

National Sports Fund

Mission Statement

The Mission of the National Sports Fund is to give encouragement to Sports in Sri Lanka and to provide aid and support for the development and promotion of sports.

Vision

Development of the Capabilities of
Sportsmen and Sports women

Legal Background

The National Sports Fund has been established by the National State Assembly Sports Law Act No. 25 of 1973. In accordance with the Act, money allocated by the Government for the activities of the Fund, aid received from foreign countries, money received from any institution as sponsorship assistance for any sport or sports festival, money donated by any individual and money received from any other source shall be credited to the Fund. The Fund shall pay any amount of money determined by the Minister for the encouragement, development and promotion of any sport in Sri Lanka, as a gratuity for sportsmen and sportswomen, for investments and for the implementation or strengthening of the provisions of this Act.

Annual Report 2015

Introduction

The National Sports Fund established under the provisions of Sections 22 to 27 of the Sports Law Act No. 25 of 1973 was made operative under the supervision of the Ministry of Sports from 2007 onwards. Action had been taken annually to disburse resources of the Fund with a view to promoting the nutrition standards of the sportsmen and sportswomen and to developing their sports abilities.

Sports from grass-root level to international area

Of the challenges that are being by the field of Sports one is expanding sports at village level and the other is achieving international successes. A programme named “Sports for all has been implemented at Gram Niladari area, Divisional secretariat, District and provincial level, in line with the development countries.

For the above island-wide sports programmes annual budget provisions as well as money of the sports fund were made use of.

It has become imperative to develop those who are engaged in the field of sports. The contribution made by the sports development fund under the guidance of the honorable minister for the sake of the above is worthy of praise. Priority was given by this fund in respect of granting nutritional allowance paying tributes medical assistance to sportsmen and sportswomen and development of needy personnel who are in the field of sports, during the year 2015

The national sports fund established in 1973 has become a gigantic project that nurtures the sports field.

Allocations made to Sports Federation

The participation of sportsmen and sportswomen in a number of national and international competitions in 2015 was ensured through release of allocations to Sports Associations representing various items of sports. The amount of monies allocated on the consideration of requests made by the Associations is set out below:

Serial No.	Name of the Sports Federation	Amount Paid (Rs.)
01	Sri Lanka Bodybuilding Federation	76,000.00
02	Nuwara Eliya District Table Tennis Association	40,000.00
03	Sri Lanka Weight Lifting federation	40,000.00
04	Carom Associations	240,000.00
05	Sri Lanka Yaching Federation	1,500,000.00
06	Sri Lanka School Netball Associations	470,800.00
07	Sri Lanka School Athletes Associations	296,000.00
08	Sri Lanka Ballroom Dance Associations	150,000.00
	Total	2,812,800.00

Financial Assistance to Sportsmen and Sportswomen

Financial Assistance has been given to national level sportsmen and sportswomen who are currently engaged in sports with a view to promoting their mental faculties and helping to maintain their physical fitness satisfactorily.

Serial No.	Description	Amount paid (Rs.)
01	Allowances for Sportsmen & Sportswomen (Presently attached)	3,657,000.00
02	Allowances to person who engaged in sports in Plantation Sector	30,000.00
03	Sports Equipment for players	650,000.00
	Total	4,337,000.00

Financial assistance to Trainers, Medical Officers and other Officers

Having recognized the necessity of the contribution of the sportsmen and sportswomen as well as the commitment of the Trainers and Officers for the wellbeing of the sports, the resources of the National Sports Fund have been utilized to give financial assistance to those sections. Accordingly, action had been taken to give financial assistance to the Trainers, Medical Officers and other Officials and also air tickets for travel abroad. The particulars are given below:

Serial No.	Description	Amount paid (R.s)
01	Allowances for Instructors in GYM	39,913.97
02	Foreign Traveling - Officers	1,952,230.81
	Total	1,992,144.78

Financial Assistance for Sports Competitions

The contributions made by the National Sports Fund for the National and International Sports Competitions held in Sri Lanka during 2015 are as follows :

Serial No.	Description	Amount paid (Rs.)
01	Cash Award - National Sports Festival	5,088,500.00
02	International Games	228,792.00
	Total	5,317,292.00

