

The Vision

To be the trusted pioneer creation of a dignified Sri Lankan Youth

Mission

To Provide an excellent and trusted service towards creation of a dignified Sri Lankan Youth who is disciplined, knowledgeable and global in outlook while upholding local values.

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The message of the Hon. Minister of Youth Affairs and Skills Development

Year 2012 can be identified as one of the many busy years in the past, after the establishment of the National Youth Services council.

The combine goal of all of us was to build an efficient Youth services council which had shoulder red a vast responsibility and played a great role during the past three decades and to centralize the same suitably as an active operation Centre of the nation for the whole Sri Lankan youth. Year 2012 was full of planes basic strategies and activities for the afore said goal. Today our responsibility should be to check or investigate the success which we have already obtained in the year 2012 in reaching that expected target.

The mission of the era of the National Youth Services Council is to understand the novelty of youth properly and guide them according to that. It is not only the responsibility of a single person, but also a range of responsibilities that should spared equally from the lowest servant to the highest officers Any person who has understood is accurately may receive the necessary protection and encouragement.

Dulles Alahapperuma

Hon. Minister of Youth Affairs and Skills Development.

The Ministry of Youth Affairs and Skills Development.



The message of the Secretary to the Youth Affairs & Skills Development Ministry

The National Youth services Council has implemented many active Programs in 2012 under the Ministry of Youth Affairs and Skills Development to enforce the Sri Lankan youth. We were capable of awarding them and uplifting their skills and abilities of arts and sports to the national level by the programs such as Top 20, short film festivals, sports meet and award ceremony of youth. The Parliament implemented program in 2012. I believe it was a great privilege to develop the personality of the ground level youth who develop their leadership Qualities and further it enables to raise and present a younger leader for the future that is armed with intelligence, knowledge and various talents. Quite a number of programs namely exchange of youth were implemented by the National youth services Council in both foreign and inland levels 2012. By that the youth of this country had gained a immeasurable knowledge of how to get on with the international community and understand about the youth of the world. The knowledge they did obtain that on account of that opportunity enabled them to use the same practically here in this country is a special privilege for the youth who are gathered rounded National Youth services. The Programs which were organized to suit the 21st century's new concepts won the attraction of the youth and the automatically become the direct beneficiaries. Accordingly the year 2012 had experienced an excellent and a remar kable progress. So I take this opportunity to offer my gratitude to the whole staff and the Director Board including Attorney at Law, Director General, Chairman Mr. Lalith Piyum Perera who has played the main role as the pioneer in presenting all the programs to the youth.

K.A. Thilakaratne,
Secretary,
The Ministry of Youth Affairs and Skills Development.



The message of the Chairmen/Director General of the National Youth Services council

I am extremely glad to add my hearty thanks (Congratulation) to the summary report of the programs which Were implemented by the National Youth Services Council in the year 2012. The main aim (goal) of “Mahinda Chinthanaya ” is to reorganize the works of National Youth Services Council Widely paying special attention to the youth widely community and their expectations as country with a good look out. The year 2012 can be identified as a successful year which managed to reach the reality of that particular goal and more over it can be considered that the concept of “Sri Lanka Youth” which was introduced in 2010 was able to establish permanently in this year.

It enabled to establish quickly a number of youth clubs of ground level from point Peduru to point Dewundara through the Programs in order to absorb the youths. The opportunity to represent the Sri Lankan Youth by attending the program sustainable development which was held in Brazil as Rio 20+ was a rare opportunity we enjoyed and also the occasional of the arrival of His excellency the President Mahinda Rajapaksha at the ship “ Fuji Maru ” on our humble invitation added a great value and strength to the Sri Lankan youth. As mentioned in audience we were able to conduct many programs to assist the disabled youth such as “ Sihinaya sports meet , job market reality shows in singing , dancing and other musical programs”.

During this year going beyond the youth clubs movement we had the opportunities of implementing the program the risini youth leader (EYLA) which produced a chance to try out their own skills as a chance to try out their own skills as a whole. The program named top 20 or the youth excellent award ceremony which was implemented by going along 20 recognized fields became very popular among many.

In this manner the Sri Lankan youth concept managed to implement quite a number of programs in order to deliver to the youth from their inborn tendencies and lead them along new directions. So I take this opportunity on behalf of the Sri Lanka Youth movement to thank one and all who guided and helped in various tasks.

Lalith Piyum Perera (Attorney-at-law)
Chairman/ Director General

National Youth Services Council

STRUCTURE OF NATIONAL YOUTH SERVICES COUNCIL

The National Youth Services Council is the one and only State institution established to ensure the total development of Sri Lankan Youth by promoting their self-interests.

THE PARLIAMEN ARY ACT PERTINENT TO ESTABLISH THE NATIONAL YOUTH SERVICES.

1967 – The Voluntary National Youth Services Act No. 11 of 1967

1968 –The Voluntary National Youth Services (amended) Act No. 52 of 1968

1969 – The Declaration of establishment of National Youth service Council

23 rd January 1969 extra ordinary Gazette 1483716

1978 – The Declaration of regulations according to the Act section 26

2nd August 1978 (extra ordinary Gazette 328/12)

1979 –The National Youth Services Act No 69 of 1979

1979-Revocation of the Voluntary National Youth Services Act No .11 of 1978 and declaration of activating date of National Youth Services Act No. 69 of 1979

by the extra ordinary Gazette No. 67/09 of 20th December 1979

1980- Declaration regulations according to the Act No 69 of 1979

by the extra ordinary Gazette No. 69/09 of 2nd January 1980 under the section 34 of Act of the National Youth Service

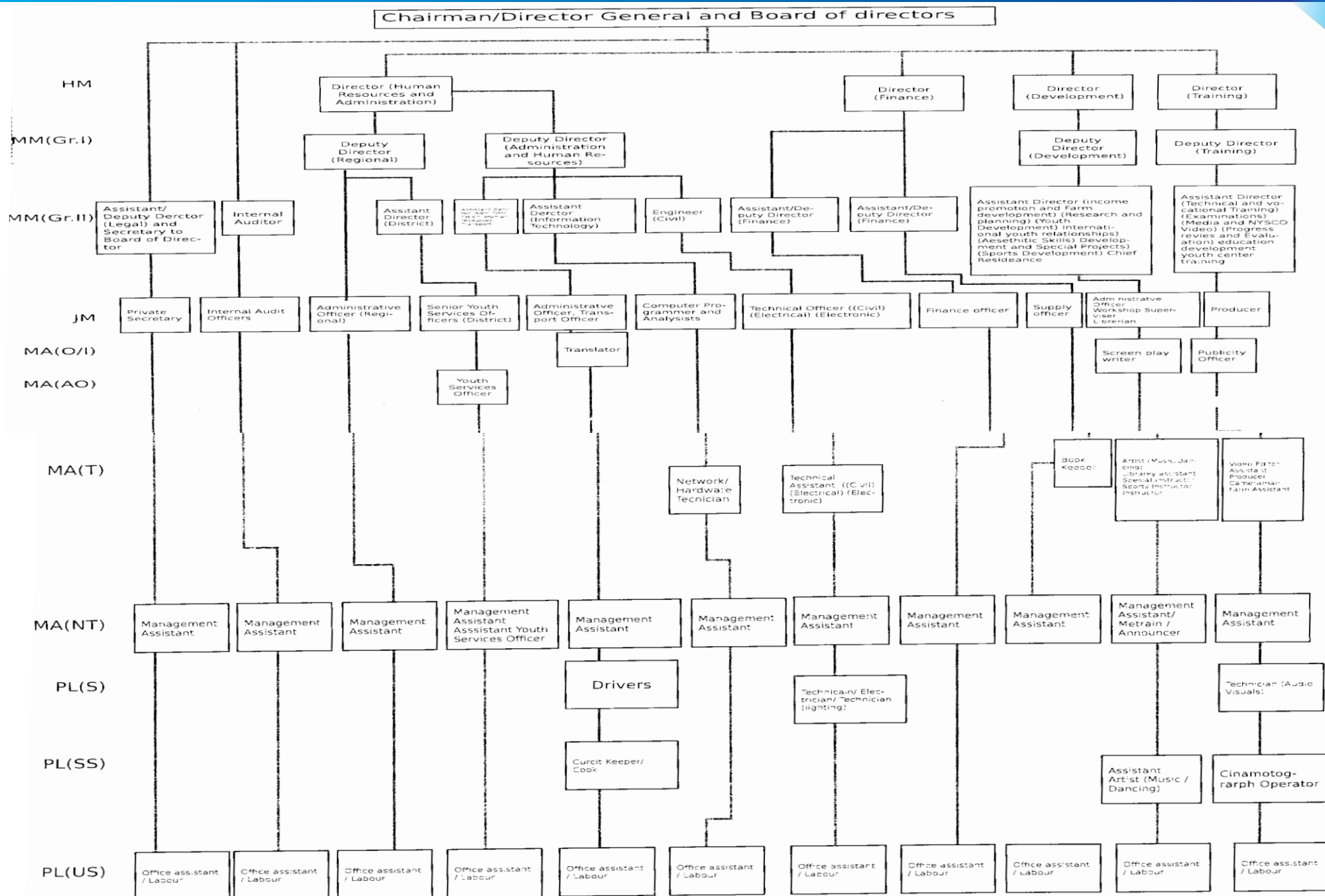
? 1986- The declaring of orders of the National Youth Services No. 01 of 1986 under the section 34 o National Youth Services Act of 1979. By the extra ordinary Gazette No392/05 of 10th March 1986.

? 1990 –The absorption of the office of the Commissioner General of Rehabilitation to the National Youth Services Council in 1990.

