management. Approval has been sought from University Grants Commission and General Treasury regarding such payments.

(d) General Treasury Circular No.842 dated 19 December 1978.

The Fixed Assists Register is being updated at present.

3. Financial Review

3.1 Financial Results

4. Operational Review

4.1 Academic Performance

(a) Arrangements will be made to provide relevant details.

(b) Cost per Student

Actions are being made to minimize the cost per student.

4.2 Management Inefficiencies

(a) Payments in fee leaving external courses have been made in accordance with criterion approved by Institute Financial committee and Board of Management as in other universities. Such payments have been made according to the estimated approved budget of each course, subject to limitations of each course as per the approved criteria. University Grants Commission and General Treasury have been informed of these payments.

(b) A register outlining each category of work being done is being maintained and the value of each service is separately specified.

#### 4.3 Unutilized Funds

- (a) NCAS Institute has given an amount of Rs.2,061,450/- to a lecturer of the Institute for research purposes. Rs.1,902,652/- of this amount has been utilized. The balance amount of Rs. 158,798/- is shown in the Account Records. This amount is to be paid after completion of thesis.
- (b) An amount of Rs. 500,000/- has been granted by University Grants Commission as Research Fund to two lecturers of the Institute. The balance remaining in Accounts is to be paid for the expenditure of the research activities.

#### 4.4 Personnel

Vacancies of academic and non academic staff mentioned under this are being filled in while vacancies of the Executive staff have already been filled in.

### 5. Accountability and good governance

#### 5.1 Action Plan

- (a,b,c,d) The activities related to each Department/ Division have been included in the relevant sections of the Action Plan. These activities are implemented within the stipulated time – frame. Accordingly, most of these activities have been completed while the remaining parts are being implemented at present.

#### 5.2 Budgetary Control

Steps are being taken to use the Annual Budget as an administrative control tool.

#### 5.3 Observations regarding unsettled audit paragraphs.

Department of Ayurveda has been informed of the amount of Rs. 1,940,161/- expended by the Institute in the process of transfer of Ayurveda Teaching Hospital.

6. **Systems and Controls**

Special attention will be paid to minimize, as far as possible, the deficiencies in systems and control as pointed out by the Auditor General's Report.

Prof. Janitha A. Liyanage  
Director

- C.C -
- Chairperson - University Grants Commission
  - Secretary - Ministry of Higher Education
  - Secretary - Ministry of Financial & Planning