Welcome and appreciation ceremonies

A number of steps have been taken during the year 2015 for the purpose of appreciating the careers of sportsmen and sportswomen who are now in retirement having brought credit to the country at national and international competitions as well as those who are actively engaged in sports and also to accord honorable welcome to the country when they come back to the motherland having achieved great victories abroad. The allocations made and expenditure incurred in this regard is given below:

Serial No.	Description	Amount paid (Rs.)
01	Appreciation of Sportsmen & Sportswomen	18,543,750.00
	Total	18,543,750.00

Miscellaneous Expenses

Other expenditure made by the National Sports Fund with the Minister's approval.

Serial No.	Description	Amount paid (Rs.)
01	Miscellaneous Payments	11,630,150.00
02	Allowances - Accounting	219,000.00
03	Meeting Allowances - National sports Council	184,000.00
04	Other Allowances	1,080,814.00
05	Audit Fees	167,166.00
06	Investment Account	15,000,000.00
	Total	28,281,130.00

Performances of Sri Lankan Sportsmen and Sportswomen during 2015

A list of medals won by Sri Lankan Sportsmen and Sportswomen at International Meets is given below. The National Sports Fund had made a significant contribution in achieving these best performances.

Competition	Event	Gold	Silver	Bronze	Total
Asian Youth Athletic - Katar	400 Meter – Hurdle female	1	0	0	1
	400 Meter - Hurdle male	0	1	0	1
	Triple Jump	0	1	0	1
	High Jump	0	1	0	1
	400 Meter relay	1	0	0	1
Doha Open International Boxing Campaign Katar, Doha main City	Weight lifting up to 91 Kg – weight heavy	0	1	0	1
	Weight lifting 69 Kg – Welter	0	0	1	1
	Weight lifting up to 81 Kg – light heavy	0	0	1	1
Asian Grand Prix - Bangkok	800 Meter (Female)	3	3	0	6
	4x100 Meter	0	1	1	2
	100 Meter	0	0	1	1
	High Jump	0	0	1	1
	Javelin Throw	0	0	1	1
	800 Meter (Male)	0	1	0	1
21 st Asian Athletic Championship - Wuhan	800 Meter (Female)	0	0	1	1
Thailand Open Athletics Championship	1500 Meter	1	0	0	1
	300 Meter	1	0	0	1
	Javelin	1	0	0	1
	1500 Meter	1	0	0	1
	400 Meter	0	1	0	1
	Long Jump	0	0	1	1
5 th Common Wealth youth sports Championship Samoa	Weight lifting	0	2	1	3
	High jump	0	1	0	1
	400 m – hurdles	0	1	0	1
	Squash	0	0	1	1

8 th Common Wealth Karate Championship India, New Delhi	Karate	9	13	26	48
Thailand junior Athletics Sports Championship	100 Meter	1	0	1	2
	Long Jump	1	0	0	1
	400 Meter	1	0	0	1
	Triple Jump	1	0	0	1
	400 Meter – Hurdle	1	1	0	1
	4x400 Meter –Relay	0	1	0	1
	200 Meter	0	0	1	1
	400 Meter	0	0	1	1
25 th International Open Karate Championship – India	Karate	13	7	2	22
Asian Sports Athletics Championship - China	400 Meter (male)	1	0	0	1
	300 Meter – Hurdle (male)	1	0	0	1
	Triple Jump (Male)	1	0	0	1
	High jump (female)	1	0	0	1
	300 Meter – Hurdle (Female)	1	0	0	1
Common Wealth Weight Lifting Championship - Malaysia	Weight Lifting	1	1	1	3
Common Wealth Sports Championship - Glasgow	Weight Lifting	0	1	0	1
Malaysia Open Athletic Sports Championship	Athletic	3	0	0	3
Total		45	38	42	125

Gratitude

The contributions made by the Hon. Minister of Sports, Officials of the Ministry of Sports and the officials of the Department of Sports Development in performing the activities of the National Sports Fund are greatly appreciated.