? 2011 –The beginning of the concept of “Sri Lanka Youth”

More power and authority was enjoyed by the National Youth Services council that before and thus and spa co has been provided for the development of the activities related to the Youth services, with the establishment of the ministry of Youth Affairs and Employed in 1978 under the Act of National Youth services No. 69 of 1979





Board of the members of the council -2012

No	Name	Designation	Date of Appointment
1	Attorney at Law, Mr.Piyum Lalith Perera	Director General Chairman	11-05-2010
2	Mrs. Nilanthi Sugathadasa	Member of Director Board of Council	04-08-2010
3	Mr. A.K. Senavirathne	-do -	04-08-2010
4	Attorney at Law, Mr. O.V. Madura Withanage	-do -	17-06-2010
5	Mr. Ajith Naragala	-do -	17-06-2010
6	Mr. D.M.L.D. Dissanayake	-do -	07-07-2010
7	Dr. Saranga Alahapperuma	-do -	17-06-2010
8	Mr.M.Z.M.Uvaiz	-do -	17-06-2010
9	Mr. Gunarathne Rajapaksha	-do -	17-06-2010
10	Professor Daya Rohana Athukorala	-do -	04-08-2010
11	Mr. Indika Jayarathne	-do -	17-06-2010
12	Mr. Arjuna Kamalanath	-do -	17-06-2010
13	Mrs. Sriyani Kulawansa	-do -	17-06-2010
14	Miss. Deepika Priyadarsini Peeris	-do -	17-06-2010
15	Mr. D . Anto Dinesh	-do -	21-07-2010
16	Mr. G.A. Amoda Galgamuwa	-do -	04-08-2010
17	Mr. P.G.S.P. Wijewardana	-do -	07-09-2010
18	Mr. Kumaradasa Saputhantri	-do -	01-09-2010
19	Mr. Rohan Lalith Elawala	-do -	15-09-2010
20	Mr. Hemantha Wanniarachchi	-do -	10-08-2010
21	Mr. Dushyantha Vidushaka Mahabaduge	-do -	26-05-2011
22	Mr. Saman Kumara Ranaweera	-do -	27-10-2011
23	Mr. T.B. Weerakoon	-do -	From 14-11-2011 To 01-03-2012
24	Mr. Viraj Milinda Rajapaksha	-do -	05-03-2012
25	Mr. W.D. LiyanaArachchi	-do -	23-05-2012

The Committee of Auditing and management -2012

Mr. A.K. Senavirathna - Chairman

Mrs. C.K. Herath - Secretary

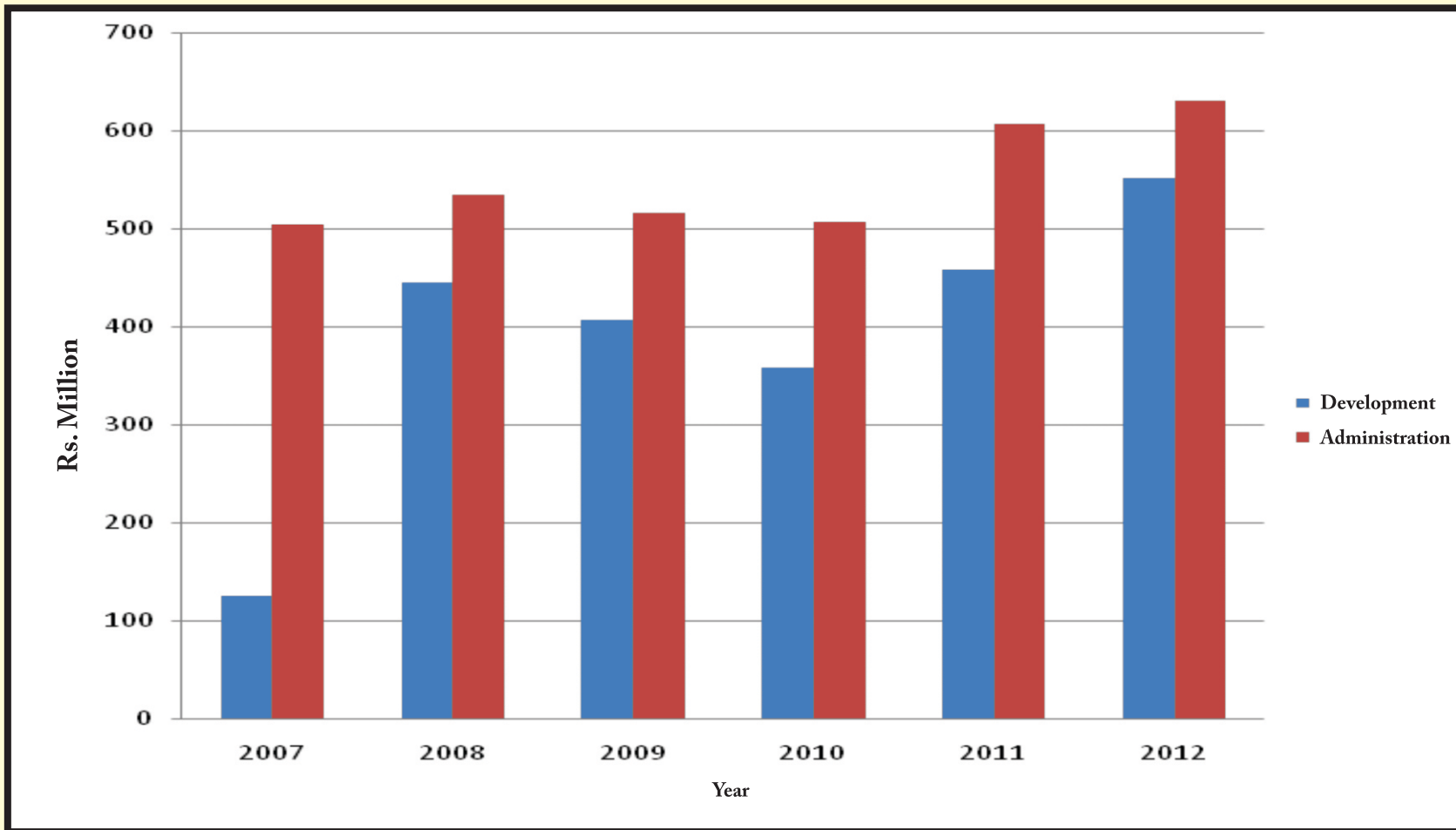
Mr. Ajith Naragala - Member of the committee

Mrs. R.M.D.M. Kumari - Observer

Mr. Indika Jayarajne - Member of the committee

Mr. T.G.M. Kumaranayake - Invited

The Director and Indirect Allocation supplied by the Treasury to the National Youth Services Council for the purposes of Youth development 2007 -2012



The Activities of the Section of Development in 2012

The description of the development programs which were implemented in 2012 by the section of Development of the National Youth Services Council for the works of development of youth are as follows.

The Organizations of Youth and the Section of Development. The amount of expenditure – Rs.106, 464,736.90

Serial No:	Name of the Program	Number of Programmes	Participation
1.	The program of "Y 2012"		
I.	The programs of announcement of "Y 2012"	Clubs of youth 11,801	553,433
II.	The district level training programmes of the officers of local boards of youth clubs	30	1,165
III.	The training programme of leadership of school youth clubs	26	1,195
IV.	The programmes appropriate to the occasion	08	15,373
2.	The programme of "Thurunu Sithata Daham Suwaya"	25	4,366
3.	The programme of exchange of youth in inland	18	1,873
4.	The programme of "Sri Lanka Youth Sihinaya"		
I.	The establishment of "Youth Clubs"	45	1,200
II.	The training programme of sign language for the youth services officers	01	16
III.	The sports meet of the youth who have different talents	01	987
IV.	Giving "Oral Books" to the youth clubs	01	300
V.	Meet friends of inland	02	190
VI.	Job market	01	220
5.	The housing project of "Sri Lanka Youth"	384	384
6.	Mini Youth Park	02	
7.	The youth exchange programme of local	20	1,947
8.	The reality Show of "Sihinaya" for the youth who have different talents	01	709
9.	The programme of "local youth campaign"	20	1974
10.	The publication of editions under the further training of youth media central colleges	01	32

Establishment of Youth Clubs 2012

Serial No	District	No of Grama Niladari's Division	No.of established Youth Council	No of members	%
01	Colombo	454	341	18115	75.1
02	Colombo 01	103	141	6445	136.8
03	Gampaha	1177	576	19438	48.9
04	Kaluthara	762	579	39460	75.9
05	Galle	895	598	22574	66.8
06	Matara	650	853	21736	89.6
07	Hambantota	576	498	17557	86.4
08	Kandy	1188	829	45866	79.6
09	Matale	545	488	20451	89.5
10	Nuwara Eliya	491	459	25199	93.6
11	Monaragala	319	347	16497	117.8
12	Badulla	567	733	42887	129.2
13	Kegalle	573	460	24710	80.2
14	Rathnapura	575	586	24253	101
15	Kurunegala	1610	1290	49744	80.1
16	Puttalam	548	433	14826	79
17	Anuradhapura	694	538	18905	77.5
18	Polonnaruwa	295	325	17237	110.0
19	Trincimalee	230	251	14352	109.1
20	Baticolo	346	395	32659	115.3
21	Ampara	503	459	31405	108.7
22	Vavuniya	102	145	10975	142.1
23	Mannar	153	178	14675	116.3
24	Kilinochchi	95	79	3548	83.1
25	Mulativu	127	170	9912	138.8
26	Jafna	435	298	11804	68.5
	Total	14,013	11,801	575,230	

02. The section of Sports Development

The amount of expenditure – 125,308,542.76 Rupees

Serial No:	Name of the program	Numbers of program	Participation
01.	24 th National Youth Sports meet		
	Tournament of local level	334	293,395
	Tournament of district level	26	40778
	Sports Meet of youth	19	6071
02.	Sinhala and Hindu New Year festival of Sri Lanka Youth		
	The provincial festival of Sinhala and Hindu New Year of Sri Lanka Youth	08	9967
	The National festival of Sinhala and Hindu New Year of Sri Lanka Youth	01	1165
03	The pools of National Youth volley ball, net ball	04	83
04	Sports clubs of Sri Lanka youth	12	711
05	Construction of play ground	01	----
06	Tournament of provincial level	09	2148
	Tournament of national level	02	340
07	Buying of games (P.T) equipment the development of the strength of Sri Lanka youth and the improvement of the physical fitness unit	01	----
	Distribution		
08	Distribution of sports instruments	01	For 856 youth clubs
09	The tournament of answering to the questions sport of Sri Lanka youth	18	496

The 24th National Youth Sports Festival

The information of sports men and women who set new records at the 24th National youth club federation sports festival held at Track and field

Serial No.	Name	Event	Represented District	Talent
01	D.M.M.M. Milan	High Jump	Colombo	2.10 m
02	D.M.L.C. Dassanayake	Throwing of Javelin	Kurunegala	62.59 m
03	G.K.D.S. Priyantha	Long Jump	Colombo	7.20 m
04	R.Nimalendra	Put Shot	Jaffna	15.13m
05	S. Chathuranga	1000 m walking (male)	Mathara	49:36 Sec
06	A.A.S. Sandaruwan	110m Hurdles	Gampaha	14.69m
07	U.P.A.N. Karunasekara	Hop step and jump	Gampaha	14:86m
08	K.A.T. Lakshani	Long Jump	Puttalam	5.62m
09	T.M.H. Batage	Shot put	Mathara	10.93m
10	K.A.S. Dulanjanie	Hop step and jump	Puttalam	12.44m
11	P.B. Gayani	5000m walking	Matara	27.06m

Over 20

Serial No.	Name	Event	Represented district	Talent
01	N.M.Chanuka	10000 m	Badulla	31:21:04 sec
02	M.D.M.Milantha	Long jump	Kurunegala	7.65 m
03	W.D.G.Wijesinghe	High jump	Anuradhapur a	2.05 m
04	K.W.S.Randeeva	Hurdles	Colombo	14.49 sec
05	R.J.N.K.G.C.M.J.Jayasekara	400 m	Kandy	47.39 sec
06	D.M.E.Dinesh	Hop step and jump	Gampaha	16.09 m
07	T.G.D.Chathuranga	Throwing of discus	Hambantota	42.60 m
08	D.B.Ranasinghe	Throwing of javelin	Galle	78.75 m
		(male)		
09	N.K.Nishshanka	1500 m (male)	Kandy	3:53:27.sec
10	N.Safrath	100 m (male)	Matara	10.69 sec
11	W.T.K.Fernando	Put shot	Kalutara	13.90m
12	N.M.C.Dilrukshi	800 m	Kurunegala	2:5:34 sec
13	D.A.H.Wijesinghe	Hurdles	Kegalle	14.29 m
14	H.L.N.D.Lekamge	Throwing javelin (female)	Rathnapurra	49.17 m
15	W.P.E.R.Dilrukshi	500 m	Hambantota	7:2:15 m
16	N.M.C. Dilrukshi	1500 m (female)	Kurunegala	4:17:69 sec
17	P.D.Y.N.Abewickrama	100 m (female)	Kandy	12:15 m
18	District team of Matara	4 x100 m (male)	Matara	42.25 sec
19	District team of Kandy	4x400 m (male)	Kandy	03:18:35 sec
20	District team of	4x400 m (female)	Puttalam	04:01:37 sec