H.T.Kamal Pathmasiri

Secretary,

Ministry of Provincial Councils, Local Government and Sports

National Sports Fund
Receipts and Payments Account 31.12.2015

2014 Receipts Rs.	Code No 1	Code No 2	Code No 3	Description	Note No	2015 Receipts Rs.	2015 Receipts Cts.	2015 Receipts Rs.	2015 Receipts Cts.
3,959,363.97				Cash book balance as at 01.01.2015				7,314,386.24	
13,791,631.35	011	000	00	Fixed Deposit Withdrawal					
1,630,320.55	020	000	00	Sundry Debtors		1,718,916.96			
2,600,000.00	034	000	00	Fix Deposit Interest					
39,200,000.00	041	000	00	Receipts - Sponsorships		27,000,000.00			
1,270,191.79	042	002	00	Revenue - National Lottery Board	09	805,441.44			
15,000,000.00	001	000	00	Other Receipts - GYM		30,000,000.00			
4,108,565.60	060	000	00	Grant					
825,000.00	064	000	00	Miscellaneous Deposits	02	97,900.00			
341,921.00	066	000	00	Debit to Vote	01	261,947.00			
15,500,000.00	028	004	00	Refund	10				
				special Advance		200,000.00			
				Other				60,084,205.40	
98,226,994.26				Total Receipts				67,398,591.64	
2014 Payments						2015 Payments	2015 Payments		
15,000,000.00	011	000	00	Investment Account		15,000,000.00			
5,119,838.40	018	000	00	Sundry Creditors					
4,066,821.96	021	000	00	International Games		228,792.00			
2,523,720.00	023	000	00	Regional Sports Events					
177,000.00	026	000	00	Allowances - Accounting		219,000.00			
642,217.00	027	002	00	Other Allowances		1,080,814.00			
307,032.26	027	003	00	Allowances for Instructors of GYM		39,913.97			
10,500,000.00	028	000	00	special Advance					
	028	000	00	Sports Equipment for players		650,000.00			
489,500.00	029	000	00	Foreign Travelling - Media men					

1,789,197.00	030	000	00	Foreign Traveling - Officers		1,952,230.81	
1,577,000.00	033	000	00	Nutrition Allowance for Sportsmen		3,657,000.00	
43,000.00	037	000	00	Medical Allowances for players			
17,168,000.00	038	000	00	Appreciation of Sportsmen & Sportswomen		18,543,750.00	
5,405,000.00	040	001	00	Athletic Association of Sri Lanka			
88,862.00	040	006	00	Sri Lanka Basket Ball Federation			
100,000.00	040	007	00	Sri Lanka Badminton Association			
100,000.00	040	028	00	Central Province Athletic Associations			
500,000.00	040	032	00	Sri Lanka blind cricket Association			
	040	035	00	Sri Lanka Bodybuilding Federation		76,000.00	
227,500.00	040	036	00	Mathara District Football Federation			
	040	035	00	Nuwara Eliya District Table Tennis Association		40,000.00	
200,000.00	040	045	00	Sports Federations			
	040	035	00	Sri Lanka Weight Lifting federation		40,000.00	
	040	035	00	Carom Associations		240,000.00	
	040	035	00	Sri Lanka Yachting Federation		1,500,000.00	
	040	035	00	Sri Lanka School Netball Associations		470,800.00	
	040	035	00	Sri Lanka School Athletes Associations		296,000.00	
	040	035	00	Sri Lanka Ballroom Dance Associations		150,000.00	
1,571,940.00	040	035	00	Sports Clubs			
300,000.00	040	042	00	Ew Sports foundation			
	040	043	00	Sri Lanka Football Federation			
1,500,000.00	040	048	00	Sri Lanka Amateur Boxing Association			
600,000.00	042	004	00	Kandy District Table Tennis Association			
	040	035	00	Payment - Audit Fees		167,166.00	
5,691,500.00	043	000	00	National Sports Festival		5,088,500.00	
15,002,479.40	047	000	00	Miscellaneous Payments		11,630,150.00	
135,000.00	047	002	00	Allowance to Sports in Plantation Sector		30,000.00	
87,000.00	052	000	00	Meeting Allowances - National sports Council		184,000.00	
90,912,608.02				Total			61,284,116.78
7,314,386.24				Cash Balance as at 31st December			6,114,474.86

National Sports Fund
Trial Balance as at 31-12-2015

Code No 1	Code No 2	Code No 3	Description	Note No	DR Rs. Cts.	CR Rs. Cts.
002	000	00	Cumulative Fund as at 01.01.2015			186,366,953.40
011	000	00	Investment Account as at 31.12.2015		192,430,862.08	
013	000	00	Receivable Fixed Deposit Interest as at 31.12.2015	04	2,887,862.29	
013	001	00	Receivable WHT 31.12.2014	07	48,823.30	
017	000	00	National Lottery Board Income receivable	05	24,098,920.00	
020	000	00	Interest receivable on Investment	03		10,890,377.97
021	000	00	International Game		228,792.00	
026	000	00	Allowances -Accounting		219,000.00	
027	003	00	Allowances for Instructors of GYM			
027	002	00	Other Allowances		1,007,040.00	
029	000	00	Foreign Travelling - Media men			
033	000	00	Nutrition Allowance for Athletes		3,657,000.00	
038	000	00	Appreciation of Sportsmen & Women		18,543,750.00	-
028	000	00	Special Advanced			
028	000	00	Sports Equipment for players		650,000.00	
018	000	00	Sundry Creditors	06		-
030	000	00	Foreign Travelling - Officers		1,952,230.81	
040	035	00	Sri Lanka Bodybuilding Federation		76,000.00	
040	035	00	Nuwara Eliya District Table Tennis Association		40,000.00	
040	035	00	Sri Lanka Weight Lifting federation			
040	035	00	Carom Associations		240,000.00	
040	035	00	Sri Lanka Yachting Federation		1,500,000.00	
040	035	00	Sri Lanka School Netball Associations		470,800.00	
040	035	00	Sri Lanka School Athletes Associations		296,000.00	

040	035	00	Sri Lanka Ballroom Dance Associations			150,000.00	
041	000	00	Revenue-National Lottery Board		05		38,470,090.00
042	003	00	Receipts From GYM				394,571.75
043	000	00	Audit Fees			167,166.00	
046	005	00	National Sports Festival			5,088,500.00	
047	000	00	Missalaneous Payments			11,494,900.00	
047	002	00	Allowance to Sports in Plantation Sector				
047	003	00	Other Payments - GYM				
050	000	00	Cash Balance			6,114,474.86	
052	000	00	National Sports council			165,100.00	
060	000	00	Miscellaneous Receipts		08		4,943,281.22
066	000	00	Repay		01		261,947.00
001	000	00	Grant				30,000,000.00
			Other				200,000.00
						271,527,221.34	271,527,221.34

National Sports Fund

Income and Expenditure Account as at 31.12.2015

2014 Receipts Rs.	Code No 1	Code No 2	Code No 3	Description	Note No	2015 Receipts Rs.	2015 Receipts Cts.
				Income			
12,406,835.55	020	000	00	Interest on Investment	03	10,890,377.97	
2,600,000.00	034	000	00	Sponsorships			
42,739,380.00	041	000	00	Revenue - National Lottery Board	05	38,470,090.00	
1,681,061.48	042	002	00	Receipts - GYM		394,571.75	
	042	003	00	Other Receipts		200,000.00	
	066	000	00	Grant Refund	01	261,947.00	
15,000,000.00	001	000	00	Grant		30,000,000.00	
	060	000	00	Miscellaneous Receipts	07	4,943,281.22	
74,427,277.03				Total Income		85,160,267.94	
				Expenses			
2,523,720.00	023	000	00	Regional Sports Events			
0.00	024	000	00	Medical Allowances			
177,000.00	026	000	00	Accounting Allowances		219,000.00	
346,946.23	027	003	00	Allowances for Instructors of GYM			
	028	000	00	Sports Equipment for players		650,000.00	
489,500.00	029	000	00	Foreign Traveling-Media men			
1,789,197.00	030	000	00	Foreign Traveling-Officers		1,952,230.81	
1,577,000.00	033	000	00	Nutrition Allowances for Sportsman		3,657,000.00	
	040	035	00	Sri Lanka School Karate do Association		76,000.00	
	040	035	00	Nuwara Eliya District Table Tennis Association		40,000.00	
	040	035	00	Carom Associations		240,000.00	
	040	035	00	Sri Lanka Yachting Federation		1,500,000.00	