The most Talented sportsmen and women of the 24th National Youth Sports Festival

The most Talented Athletic Sports Woman of the 24th National Youth sports festival, below 20 :-

Name :- K.A.S. Dulanjalie

District :- Puttalam

Event :- Hop Step and Jump

Talent :- 12:44 m

The most Talented Athletic Sportsman of the 24th National Youth sports festival, below 20 :-

Name :- D.M.M. Milan

District :- Colombo

Event :- High Jump

Talent :- 2.10 m

The most Talented Athletic Sportsman of the 24th National Youth sports festival, below 20 :-

Name :- D.M.E. Dinesh

District :- Gampaha

Event :- Step hop and jump

Talent :- 16.09m

The most Talented Athletic Sports Woman of the 24th National Youth sports festival, below 20 :-

Name :- N.M.9i. Dilrukshi

District :- Kuruengala

Event :- 1500m

Talent :- 04:17:69 sec

The 24th National Youth sports festival - Runner up :-

The District of Rathnapura which was Scored 93

The 24th National Youth sports festival - Championship :-

The District of Gampaha which was Scored 99



The Section of Aesthetic Skills Development

The Amount of Expenditure 58,750,635.58 Rupees

Serial No	Program	Number of Programs	Participation
01	The Competition of Award ceremony and the competition of National Drama	30	15-567
02	The development of Aesthetic School of Bellwood, Maharagama	40	432
03	The youth association of fine arts	16	1093
04	National cultural programmers	11	5648
05	Diploma Course of Drama	01	47
06	Youth Drama Concerts	30	13335

The Artist and the Dramatist who were Accessed to the National Level through the Festival of Youth Award Ceremony and the Festival of Youth Drama.

01	Individual Dancing of up country (Female)	First	Dilhara Amali Premathilaka	Anuradhapura
02	Individual Dancing of upcountry (male)	do	K.W. Gimantha Charith	Colombo
03	Mix Dancing of up country	do	The group including Dhammika Damayanthi	Colombo
04	Group Dancing of Upcountry (Female)	do	The group including Inoka Wasana Thilakarathna	Urban Youth
05	Group Dancing of Upcountry (male)	do	The group including Neel Senanayake	Urban Youth
06	Group Dancing of Low country (Female)	do	The group including Kumuduni Priyanka	Rathnapura
07	Individual Dancing of Low Country (Female)	do	Ruchini Thakshila Fernando	Kaluthara
08	Group Dancing of Low Country (Male)	do	The group including Dulani Kalhara	Kaluthara
09	Individual Dancing of Low Country (Male)	do	Indunil Sandun Ranchamara	Colombo
10	Mix Dancing of Low Country	do	The group including prasanna Rathnayake	kaluthara
11	Individual Dancing of Sabaragamuwa (Female)	do	Dilini Samanthika	Rathnapura
12	Group Dancing of Sabaragamuwa (female)	do	The group including Nilka Anuradhani	Rathnapura
13	Individual Dancing of sabaragamuwa (male)	do	Warnaka Rasan	Rathnapura
14	Group Dancing of Sabaragamuwa (Male)	do	The group including Neel Senanayake	Urban Youth
15	Mix Dancing of Sabaragamuwa	do	The group including Neel Senanayake	Urban Youth

16	Mix Folk Dancing	do	The group including chmari preethika Karunanayake	Gampaha
17	Group Folk Dancing (male)	do	The group including Prasad Manjula Karunarathna	Gampaha
18	Group Dancing of new creations (Female)	do	The Group Including Dilki Madara	Galle
19	Group Folk Dancing (Female)	do	The Group including Nipuni Kaushalya	Gampaha
20	Individual Folk Singing (Female)	do	Madusha Vimukthi Sankalpani	Kegalle
21	Individual Singing of Folk (Male)	do	Ajith Pushpakumara	Urban Youth
22	Mix Dancing of New Creation	do	The Group including Kochina Savindi Nanayakkara	Urban Youth
23	Singing of Youth (Sinhala)	do	Akila Wishwanath Edirisinghe	Badulla
24	Individual Dancing of Bharatha (Female)	do	Nadeera Kumari	Colombo
25	Individual Dancing of Bharatha (Male)	do	U.A.A. Rumes	Kandy
26	Individual Dancing of Kathak (Female)	do	Ruchira Heshani Dissanayake	Colombo
27	Individual Dancing of Kathak (Male)	do	Loshitha Nirendra	Urban Youth
28	Individual Drumming of Upcountry (Male)	do	Mithila Priyankara	Gampaha
29	Individual Drumming of Upcountry (Female)	do	D.B. Chandima	Kurunegala
30	Individual Drumming of Low country	do	Dulanka Joris Edirisinghe	Kaluthara

The Results of the Youth Drama Festival 2012 (Tamil Medium)

Serial No	Section of Competition	Name	Name of the Drama
01	The best writing	C.R. Fathima Thushara	Awan pottu
02	The best Production	Siwarasa Pradeep	Muran
03	The best Acting (Male)	Siwa Subramaniyam Sujana	Muran
04	The best Acting (Female)	N.S. Neranjani	Awan pottu
05	Make up	Siwarasa Pradeep	Muran
06	The best Lighting	-	-
07	The best set Designing	M.C. Samurdeen	Awan Pottu
08	The best Music	Nagendran Suresh	Awan Pottu
09	The best choreography	Siwarasa Pradeep	Muran
10	The best management of the stage	Siwarasa Pradeep	Awan Pottu
11	The best stage Lighting	Ranga Samarkoon	Awan Pottu

The Festival of Youth Drama 2012 (Short Drama)

Serial No	The Section of Competition	Name	Name of the Drama
01	The best writing	Thusitha Laknath	Amathaka Wenna Kalin
02	The best Production	Koralage Saman	Ajaramara
03	The best Acting (Male)	Thusitha Laknath	Ajaramara
04	The best make up	Jayampathi Guruge and Rukman Thilakarathne	Not Out
05	The best making of cloths	Thilakshani Rathnayake	Ajaramara
06	The best Directing	Namal Gamage	Ajaramara

The Festival of Youth Drama 2012 (Lengthy)

Serial No	Section of Competition	Name	Name of the Drama
01	The best Production	Palitha Abeylial	Porisadaya
02	The best Acting (Male)	Suneth Shantha Priya	Porisadaya
03	The best Acting (Female)	Ronika Camalle	Porisadaya
04	The best make up(Female)	Suminda Alahendra	Horuth Ekka Boru
05	The best making of cloths	Harshani Niroshika Sirisena	Yerma
06	The best Directing	Gagana Hettiarachchi	Horuth Ekka Boru
07	The best stage Lighting	Ajanthan Shanthi Kumara	Porisadaya

The Section of Educational Development

Expenditure :-5 039043.74

Serial No	Name of the Program	Numbers of Program	Participation
01	Excellent Award Ceremony Festival of Youth	01	584
02	Training Program of enterprise Development Instrument of making Self-employment (SEPI)	19	747
03	Training of detainees	01	300
04	One day (Program of Enterprises)	94	5260

The Report of income & expenditure of Youth Service Campus – 2012

Serial No	Tharuna Seva Sarasaviya	Participation	Income	Expenditure
01	Colombo	320	5,149,252.00	3,535,229.00
02	Anuradhapura	75	844,250.00	616,850.00
03	Kandy	18	23,000.00	17,000.00
04	Monaragala	40	39,800.00	30,490.00
05	Badulla	30	176,400.00	130,400.00
06	Mathara	15	12,200.00	9,200.00
	Total	498	6,244,902.00	4,339,169.00



04.The Section of Technical and Vocational Training

Expenditure : 64,024,892.00 Rupees.

Program	Numbers of Programs	Participation
Development of Job Based Courses	01	16045
Course of Room Attendant	21	114
Course of Landscaping	06	79
Mobile Sowing course of women	43	1131
Total	71	17,369

The Section of Technical and Vocational Training

Description of the training centers and the courses.

Training Center	Course		
		Female	Male
Maharagama	Tamil Language	49	09
	Korion Language	06	18
	Professional English	21	15
	Professional English	46	13
	Diploma in English	28	05
	Diploma in Higher National English	10	01
	Cake Structures	33	06
	Mas Communication	25	19
	Secretary	15	-
	Beauty Culture	113	05
	Producing of Television and Radio Program	-	36
	Hair Dresser	71	14
	Sowing of block less	18	15

Bakery	11	39
Professional cooking	06	46
Technician of computer Hardware	63	39
Electrician	-	59
Electrician of vehicles	-	20
Refrigerating and Air Conditioning	-	33
Repairing radio and Television	-	26
Certificate Course in Computer Application Assistant	108	33
Certificate Course in Computer Application Technician	52	13
Pre School Training	19	-
Course of motor vehicle Mechanic		20
Mas Communication and Computer Information Technology	52	13



DEHIWALA	Certificate In Computer Application Assistant	38	19
	Certificate In Computer Network Administrator	01	22
	Certificate in Computer Editing	23	50
	Certificate In Computer 3D Animation	05	47
	Certificate in Higher Computer 3D Animation	01	09
	Diploma in computer Hardware	25	293
	Certificate Course of Computer Graphic Designing	50	99
	Diploma in computer Education	333	106
	Multimedia	27	39
	Certificate In stores Management	06	46
	Human Resources Management	141	54
	Certificate course of hair cutting	19	10
	Certificate course In Beauty culture	74	08
	Hair Dressing	24	14
	Pre-School Training	25	01
	Certificate In secretary	19	04
	Typing and short Hand	09	03
	Professional English	15	32
	Certificate course In English diploma	44	16
	Certificate In Electrician	01	87
	Certificate In Machines Controls	--	40
	Certificate In Motor Winter	--	36
	Certificate In Refrigerating and Air Conditioning	--	40
	Computer Graphic Designing	23	47
	Certificate in Quantity Surveying	20	40
	Producing camera Program	01	21
	Certificate in Motor bicycle Mechanic	01	49
	Certificate in Telephone Repair Technician	--	23
	Certificate in motor vehicle Mechanic	01	90
	Beauty Culture	13	--
	Human Resources Management	28	08
JINARATHANA	Automobile Technician		
	Motor Vehicle Air Condition Technician		
	Electrician		
	Three-wheeler Technician		
	Motor Bike Technician		
RATHMALANA	National Certificate course in Computer Application Assistant	07	29
	Diploma in computer Programming	23	60
	Certificate course in Computer Programming	02	02
	Diploma in computer Programming	20	48
	Certificate course in Computer Programming	01	--
	Diploma in computer Programming	07	20

	Certificate course in Computer Programming	04	01
	Diploma in computer Programming	25	49
	National Certificate in Information and Communication Technology	06	14
	National Certificate in Computer ended office work	17	29
	National Certificate in Marketing	28	03
	Certificate in Motor Winter	11	--
	National Certificate in Hair Style	01	25
	Certificate in Quantity Surveying	10	06
	Certificate in Administration and Management	21	02
	Certificate in Taxation	10	04
	Diploma in English Course	05	17
	Certificate in JAVA Programming	17	06
	Diploma in Web Development	11	05
	Certificate in Human Resources Management	24	39
	English Course	03	11
	Certificate in Hair Style	01	14
	Diploma in computer Programming	08	18
	Diploma in computer Programming	09	08
	Diploma in computer Programming	05	18

	Diploma in computer Programming	07	09
	Diploma in Landscaping and Decorative Plant	03	05
	Diploma in Pre School Teaching	--	20
	Diploma in Professional English Course	07	03
	National Certificate in Air Conditioning and Refrigeration	15	--
KOBAWAKA (Bulathsinhala)	National Certificate in Information and Communication Technology	26	07
	Certificate in Beauty Culture	23	05
	Certificate in Hair Style	23	05
	Trailerling	05	01
	Electrician	--	07
MEERIGAMA	Certificate in Computer Application Assistant	56	21
	Certificate in Electrician	--	16
	Certificate in Secretary	42	08
	Certificate in Beauty Culture	49	04
	Certificate in Bridle Designer	48	04
	Certificate in Bridle Dressing	36	--
	Certificate in English	13	12
SAPUGASKANDA	Certificate in	--	30
	Certificate in Welding Technician	--	23

Certificate in Motor Mechanic	--	16
National Certificate in Information and Communication Technology	24	07
Certificate in Computer Graphic Designing	--	10
CISCO Certificate Information Technology(Hardware & Software)	21	10
Certificate in Motor Mechanic	--	10
Welding Technician	--	13
National Certificate in Computer Graphic Designing	27	23
National Certificate in Computer Graphic Designing & Printing	20	14
Diploma in Computer 3D Animation	06	09
Higher Diploma in Computer Video Editing & 3D Animation	21	02
Diploma in Computer Video Editing & 3D Animation	08	04
Diploma in Computer Website Development	24	08
Higher Diploma in Computer Website Development	21	07
Diploma in Computer Accounting	21	63
Diploma in Computer Accounting	14	14
National Certificate in Computer Hardware	58	02
National Certificate in Computer Engineering	48	01

Technology		
National Certificate in Computer Engineering Technology	52	03
Diploma in Computer Network Administrator	71	02
Diploma in Computer Network Administrator	98	04
Diploma in Linux Network Administrator	31	--
Certificate in Computer Planning	34	15
Certificate in Computer Planning	32	11
Certificate in Computer Planning	13	07
Certificate in Planning	18	21
Certificate in Power Electrical Technician	01	02
Certificate in Power Electrical Technician	23	06
Certificate in Power Electrical Technician	32	09
Certificate in Power Electrical Technician	07	09
Certificate in Quantity Survey	21	20
Certificate in Landscaping & Decorative Plant	01	01
Certificate in Landscaping & Decorative Plant	18	07
National Certificate in Secretary	--	20
National Certificate in Secretary	01	23
Certificate in Sinhala Typing & short Hand	01	06
Certificate in English Typing & short Hand	--	03

Certificate in Art & Coving	10	10
Certificate in Camera & Television Program Producing	63	09
National Certificate in Beauty Culture	01	34
National Certificate in Beauty Culture	01	27
Certificate in Hair Cutting	04	11
Certificate in Hair Cutting	04	11
Diploma in Pre School Teaching	--	56
National Certificate in Air Conditioning and Refrigeration	43	--
National Certificate in Air Conditioning and Refrigeration	22	--
National Certificate in Air Conditioning and Refrigeration	14	--
National Certificate in Air Conditioning and Refrigeration	26	--
Certificate in Power Electrical Technology	33	01
Certificate in Motor Winter	11	--
Certificate in Motor Winter	18	--
Certificate in Motor Winter	24	--
Certificate in Vehicle Electrician	26	--
Certificate in Vehicle Electrician	43	--
Certificate in Welding Technician	30	--

Certificate in TIG Welding Technician	27	--
Certificate in Electronic Engineer	50	--
Certificate in Micro Control Circuit	16	--
Certificate in English	16	--
Certificate in English	33	38
Certificate in English	06	02
Diploma in Professional English	09	08
Diploma in Business Management	62	35
Diploma in Business Management	45	33
Diploma in Microsoft Visual Studio C#NET Programed Design and Development	21	05
Diploma in Database Management Software Development	11	08
Diploma in Computer 3D Design	19	07
Certificate in Quantity Surveying	49	14
National Certificate in Computer Aided Office Work	--	08
Certificate in Air Conditioning and Refrigeration	29	--
Certificate in Motor Control Technology	17	--
CISCO Certificate Network Assistant	13	--
CISCO Certificate Network Assistant	19	--
CISCO Certificate ICT Software & Hardware	08	02

	Course		
	CISCO Certificate ICT Software & Hardware Course	12	01
	Diploma in Professional Graphic Designer	24	18
	Certificate in Mobil phone repair Technician	22	02
	Certificate in Mobile phone repair Technician	13	--
	Certificate in Mobile phone repair Technician	14	--
	Certificate in Human Resource Management	31	51
	Certificate in Computer Programming	01	02
	Certificate in Computer Programming	05	06
	Bridle Dressing & Hair Style	02	32
	National Certificate in Contraction Supervise	23	02
	Korean Language	--	06
	Television & Radio Repair Course	--	29
	Certificate in Power Electrical Technology	--	43
HORANA	Certificate in Computer Application Assistant	34	37
	Computer Graphic Designer	16	25
	Tailoring	01	--
	Room Boy	03	20
	Certificate in English	20	16
PANADURA	Beautician	34	01

	Certificate in Hair Stylist	40	04
	Certificate in Bakery	01	19
	Certificate in Tailoring	10	--
	Certificate in Computer Application Assistant	67	15
	Certificate in English Language	40	16
	Certificate in Pre School Teaching	28	--
	Certificate in Bridle Dressing	37	01
	Certificate in Cake & Cake Structure	10	01
AGALAWATTA	Certificate in Computer Application Assistant	44	14
AKURASSA	Certificate in Computer	93	08
	Certificate in Computer Application Assistant	40	09
KAHAWA	Certificate in Pre School Teaching	69	--
	Certificate in Tailoring	18	--
	Room Boy	--	24
	Certificate in Decorative Plant	12	08
MATARA	Certificate in Beauty Culture & Hair Stylist	61	01
	Certificate in Computer Application Assistant	24	02
	Certificate in Bridle Dressing	52	04
	Computer Information & Communication Technology	18	10
ALPITIYA	Certificate in Computer	114	30

	Certificate in Computer Graphic Designer	25	15
	Computer Application Assistant	98	10
	Certificate in Beauty Culture & Hair Stylist	25	--
	Certificate in Pre School Teaching	20	--
	Certificate in English Language	22	04
	Tamil Language	80	11
AKMEEMANA	Radio Electric Course	--	06
	Certificate in Motor Bike Repairing	--	11
DABULLA SWEES	Radio TV Repairer	--	15
	Certificate in Motor Bike repairer	--	08
	Agriculture Equipment repairer	--	--
KILINCHCHIYA	Computer Application Assistant	10	15
ULAPANE	Certificate in Computer	131	32
	Certificate in English Language	90	29
	Certificate in Tamil Language	213	32
	Constructor Supervising	04	20
	Certificate in Computer Graphic Designer	11	09
NAULA	National Certificate in Information and Communication Technology	58	16
POLGOLLA	Certificate in Professional English	208	137
	Diploma in English	68	24

	Certificate in Architecture	20	39
	Certificate in Quantity Surveying	22	39
	Certificate in Air Conditioning and Refrigeration	--	30
	Certificate in Motor Mechanic	--	67
	Certificate in Windows Application	213	175
	Certificate in Computer Technician	247	178
	Certificate in Computer Graphic Designer	40	42
	Certificate in Web Designer	10	20
	Power Electrical Technician	--	16
	Tamil Language Course	76	53
	Room Boy	--	11
	Certificate in Scientific Dress making	15	--
	Certificate in Tourist Hotel Coordinating	--	28
	Certificate in Beauty Culture	40	--
	Certificate in Auto Cad	83	65
	Certificate in Computer Technology	--	06
	Certificate in Motor Technician	--	34
	Certificate in Networking	10	24
	JAVA	04	02
	Hair Dresser	40	--
	Electrician	--	06

	Graphic Designer	40	32
MONARAGALA	Certificate in Wood Work	--	07
	Certificate in Electrician	--	10
	Certificate in Tailor	20	02
	Certificate in Computer Application Assistant	40	09
	Certificate in Motor Mechanic	--	14
PALMADULLA	Certificate in Computer Application Assistant	41	19
	Certificate in Computer	84	30
BATANGALA	Motor Mechanic	--	08
	Field Assistant (Agriculture)	12	23
ATHUGALPURA	National Certificate in Information and Communication Technology	69	12
	Beautician	44	06
	Hair Style Course	54	05
	Computer Hardware	02	22
	Decorative Plant	08	14
	Room Boy Course	16	15
HALAWATA	Cake Designer	40	--
	Beauty Culture	47	--
	Tailor	33	--
KAHATAGASDIGILI	Certificate in English Language	44	17

	Certificate in Computer Application Assistant	71	19
	Electrician	--	07
	Computer office work	14	03
	Pre School Teaching	10	--
ANURADAPURA	Certificate in Motor Mechanic	--	23
	Certificate in Electrician	--	16
	Certificate in Beauty Culture	48	--
	Certificate in Hair Stylist	38	20
	Certificate in Tailoring	20	05
	Certificate in Computer Application Assistant	30	22
	Certificate in Sinhala Typist	26	--
	Certificate in Computer	60	22
	Diploma in Pre School Teaching	23	--
	English Language Course	50	25
	Cake Course	41	--
KAKIRAWA	Certificate in Motor Mechanic	--	27
	Certificate in Electrician	--	11
	Certificate in Welder	--	23
	Certificate in Tailor	30	--
	Beauty Culture	20	--
AMPARA	Computer Application Assistant	144	49

	Room Boy	--	24
	Radio & TV Repair	--	06
	Diploma in English	160	71
	Tamil Language	42	20
	Electrician	--	16
	Tailor	16	--
	Beauty Culture	--	--
WAUNIA	Certificate in Information and Communication Technology	13	24
	Certificate in Computer Application Assistant	47	47
	Radio & TV Repair	--	08
	Hotel Coordinating	--	10
	Computer Hardware Technician	08	24
	Tailor	15	--
PUDUKUDURIPPU	Certificate in Beauty Culture	27	--
	Certificate in Tailor	36	--
	Certificate in Computer	16	18
	Certificate in Radio & TV Repair	04	08
MANNARAMA	Computer Application Assistant	31	14
	Certificate in Tailor	46	--
	Certificate in Beauty Culture	40	--