	040	035	00	Sri Lanka School Netball Associations	470,800.00	
	040	035	00	Sri Lanka School Athletes Associations	296,000.00	
	040	035	00	Sri Lanka Ballroom Dance Associations	150,000.00	
43,000.00	037	000	00	Medical Allowances for Players		
16,543,000.00	038	000	00	Appreciation of Sportsmen & Sportswomen	18,543,750.00	
5,174,224.00	040	001	00	Athletic Association of Sri Lanka		
88,862.00	040	006	00	Sri Lanka Basket Ball Federation		
100,000.00	040	008	00	Sri Lanka Badminton Association		
	040	032	00	Sri Lanka Bill		
	040	036	00	Sri Lanka Bodybuilding Federation		
	040	010	00	Sri Lanka Judo Federation		
				Allowances on Committee of SL Cricket T V rights		
1,571,940.00	040	035	00	Sports clubs		
4,066,821.96	021	000	00	International Games	228,792.00	
300,000.00	040	042	00	EW Spots Foundation		
100,000.00	040	028	00	Central Province Athletic Association		
	040	048	00	Sri Lanka Hockey Federation		
	042	002	00	SAG Administration Allowances		
	040	043	00	Sri Lanka Football Federation		
227,500.00	043	000	00	Audit Fees	167,166.00	
5,691,500.00	046	004	00	National Sports Festival	5,088,500.00	
14,976,584.40	047	000	00	Miscellaneous Payments	11,494,900.00	
165,000.00	047	002	00	Allowance to Sports in Plantation Sector		
715,991.00	027	002	00	Other Payments	1,007,040.00	
98,000.00	052	000	00	National Sports council	165,100.00	
600,000.00	040	004	00	Kandy District Table Tennis Association		
500,000.00	040	032	00	Sri Lanka Blind Cricket Association		
1,500,000.00	040	048	00	Sri Lanka Amateur Boxing Association		
59,365,786.59				Total Expenditure	45,946,278.81	
15,061,490.44				Surplus	39,213,989.13	

National Sports Fund

Balance Sheet as at 31-12-2015

Code No 1	Code No 2	Code No 3	Description	Note No	2014 Rs. Cents	2015 Rs. Cents
			<u>Assets</u>			
050	000	00	Cash Balance	-	7,314,386.24	6,114,474.86
			special Advance	08		-
			Sundry Debtors	02	14,947,494.90	27,035,605.59
					22,261,881.14	33,150,080.45
			<u>Non Current Assets</u>			
			Investments	-	169,288,291.45	192,430,862.08
			Total Assets		191,550,172.59	225,580,942.53
				-		
			<u>Liabilities</u>			
060	000	00	<u>Current Liabilities</u>	07	4,943,281.22	-
018	000	00	Sundry Deposits	06	239,937.97	
			Sundry Creditors		5,183,219.19	-
			<u>Non Current Liabilities</u>	-		
			Total liabilities		5,183,219.19	-
			Net Assets		186,366,953.40	225,580,942.53
			Net Assets/ Equity			
002	000	00	Accumulated Fund		171,305,462.96	186,366,953.40
			Ad: Prior year adjustment		-	1,000,000.00
					171,305,462.96	187,366,953.40
			Surplus		15,061,490.44	39,213,989.13
			Net Assets/ Equity		186,366,953.40	226,580,942.53



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கணக்காய்வாளர் தலைமை அதிபதியின் திணைக்களம்
Auditor General's Department



CAS/A/NSF/02/15/FA

31 May 2017

The secretary,
Ministry of Sports

Report of the Auditor General on the Financial Statements of the National Sports Fund for the year ended 31 December 2015 in terms of section 14(2) (c) of the Finance Act No. 38 of 1971 and Section 25(4) of the National Sports Act No. 25 of 1973.