ERAMINIYAYA	Certificate in Motor Vehicle Repairing	--	22
	Certificate in Motor Bike Technician	--	13
	Certificate in Computer Application Assistant	34	12
	Plant necessary Development Assistant	15	20
	Field Assistant (Agriculture)	07	12
	Auto Cad Course	15	15
YAYAWATTA	Certificate in Electrician	--	13
	Certificate in Computer Application Assistant	42	04
	Professional English	68	11
RATHNAPURA	Certificate in Computer Application Assistant	40	10
	Certificate in Computer	26	06
	Certificate in Tailor	19	01
	Information and Communication Technology	05	05
ABILIPITIYA	Certificate in Computer Graphic Designer	22	17
	Certificate in Scientific Dress Making	24	01
	Professional English	54	16
ANAMADUWA	Certificate in Computer	--	36
	Certificate in English	64	22
	Certificate in Tamil	76	21
MAWATHAGAMA	Certificate in Computer	13	05
	Tailor	08	--

	Tamil Course	02	--
ORUBANDIWEWA	Certificate in Motor Vehicle Repairing	--	06
	Certificate in Welder	--	06
	Certificate in Machine Technician	--	04
SAINDAMARUDU	Certificate in English	98	123
	Certificate in Sinhala	84	66
	Certificate in Computer	41	28
	Room Boy Course	--	24
PADIYATALAWA	Certificate in Computer Application Assistant	39	09
	Certificate in Motor Mechanic	--	18
	Certificate in English	69	17
	Certificate in Tamil	73	24
	Certificate in Computer	18	14
GALGAMUWA	Beauty Culture	10	--
	Certificate in English	49	15
	Hair Stylist	10	--
	Certificate In Computer	58	23
	Diploma in English	12	03
ORULIYADDA	Professional English	14	06
	Tamil Language	32	03



07.The Section of International Youth Relations

Expenditure : 52971877.21 Rupees

Serial No	Name of the Program	Number of Programs	Participation
01	The programs of International Youth exchange	02	09
02	The representatives who came to Sri Lanka for the program of International Youth exchange	07	17
03	The activation of Sri Lanka Youth when organizing the national regional and the united nations.	03	162
04	International programs By the activation of Sri Lanka youth at the meeting of the Great Boart of U.N.O.	01	02
05	Connect the Sri Lankan Youth with the youth work shop / seminars of regional and international level in activity	37	127
06	The representatives who came to Sri Lanka for various discussions.	07	392

07.The Section of Special Projects

Expenditure : 31,766,817.03 Rupees

No	Program	Number of Programs	Participation
01	Youth Parliament	01	
02	Program of committee	05	930
03	Session	05	1092
04	The Leader who is coming forward (EYLA)	03	1,617



08. The Section of NYSCO VIDEO

Expenditure: 4,459,616.21 Rupees

No	Name of the Program	Number of Programs	Participation
01	Maintenance of Arts Theater	17	14
02	Cover the News	192	According to the Occasion
04	Festival of short films	09	1,397
05	Buying instruments to the School	01	01



The Section of Promoting Economy and Development of Farms Development Expenditure: 12,937,324.67 Rupees

The Description of the Income and Expenditure of Farm Training Centers

No	Farm and Training Center	Income (Rs)	Expenditure (Rs)
01	Heiyantuduwa	122,654.00	946,287.85
02	Lvvegoda	240,000.00	671,491.10
03	Batangala	159,987.50	1,002,260.30
04	Athungama	122,049.50	392,569.00
05	Damdulla	62,300.00	386,277.00
06	Nuwaraeliya	105,000.00	1,319,537.75
07	Belwood	-	76,467.000
08	Orubandiweva	-	26,640.00
09	Eraminiyaya	299,800.00	1,450,897.50
10	Meevanapalana	-	7,855.00
11	Ulpane	80,000.00	-
Total		1,0972,91.30	6,236,903.50



10. The Section of Career Guidance and Counseling Expenditure : 3,309,353.69 Rupees

Serial No	Name of the Program	Name of the Program	Participation
01	Development of Sri Lanka youth counseling centers	22	14057
	Awareness Programs	253	19358
02	Development of Sri Lanka Youth job Bank Centers	21	7882
	placement of jobs		1981
03	Job market	19	7488
	Placement of jobs		2109
	Business Meetings	18	838

The description about the receiving of information by career Guidance and Job Banks Centers 2012

Place of Program implemented	Description of Services	No. of registered	Participation of awareness programs	Registered for jobs	Registered of jobs providing institutions	job placements
Maharagama		419	-	257	84	87
Gampaha		49	94	168	06	-
Galle		1290	1791	1109	42	460
Matara		297	1145	219	04	62
Panadura		618	201	466	80	39
kegalle		1158	4845	559	22	35
Badulla		415	1507	422	67	25
Monaragala		1218	1012	443	28	65
Ampara		611	743	473	41	78
Baticalo		338	299	297	18	23
Anuradhapura		495	459	317	30	72
Mannar		159	-	171	16	20
Polgolla		422	1262	350	54	37
Nuwaraeliya		54	-	54	80	-
Matale		395	264	185	29	08
Kurunegala		318	1022	277	50	27
Puttlum		629	63	517	76	53
Embilipitiya		395	1193	205	21	41
Embilipitiya Urban		868	-	532	34	12
Youth						
Vavuniya		110	211	159	06	04

The Section of progress review and evaluation

Expenditure: Rupees

Serial No	Name of Program	Numbers of Program	Participation
01	The establishment of a quality management system in National Youth Services council.	01	Clients and the staff
02	The evaluation of the efficiency of the staff of the National Youth services Council	01	All Youth Services officers

12. Section of Research, Planning and Human Resources Development

Expenditure : 6,040686.00 Rupees

Serial No	Name of Program	Numbers of Program	Participation
01	Training of the officers	16	619
02	Planning and supervising	04	-
03	Development of libraries	01	-



The Section of Media and Information Technology

Expenditure : 11845064.12 Rupees

Serial No	Name of Program	Numbers of Program	Beneficiaries
01	The Exhibition of Deyata Kirula	01	05 lacks
02	Media promotion (District and National Levels)		
03	Radio	773	02 Lacks
04	TV		
05	News Papers	626	
	Media	250	

The Section of Examinations and Evaluation

Serial No	Name of the Program	Numbers of Program	Participation
01	Holding of the final examinations of vocational training Courses	237	5649
	1 st Quarter	270	6668
	2 nd Quarter		
02	The evaluation works of NVQ	28	600
	1 st Quarter , 2 nd Quarter	56	1394

The Training Section of Youth Centers

Expenditure : 48774063.24 Rupees

Serial No	Name of the Program	Numbers of Program	Participation
01	The implementation of training programs of youth center	2	1264

The Activities of the Establishment Branch in 2012

The Establishment Branch

Expenditure: 582,386,212.27 Rupees

The Establishment Section had performed following tasks during the period of 01.01.2012 to 31.12.2012 According to the No of the national Youth services council Act 1979 (69) to implement the programs establishment section has being delegated to recruit staff, in the year 2012 as per the previous years promotion, transfers, dismiss from services, sack from services, desertion from services, retirements, resign from services, salaries and wages had done. According to the approved carder total recruited cadre and the vacancies are as follows to 31.12.2012.

2012 Activities of Establishment Branch

01.01 Recruitment (Permanent)

There are no permanent recruitments in 2012

01.02 Recruitments of(Permanent)

Serial No	Designation	No. recruited
01	Assistant Youth Services office	66
02	Management Assistant	01
03	Office Employees Service (peons)	04
04	Driver	08

01.02 Permanent of Services

The information of permanent of casual staff as follows

Serial No	Designation	No. recruited
01	Counselor	04
02	Type writing Clerk (Typist)	04
03	Accounting Clerk	02
04	Cook	02
05	Warden	01
06	Assistant	01

01.03 The Promotions

The information of promoted officials in 2012 is as follows

Serial No	Designation	No. Officials promoted
01	Assistant Director	02
02	Youth Services officer (Grade I)	155
03	Youth Services officer (Grade II)	21
04	Management Assistant	23

01.04 The Retirements of Contract Basis

Serial No	Designation	No. Officials promoted
01	Director (Development)	01
02	Assistant Director	01
03	In charge of the School (institution)	01
04	Technician	01
05	Youth Services officer	02

01.05 The Retirements from the services

Serial No	Designation	Numbers of officer who were extended their services
-----------	-------------	---

01	Assistant Director	02
02	District youth services office	01
03	Counselor	03
04	Store Keeper	01
05	Book Keeper	02
06	Type writing clerk	11
07	Cook	01
08	Laborer	01
09	Watcher	01
10	The operator of Cinema machines	01

01.06 Resign from the services

The information of resign from services due to various reasons in 2012 is as follows:

Serial No	Designation	Numbers of officer who were extended their services
01	Manager	01
02	Youth services officer	08
03	Special Counselor	01
04	Book Keeper	01
05	Type writing clerk	08
06	Operator of Ronio Machine	01
07	Laborer	01

01.07. The Desertion of the services

Due to various reasons following persons are detested from the service in 2012

Serial No	Designation	Numbers of Reinstatement
01	Asst. Director	01
02	Youth services officer	08
03	Type writing clerk	02
04	Laborer	02

01.09. Reinstatement in Services

Due to various reasons following persons are reinstated in the service in 2012

Serial No	Designation	Numbers of Reinstatement of the service
01	K.Karunadasa	01

01.10. Termination of the Services

Due to various reasons following persons are terminated in the service and after that, some of them are reinstated in the service.

Serial No	Posts	Designations
01	Type writing Clerk	03
02	Assistant (Casual)	01

01.08. Efficiency Bar Examination

The Efficiency Bar Examination was held on 11th and 12th of August 2012. 225 persons passed out of them and 10 persons failed.

The Assistant Director, District youth services officer. Youth services officer and Type writing clerks were appeared for this examination

Telephone Facilities

The direct telephones were not given to the Council in 2012

01.11. Advance of the Loan

The facilities have been given to all staff to obtain the distress loan. According to that the loan had been given to 276 persons, from January to 31st December 2012. The issued amount of the loan was 37,139,235.00 rupees.

01.12. The Trials of the other Judicial and the Labour Tribunals.

The trials were examined in 2012 which had been filed in the court and the Labour Tribunals by the employees against the Disciplinary orders of the council. The relevant descriptions are given below.

Serial No	Nature of the Judiciary	Designation or other	Numbers of lawsuit
01	Court of Appeal (Colombo)	Youth services office- Grade I Special counselor	01
02	Supreme Court (Colombo)	Clerk II	01
03	District Court (Gangodawila)	Assistant Accountant, Apprenti-ce youth services office	01
04	District Court (Mathale)	Mechanical (Youth Services Corporation (Ltd)	03
05	District Court (Gampaha)	The Case of land, . Assistant Director	01
06	District Court (Galkissa)	Apprentice Bailsman	01
07	District Court (Kandy)	Clerk III	02
08	District Court (Mawanella)	Case of Land	01
09	Civil Appeal Court (Kandy)	District Youth Services Officer Deputy Director	01
10	Magistrate's Court (Anuradhapura)	Casual Laborer (a case of land)	01
11	Magistrate's Court (Theldeniya)	(a case of land)	01
12	Magistrate's Court (Galle)	Management Assistant (Technology)	01
13	Labour Tribunal (Kandy)	District Youth services officer, Book Keeper II Deputy Director	01
14	Labour Tribunal (Kegalle)	District Youth Services officer Youth Services officer Accounts Clerk	01
15	Labour Tribunal (Embilipitiya)	Type Writing Clerk III	01
16	Labour Tribunal (Maharagama)	Clerk III Accounts clerk 111 Cashier	01

1.13. The Employee's Provident Fund and the Employee's Trust fund

The steps had taken to give the staff that had been retired after completion of 57 years of age, resigned and seconded to jobs with retirement salary was given employee's provident fund and employer's trust fund.

1.14. The Transference of lands

The lands that were not transferred legally by the council have already sent to the authorities along with the due documents.

02. The Section of Supplying

Expenditure-7,525,514.84

According to the needs of the main office of the council 2012, stationaries, repairing of machineries, repairing of furniture and office equipment advertisements and other cost were incurred by recurrent cost and furniture and office equipment, vehicles, machinery, audio visual aids, building construction, library books, invoice goods cost were incurred by capital cost and supplied.

Vote	Expenditure of 2012
Stationeries and office needs	2,430,896.96
Other Supplies	741,046.20
Machinery repairs	391,363 .10
Wooden furniture and office equipment	11,986,445.38
Printing cost	1,281,118.00
Electrical equipment	6,063 ,097.55
Tractors	1,990,554 .20
Machineries	3,213,514.64
Repairing of wooden furniture and office equipment	570,586.74
Invoice	3,234,699.32
Total	30,622,204.09

03. The Section of Transport

Expenditure - 27067142.42 Rupees

The works of this branch are attaching vehicles, repairing and maintaining vehicles for the implementation of various youth Development programs at national, regional, district level and administrative purpose of the National Youth Services council.

Vote	Expenditure 2012
Fuel	7,244,409.97
Repairing of Vehicles	8,665,800.59
Tire/tubs	1,150,954.40
vehicle Servicing	2,876,898.50
Vehicle insurance	5,317.688.58
Transport cost	40,000.00
Tax of diesel vehicles	1,040,000.00
Various cost	33,764.00
Total	26,369,516.04

04. The Section of Secretary

The section organizes; conducts meetings and make aware of the decisions of the board of directors to the relevant directors of National Youth Service Council 11 boards of director's meeting had been conducted within the year of 2012

Vote	Expenditure 2012
Allowance of Director Board	910,900.00
Printing cost	9,600.00
Entertainment cost of Director Board	72,721.60

05. The Section of Internal Audit

The functions of the section are to conduct Auditor General's approved programmers (procedures), conduct investigation and special duties according to the instruction given by the Chairman of National Youth Services Council. Thus the section had produced 59 audit reports and investigations and special duty reports to higher management. Besides those duties, the section conducts investigations pertain to Auditor General's inquires as per guide by the Chairman and report to the Auditor General. The section also conducts auditing and management committee meetings and in the year 2012 it had conducted 59 committee Meetings.

6. Legal Investigation Section

The section performs legal paces against prosecution filed at Supreme Court, Appeal Court, High Court, Magistrate Court, District Court, Labor Tribunal Human Rights Commission. The Actions had taken pertain to 35 law situation and investigated 09 disciplinary and investigation in 2012.

07. Construction and Maintenances Section

Expenditure: 12,662,300.84 Rupees

The programs were conducted by the construction and Maintenances Section are as follows.

Serial No	Project/Programs/ Activities	Estimated for 2012(millions of rupees)	Expenditure for 2012(millions of rupees)
01	Modernization of windows, doors of the Maharagama Youth center	22.83	12.96
02	Modernization of the toilet system of Maharagama Youth center		1

		14.34	4.47
03	Construction of the Playgrounds of Heiyanthuduwa Training Centre	.43	15 8.41
04	Modernization of Heiyanthuduwa Training Center	45.97	35.19
05	2 nd Stage of Gampaha District Office	6.37	11.19
06	Modernization of Kilinochchi Youth Center.	6.37	3.54
07	Modernization of Eraminiyaya Training center	25.05	24.35
08	Modernization of Anuradhapura Youth School (P-1)	6.10	4.97
09	Modernization of Anuradhapura Youth School (P-2)	6.10	1.33
10	Modernization of Anuradhapura Youth School (P-3)	6.10	0.54
11	Modernization of Anuradhapura Youth School (P-4)	9.00	4.29
12	Modernization of the main hostel of Batangala	9.68	9.68
13	Modernization of the women's hostel of Batangala	2.02	2.02
14	The Construction of toilet system of ladies hostel of Batangala	1.70	1.70
15	Modernization of "C"Hostel of Batangala	.17	2 2.17
16	Construction of toilet system of "C"hostal of Batangala	1.86	1.86

PROGRESS OF VOLUNTARY PROGRAMS CONDUCTED AT DISTRICT LEVEL IN 2012

District	Community Development Services		Social Development		Conservation of Environment		Health & Sanitary Services		Sports & Recreation		Education		Providing information on Employment		Others		Total no. of programs	Total youth Participation
	N o. of Programs	Participation	No. of Programs	Participation	N o. of Programs	Participation	N o. of Programs	Participation	N o. of Programs	Participation	N o. of Programs	Participation	N o. of Programs	Participation	N o. of Programs	Participation		
Colombo (1)	15	1602	15	2019	-	-	9	732	18	6620	-	-	1	100	3	375	61	11520
Colombo	27	1794	28	5056	10	774	03	205	25	2234	15	2556	08	398	36	4435	154	17392
Kalutara	27	680	47	1510	11	460	7	245	30	980	9	410	3	620	37	975	168	5940
Gampaha	155	21247	81	12765	12	942	12	1096	54	15321	24	3608	-	-	27	2635	365	57614
Galle	132	1900	102	1840	62	1243	49	1400	60	1450	20	1100	32	1300	57	1900	514	12133
Matara	257	34406	71	16466	13	5871	21	7485	54	11883	36	13386	7	612	12	3980	471	94089
Hambantota	22	1090	23	3748	3	205	9	1544	20	6455	18	1022	-	-	-	-	95	14064

Kandy	3	78	-	-	4	45	5	106	29	1579	7	887	6	-	25	8847	79	11542
Matale	8	1295	12	1530	1	40	3	135	11	2179	2	142	9	675	7	1875	53	7871
Nuwaraliya	8	1536	12	2221	14	1275	18	3725	22	42152	8	396	2	45	45	34068	129	85418
Ratnapura	63	-	51	-	20	-	22	-	33	-	15	-	13	-	28	-	1632	24662
Kegalle	19	1224	23	1759	5	385	18	1135	27	4289	14	543	6	192	3	255	266	19366
Badulla	98	13285	88	8937	41	4499	10	1265	125	37950	27	3527	44	3759	9	1353	442	74575
Monaragala	24	2273	5	430	-	-	4	324	21	5332	16	1267	1	40	36	12129	107	21795
Polonnaruwa	8	875	10	1050	7	650	7	350	7	1600	10	950	3	225	2	150	54	5850
Anuradhapura	26	2815	28	2110	25	1920	22	2620	27	2450	15	611	6	413	4	315	153	13254
Trincomalee	11	275	1	152	1	168	1	75	11	825	3	128	1	122	2	560	31	2325
Ampara	13	208	11	220	14	308	9	225	17	544	8	280	14	238	3	68	89	2091
Batticaloa	17	1059	35	1143	40	1461	38	1420	48	10887	18	711	30	800	11	1695	237	19176
Kurunegala	71	-	102	-	13	-	44	-	83	-	36	-	6	-	-	-	339	55601
Puttalam	15	593	40	12358	-	-	17	1170	29	9664	11	806	1	60	12	1260	125	25511
Jaffna	12	625	-	-	7	475	14	1200	29	1300	15	2500	3	250	2	560	78	6810
Vavuniya	11	412	3	115	5	400	7	170	11	790	9	616	6	175	2	545	54	3223
Mannar	4	136	7	243	177	5664	17	580	3	570	2	65	3	104	-	-	213	7362
Mulativu	1	5	2	60	5	200	2	35	6	170	8	400	6	300	5	250	40	1465
Kilinochchi	1	45	1	676	3	250	-	-	3	300	1	25	-	-	1	5000	10	6296
Total	1048	89458	938	76480	452	27235	368	27242	799	167524	347	35956	211	10428	369	83230	5959	606945

National Youth Services Council
Income and Expenditure accounts for the year ended 31.12.2012

Description	Sub No.	2012 Rs. Cents.	2011 Rs. Cents.
Income			
Government Contribution (Recurrent)		572,000,000	560,000,000
External Contribution (Recurrent)			
Provincial Council	5-8-1	2,318,194	199,925
Ministries and Government Institution (Recurrent)	5-8-2	473,941,386	390,609,753
Foreign Organizations	5-8-3	8,699,544	252,000
		1,056,959,124	951,041,678
Internal Earnings			
National Youth Centre income (Maharagama)	11-1	19,924,965	19,429,124
Training Centres income	11-2	77,966,357	60,434,429
Sarasavi income	11-3	7,600,102	11,141,125
Paranial Crop income (net)	11-4	1,106,902	676,204
Sundry income	11-5	7,503,948	12,069,567
Farm working a/c	11-6	4,995,664	887,817
Shows income		6,387,360	3,772,947
Gain from disposal of Property, Plants & Equipments		1,632,696	2,163,050
		127,117,994	110,574,263
		1,184,077,118	1,061,615,941
Operating expenses			
Less:-			
Establishment & Administration Expenses	12	630,508,864	606,593,576
Depreciation	1-1	71,665,494	46,295,103
Under provision of doubtful debts		4,437,431	
		(706,611,789)	(652,798,679)
		477,465,329	408,817,262
Youth Development Expenses	12		
Aesthetic Skills Development Division	2-1	58,756,636	74,548,142
Media Division	2-2	11,845,064	11,895,697
Research and Planning Division	2-3	6,040,686	4,349,323
Career guidance and Counseling Division	2-4	3,309,554	2,449,012
Educational and Development Division	2-5	5,039,044	2,783,454
Youth Services Sarasaviya	2-5-2	4,181,857	8,043,993
Mechanical and Vocational Training Division	2-6	64,024,892	12,437,584
National Youth Centre maintenance Division	2-7	1,910,427	563,670