The audit of financial statements of the National Sports Fund for the year ended 31 December 2015 comprising the balance sheet as at 31 December 2015 and the income and expenditure account and the 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 the Sri Lanka read in conjunction with Section 13(1) of the Finance Act, No.38 of 1971 and section 25 of the National Sports Act No. 23 of 1973. My comments and observations which I consider should be published with the Annual Report of the Fund in terms of section 14(2) (c) of the Finance Act, appear in this report.

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 Generally Accepted Accounting Principles 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 (ASSAI 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 the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Fund's preparation and fair presentation of the 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 Fund'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 section (3) and (4) of 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.

2. Financial Statements

2.1 Qualified Opinion

In my opinion, the financial statements give a true and fair view of the financial position of the National Sports Fund as at 31 December 2015 and its financial performance and cash flows for the year then ended in accordance with Generally Accepted Accounting Principles.

2.2 Comments on Financial Statements

2.2.1 Accounting Deficiencies

The audit fees of Rs. 167,166 relating to the year 2014 but paid in the year under review had not been accrued in the relevant year and accounted as an expenditure of the current year. Similarly, no provision for audit fees in respect of the year under review had been made.

2.2.2 Unexplained Differences

In the comparison of balances of the investment account and the interest on investment account as at 31 December 2015, with the letters of confirmation of balances, a difference of Rs.35,510 was observed.

2.4 Noncompliance with Laws, Rules, Regulations and Management Decisions

In terms of section 25(2) of the National Sports Act No.25 of 1973 a report on the administration of the Fund should be prepared by the Secretary to the Ministry immediately after the closure of the calendar year. Nevertheless, an administration report in terms of this section had not been prepared.

3. Financial Review

3.1 Financial Results

According to the financial statement presented the financial results of the Fund for the year under review had been a surplus of Rs. 39,213,989 as compared with the surplus of Rs.15,061,490 for the preceding year thus indicating an improvement in the financial results by Rs. 24,152,499 for the year under review as compared with the preceding year. Increase in government grant by Rs.15,000,000 and the decrease in total expenditure by Rs.13,419,508 had been the main reason for this improvement.

4. Operating Review

The following observations are made.

- (a) A sum of Rs.2, 270,000 had been paid during the year under review by the Fund to the committee of inquiry appointed by the Minister of Sports in order in inquiry into frauds and corruptions made in the Fund and the Sri Lanka Cricket Institute during the past 5 years. However, proper action had not been taken to implement the recommendations made by that committee.

- (b) Sums of Rs.258, 000 and Rs.128, 284 had been paid to the maintenance Engineer of the Ministry of Sports and the Receptionist of the Ministry of Sports in the year under review respectively by the Fund. This expenditure was not an operating expenditure of the Fund but the administrative expenditure of the Ministry. It was observed that these payments were contrary to the objectives of the Fund.

5. Accountability and Good Governance

In terms of paragraph 5.2 of the public Finance Circular No. 2014/01 dated 17 February 2014, an annual action plan, aimed in the achievement of objectives of Fund namely the encouragement. Improvement and development of Sports in Sri Lanka had not been prepared and implemented.

5.2 Internal Audit

An internal audit unit had not been established to audit the activities of the Fund in terms of Financial Regulation 133 of the Financial Regulations of the Democratic Socialist Republic of Sri Lanka and an audit had not been carried out even by the internal audit unit of the Ministry Of Sports relating to the activities of Fund in the year under review. As such it was observed that a sufficient internal check had been carried out in respect of the administration and expenditure of the Fund.

5.3 Budgetary Control

In Comparing the budgeted expenditure and the actual expenditure of the National Sports Fund in the year under review, variances ranging from 17 per cent to 100 per cent in the 17 items out of 20 expenditure items were observed and as such the budget had not been made use of as an effective instruments of management control.

5.4 tabling the annual reports

Annual reports for the years 2013 and 2014 of the National Sports Fund had not been tabled in parliament.

6. Systems and Control

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

Areas systems and Control	Observations
(a) Budgetary Control	The existence of variances between budgeted expenditure and actual expenditure.
(b) Internal Audit	No internal audit was carried out.

H.M. Gamini Wijesinghe

Auditor General