National Youth Services Council
Balance Sheet
as at 31.12.2013

Description	Sub No.	2012 Rs.	2011 Rs.
Property, Plant & Equipments	01	2,295,277,996	1,968,208,658
Less - Accumulated depreciation	01-1	1,499,352,784	1,424,389,053
Net value		795,924,212	543,819,605
Work - In Progress A/c	02	62,442,034	25,832,696
Investment (at cost)	03	4,032,360	4,032,360
		962,398,606	573,684,661
Add:-			
Current Assets	04	156,286,099	181,691,137
Less:- Current Liabilities	05	(31,483,736)	(73,549,411)
Net Current Assets		111,802,363	108,141,726
		1,074,200,969	681,826,417
Financed by,			
Government Contribution (Capital)	06	1,217,925,589	1,029,475,589
Receipt during the year		429,490,090	211,453,000
		1,677,415,589	1,240,925,589
External Contribution (Capital)			
Foreign Grants	07	653,605,483	653,605,483
Other external contribution (Capital)	08	186,792,032	172,165,215
External Resources Funds (Capital)	09-1	60,000	2,332,683
Capital Reserves	10	34,155,267	34,155,267
		874,522,782	862,258,648
Balance of Income and Expenditure a/c		(1,720,572,832)	(1,667,626,335)
Long Term liabilities			
Provision for Gratuity		242,835,436	239,268,515
		1,074,200,969	681,826,417

A. Jayatissa Silva
Director (Finance)
National Youth Services Council

Lawyer Lalith Piyum Perera
Chairman - Director - General
National Youth Services Council



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கணக்காய்வாளர் தலைமை அபிபதி திணைக்களம்
AUDITOR GENERAL'S DEPARTMENT



මගේ අංකය
எனது இல
My No

YS/D/NYSC/2012/FA

ඔබේ අංකය
உமது இல
Your No

දිනය
திகதி
Date

31 October 2013

The Chairman
National Youth Services Council

Report of the Auditor General on the Financial Statements of the National Youth Services Council for the year ended 31 December 2012 in terms of Section 14(2)(c) of the Finance Act, No. 38 of 1971.

The audit of financial statements of the National Youth Services Council for the year ended 31 December 2012 comprising the balance sheet as at 31 December 2012 and the income and expenditure account, 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 29(1) of the National Youth Services Act, No. 69 of 1979. My comments and observations which I consider should be published with the Annual Report of the Council in terms of Section 14(2)(c) of the Finance Act appear in this report. A detailed Report in terms of Section 13(7)(a) of the Finance Act was furnished to the Chairman of the Council on 30 April 2013.

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. 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 judgements, 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 Council'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 Council'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 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 qualified audit opinion.

1:4 Basis for Qualified Audit 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 National Youth Services Council as at 31 December 2012 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 Preparation of Consolidated Financial Statements

The consolidated financial statements by consolidations of the financial statements of the National Youth Services Company Limited, the subsidiary company of the National Youth Services Council with the financial statements of the Council had not been presented. The accounts of the company had not been prepared from the 1999 to the year 2012.

2:2:2 Failure to follow Accounting Policies

The following observations are made.

- (a) According to the depreciation policy of the Council, buildings should be depreciated at 5 per cent commencing from the year after the year of completion. But, according to the schedule of depreciation provision, Sainthamaradu Training Centre constructed in the year 2010 at a cost of Rs.27,295,360 had not been depreciated in the years 2011 and 2012. As such the depreciation for the year and the accumulated depreciation provision had been understated by Rs.1,364,768 and Rs. 2,729,536 respectively in the financial statements.

- (b) Instead of accounting for the value of work done certified as at 31 December 2012 in respect of 16 ongoing contracts, payments totaling Rs.162,300, 683 made on the contracts only had been brought to account. Similarly, the expenditure amounting to Rs.18,112,763 relating to the year 2012 paid from 01 January 2013 to 31 March 2013 had not been brought to account as expenditure of the year 2012. Nevertheless, it had been stated under the accounting policies of the financial statements that the accounting of the Council is done on the accrual basis.

2:2:3 Accounting Deficiencies

The following observations are made.

- (a) A difference of Rs.10,393,299 existed between the figures in the cash flow statement presented to audit and in the cash receipts and payments observed in audit.
- (b) According to the Farms Working Account presented for audit the income of 13 farms for the year under review amounted to Rs.5,265,552 and a sum of Rs.287,063 only had been spent in earning that income. Accordingly the profit percentage for the year amounted to an unusual 96 per cent. Similarly, no expenditure whatsoever had been incurred by 12 farms for earning an income of Rs.4,448,292 in the year 2012. Even though the Farms Development Division had spent a sum of Rs.1,320,759 on the farms that had not been shown as an expenditure in the Working Account.
- (c) Even though the ownership of 18 motor vehicles had been transferred to Council by the end of the year under review, the value of those motor vehicles had not been assessed and included in the financial statements.
- (d) Even though the audit fees for the year 2010 had been paid in the year 2012, a sum of Rs.925,000 had been shown in the financial statements for the year under review as audit fees payable for the year 2010.

2:2:4 Unreconciled Accounts

Differences totaling Rs.6,587,468 between the balances of two items of accounts shown in the financial statements for the year under review and the source documents prepared for those items of accounts.

2:2:5 Accounts Receivable and Payable

There were 382 loan balances receivable totaling Rs.19,414,138 as at the end of the year under review and those balances included debtors balances totaling Rs.914,270 existing over a period exceeding 07 years. Similarly, there were 05 loan balances payable older than 03 years amounting to Rs.2,710,037, while 144 debtors balances totaling Rs.6,873,642 had been written off in the year 2011 on a decision of the Board of Directors.

2:2:6 Lack of Evidence for Audit

The evidence indicated against the following items of account shown in the financial statements had not been furnished to audit.

Item of Account	Value	Evidence not made available
	Rs.	
Sundry Deposits	5,040,000	Confirmation of Balances
Contract Advances	26,660,215	Confirmation of Balances
Creditors	7,017,361	Confirmation of Balances
Other Income	2,651,895	Schedules
Expenditure on Food, Transport and Telephone of a Consultant	258,199	Bills
Payments made to the Youth Societies Conference	2,686,040	Confirmation of Expenditure
Food Accommodation and Transport Expenses of Rio - 20 Conference and Consultants Banquet	3,157,353	Bills for Payment
Foreign Travel Expenses and Allowances of a Consultant	2,117,981	Letter of Appointment, Details of Qualifications and Experience required for the post
Transactions of 04 Sundry Projects	<u>38,417,120</u> <u>88,006,164</u>	Files on the subject

2:2:7 Non-compliance with Laws, Rules, Regulations and Management Decisions

Instances of non-compliance with the following laws, rules, regulations and management decisions were observed.

Reference to Laws, Rules, Regulations and Management Decisions	Non-compliance
(a) National Youth Services Act, No. 69 of 1979 Section 27	Even though the Council should use all the properties of the Council for the improvement of its objectives, action deviating from that had been taken in the following instances. (i) A land had been obtained at a cost of Rs.3,300,000 from the Urban Development Authority on a 50 year lease with effect from July 2000 for the construction of the Beruwala Youth Centre. A sum of Rs.3,398,200 had been spent for that up to 31 December 2012. Even though 13 years after obtaining the land had elapsed by April 2013, no development work had been done. (ii) Even though a sum of Rs.575,000 had been paid in the year 2007 for the preparation of preliminary plans for the construction of Youth Universities in 03 areas, the construction work had not been commenced even up to the end of the year 2013.
(b) Sections 25 and 26 of the Finance Act, No. 38 of 1971.	Even though a sum of Rs.1,671,900 had been collected by September 2009 by engaging in the collection of contributions for the construction of the Murukkandi Temple Railway Station the Council had spent a sum of Rs.732,918 in the collection process. The money had been deposited in a Bank Account and the balance in that as at 31 December 2012 amounted to Rs.2,631,487. The construction of the Railway Station had not been done even by April 2013.

- (c) Circular No. CSA/P1/40 dated 28 February 2007 of the Secretary to the President. The media discussion on the Tour de Sri Lanka Youth Cycle Tour had been held in a hotel at a cost of Rs.119,850.
- (d) Government Procurement Guidelines
-
- (i) Guideline 1.3.2 Purchases totaling Rs.684,295 had been made in 05 instances without inviting quotations.
- (ii) Guideline 3.9.1 Even though 03 Community Societies had been selected for 08 contracts estimated at Rs.13,117,919 it had not been done by a committee with a representation of the Chairman of the Council and two representative nominated by the Divisional Secretary of the area.
- (iii) Guideline 5.4.11 A sum of Rs.12,508,737 had been paid as the Value Added Tax on 11 Construction Works to 06 contractors without obtaining the invoices for Value Added Tax.
- (iv) Guideline 5.4.12 The particulars of the Value Added Tax amounting to Rs.13,754,957 paid in the year under review to 07 contractors for 12 construction works had not been reported to the Commissioner General of Inland Revenue with copy to the Auditor General.
- (e) Public Administration Circulars
-
- No. 13/2008 of 26 June 2008 Additional fuel valued at Rs.731,475 had been supplied to three officers without approval of the Secretary to the Ministry.
- (f) Public Enterprises Circulars
-
- (i) paragraph 8.3.8 of the Circular No. PED/12 of 02 June 2003. A motor vehicle costing Rs.1,315,000 had been awarded as the prize to the winner of the Tour de Sri Lanka Youth Cycle Tour without the approval of the Secretary to the Ministry.

- (ii) Circular No. PED/50 of 28 July 2008. Overpayment of fuel allowance amounting to Rs.355,720 had been made to 04 officers during the years 2011 and 2012.
- (iii) Circular No. PED/57 of 11 February 2011. Even though the Council had spent sums totaling Rs.25,477,253 in the year under review for publicity, the approval of the Minister of Finance for that had not been obtained. The approval of the Department of Public Enterprises had not been obtained for the budgeted publicity programme for the year under review prepared by the Council.

3. Financial Review

3:1 Financial Results

The financial results of the operations of the Council for the year under review amounted to a deficit of Rs.73.71 million as compared with the corresponding deficit of Rs.48.75 million for the preceding year and as compared with the preceding year, the financial result for the year under review indicated a deterioration of Rs.24.96 million. Even though the income and the internal earnings had increased by Rs.122.46 million, the increase of Rs.147.42 million in the operating and youth development expenditure had been the main reason for the deterioration.

3:2 Legal Action Instituted against and by the Council

The number of cases for which the Council had been a party which had not been settled even by 02 April 2013 had been 35. The Council was the accused in 22 of those cases and was the plaintiff in 13 cases. According to the information received the monetary value of one of those cases is Rs.1,600,000.

4. Operating Review

4:1 Performance

The following observations are made.

- (a) According to the Progress Report presented to the line Ministry and the Annual Action Plan of the Council the savings out of the provisions made for 34 projects including Rs.16.25 million relating to 11 projects planned for implementation, but totally abandoned amounted to Rs.144.79. The provisions made for 22 projects had been exceeded by a sum of Rs.102.11 million. A sum of Rs.58.78 million had been spent on 13 projects not included in the Annual Action Plan.
- (b) According to the Constitution of the Youth Societies, Youth Societies should be established in each Grama Seva Division. Nevertheless only 11,801 Youth Societies had been established in 14,013 Grama Seva Division in the 334 Divisional Secretary Divisions in the Island. As such Youth Societies had not been established in 2,212 Grama Seva Divisions.
- (c) According to a sample of 10 Training Centres examined, the annual expenditure per student of those Training Centres ranged from Rs.6,089 to Rs.51,203.
- (d) Even though a sum of Rs.11,008,223 had been spent in the year 2012 on the development of the Sri Lanka Youth Body Building and Physical Fitness Unit, the number trained in the year 2012 and up to March 2013 had been 50 and 69 respectively. Nevertheless, the objectives relating to allowing one day per week to the sports persons who hold membership of all sports conducted at the National Youth Centre to improve their physical health and physical fitness and the creation of a Sri Lanka Youth Body Building Team had not been fulfilled.

2.2 Operating Inefficiencies

The following observations are made.

- (a) The Council had made arrangements for the participation of a group of 12 persons at the United Nations Conference on Sustainable Development (Rio-20) held in Brazil from 12 June to 23 June 2012 and a sum of Rs.11,389,540 had been spent in this connection.

The following observations are made in this connection.

- (i) A sum of Rs.2,430,583 had been paid to two foreigners for the supply of accommodation without obtaining the assistance of the Embassy for Sri Lanka.

- (ii) Two Officers who participated in the Conference had been paid a sum of Rs.938,312 as the accommodation and subsistence and provided with accommodation by the Council and the officers had undertaken to settle the expenditure incurred on accommodation. Even though 08 months had elapsed after their return to Sri Lanka, the sum of Rs.410,808 paid by the Council had not been recovered.

- (iii) In obtaining the approval of the Minister for the two officers and the delegates it had been stated that the expenses of two delegates will not be borne by the Government of Sri Lanka. Nevertheless, a sum of Rs.596,080 had been spent for them from the Council Fund.

- (b) According to the information made available a sum of Rs.56,232,555 had been spent on the Twenty Fourth National Youth Sports Festival held from 22 to 25 November 2012 at the Sugathadasa Indoor Stadium and the preliminary tournaments held at Divisional, District and Provincial level. The following observations are made in that connection.

- (i) A sum of Rs.1,936,000 at the rate of Rs.484,000 per day had been paid for 04 days for the electrical illumination with jet bulbs of the stadium. A sum of Rs.1,452,000 spent for 03 days on which sports had been held only during day time, had become fruitless expenditure.

- (ii) A sum of Rs.3,943,630 had been spent for the purchase of T shirts and bottoms for the sports persons who participated in the sports festival. As the bids had been invited 05 days ahead of the date of the festival, many intensions had rejected to supply as it was not possible to complete the supply in a short period. As such the objective of the procurement process had not been achieved in terms of Section 1.2.1(c) of the Procurement Guidelines.

- (c) A sum of Rs.2,705,000 had been paid to four youths in the year 2008 without sureties or other written undertaking for foreign travel under the Canadian Youth Exchange Programme and as such it had not been possible to recover the money.

- (d) Sri Lanka Youth Parliament of 335 members had been established with the objectives of creating understanding of the political discipline among the Youths, creating a foundation for the Building of Sri Lanka Nation, creation of an

excellent Youth Leadership and the implementation of the objectives and policies of the National Youth Services Act.

The following observations are made in that connection.

- (i) Even though 08 Sessions of the Youth Parliament had been held by the end of the year under review, the attendance at all the Sessions except the first and the fifth Sessions, the participation of the members ranged between 47 per cent to 69 per cent. The participation of 88 new members at the fifth Session had been the reason for the participation of a large number of members for that Session. As compared with the total number of members the non-attendance of all the Sessions had been 47 per cent. The attendance of 83 members in July 2012 was pointed out to them as a weak situation and subsequently the membership of 14 members who absented for 03 consecutive sessions had been abolished.
- (ii) The overall recurrent expenditure of this project commenced in the year 2010 amounted to Rs.59,612,836 by 31 December 2012. The total number of Sessions held had been 08 and the average attendance of members at those Sessions had been 229. As such the Council had incurred a substantial expenditure of Rs.260,318 per member for attending a Session.

Transactions Extraneous to Objectives

The following observations are made.

- (a) Out of the provisions made for youth development, a sum of Rs.2,916,444 had been spent on activities extraneous to youth development.
- (b) A sum of Rs.3,925,264 had been spent on a musical show held in Maharagama Town.

4:4 Uneconomic Transactions

Instead of preparing T Shirts, Caps, Bottoms, etc. of a common design which can be used for all programmes implemented by the Council as and when required, a sum of Rs.24,152,602 had been spent in the years 2011 and 2012 for preparation of such clothing for each programme.

4:5 Transactions of Contentious Nature

The following observations are made.

- (a) A sum of Rs.261,347,372 had been spent up to 31 December 2011 on construction and repairs of capital nature done on 54 units of unmovable properties, 338 acres 03 roods 01 perches not belonging to the Council.
- (b) Even though a sum of Rs.100,000 had been paid for the dismantling and removal of ceiling, lamps and other equipment of the female and male lavatories of the first floor of the Training Building of the Youth Centre at Maharagama, there was no ceiling in the first floor.
- (c) A sum of Rs.5,368,100 had been paid to the United Nations Habitat and Human Settlements Foundation for obtaining an active contribution of the Youth Association established by the United Nations.

The following observations are made in this connection.

- (i) The information on the objectives and purposes expected from obtaining an effective contribution of the Youth Association and the achievement of those had not been furnished to audit.
- (ii) The approval of the Minister had not been obtained for these payments in terms of Sub-paragraph 6(iv) of the Public Enterprises Circular No. PED 57 of 11 February 2011.
- (d) A sum of Rs.4,032,360 had been spent during the period from the year 1985 to the year 1990 for the investment in the shares of the Youth Services Company Limited, the Youth Services (Music) Company Limited and the Youth Services (Dance) Company Limited. No return whatsoever had been received from these investments even by the end of the year under review. In addition the Youth Services (Music) Company Limited and the Youth Services (Dance) Company

Limited are mere institutions of nominal nature not carrying out any activities. The Council had failed to furnish any explanations with regard to these companies other than producing the share certificates issued by the Companies.

- (e) Even though the authority for the Regional Procurement Committees for the procurement of goods and services under the shopping procedure of the Government Procurement Guidelines had been limited to purchases less than Rs.500,000, four Regional Offices had exceeded that limit and had made purchases amounting to Rs.7,532,488 in 09 instances. Even though the delegation of financial authority exceeding the above limit had been revised by the Board Paper No. 24/2012 of 25 April 2012, and the instructions issued accordingly by the Office Circular No. 03/2012 of 04 July 2012 had led to taking action exceeding the provisions of the Government Procurement Guidelines.

4:6 Erroneous Payments

The following observations are made.

- (a) Even though a sum of Rs.1,221,725 had been paid for 51 items of work not done in relation to 06 works, action had not been taken for the recovery of those payments.
- (b) A sum of Rs.111,610 had been paid for work not done in connection with the Volley Ball Court constructed in the Division of the Ipalogama Divisional Secretariat, Anuradhapura.

4:7 Identified Losses

Even though Value Added Tax amounting to Rs.66,662 had been overpaid to the contractor in connection with the repairs to the Eraminiyaya Training Centre, the Council had not taken action for the recovery of the money.

4:8 Deficiencies in the Contract Administration

The following observations are made.

- (a) A sum of Rs.17,496,169 had been paid for additional work outside the estimates for 06 construction estimates and that as compared with the agreed amounts in respect of each contract, ranged between 7 per cent to 34 per cent. Action in terms of the Government Procurement Guidelines had not been taken to invite quotations for the additional works and award contracts. Nevertheless, a commitment had been made for the payment of a sum of Rs.4,910,023 to a private institution as consultancy charges for the preparation of plans and estimates of the construction works of the National Youth Services Council.
- (b) Even though contracts had been awarded to two Community Societies for the construction of a volley ball court in the Dikwella area at a cost of Rs.6,498,886, those contracts had not been produced for audit. National Youth Services Council had not entered into a Memorandum of Understanding with the Dikwella Pradeshiya Sabha in accordance with the Project Report. Money had been paid direct to the Pradeshiya Sabha instead of making payments after the examination of the work done reports obtained from the Pradeshiya Sabha by the Construction Division of National Youth Services Council and the recommendations made by a Supervising Committee. Even though the work should have been completed by the end of June 2012, the development work other than the first and the second stages had not been done even by March 2013.
- (c) Construction of Volley Ball Courts in Anuradhapura District

All work in connection with the construction of volley ball courts in the Anuradhapura District concurrently with the Deyata Kirula – 2012 Programme had been awarded to the Anuradhapura District Youth Services Co-operative Society. That society had retained 5 per cent of the money received for the project and executed the construction work with the balance money through sub-contractors.

The following observations are made in this connection.

- (i) Even though 16 courts should have been constructed only 07 courts had been constructed.

- (ii) Non-compliances with the provisions in the Government Procurement Guidelines had been as follows.

Government Procurement Guidelines	Non-compliance
Guideline 3.9.1	* Out of the 16 contracts awarded to the Anuradhapura District Youth Services Co-operative Society, all 7 contracts amounting to Rs.9,363,508 constructed had been done through sub-contractors. * Sixteen contracts valued at Rs.21,402,304 had been awarded to the Anuradhapura District Youth Services Co-operative Society Limited considered as the accepted society. That Society had awarded 04 contracts valued at Rs.5,350,576 to one person.
Guideline 3.9.4	Bids had not been invited for the award of contracts. Anuradhapura District Youth Service Co-operative Society had been awarded with 16 contracts valued at Rs.21,402,304 exceeding the limit of Rs.200,000 without inviting bids.

- (iii) Separate estimates had not been prepared by physically examining the site of each court while a common estimate had been prepared for all construction works. Accordingly an estimate of Rs.65,000 had been made for ground preparation of the work site by removing trees and removal of top soil and the provision made had been paid for all contracts. But all the proposed Courts were planned for construction in the existing courts and as such the payments made under 07 contracts for that item of work amounting to Rs.455,000 had become a transaction of contentious nature.
- (iv) Instead of installing 34 G.I. pipes for the net-enclosures of the two sport grounds constructed in the Divisions of Padaviya and Kebithigollewa Divisional Secretariats, 26 pipes only had been installed and as such the retaining strength of enclosure net had decreased by about 24 per cent. As compared with the other sports grounds, a long term effectiveness from the sum of Rs.1,825,500 spent on the two enclosure nets cannot be expected.

- (v) A sum of Rs.4,297,816 had been paid for the construction of 04 volley ball courts without a certificate from a Technical Officer.

4.9 Delayed Projects

According to the Guideline 2.14.1 of the Government Procurement Guidelines, at least 05 quotations should be invited for a contract. Nevertheless, 03 bids had been received for 04 contracts with estimated costs ranging from Rs. 6 million to Rs. 42 million totaling Rs.64,387,453. Instead of inviting for quotations again the award had been made to the lowest bid. Even though it was explained that the Government Procurement Guidelines were not followed due to the need for the construction works to be completed in a short period before the commencement of the Deyata Kirula Exhibition scheduled to hold in February 2012, the work of none of the contracts had been completed even by 31 March 2013 despite the elapse of 13 months after the end of the Deyata Kirula Exhibition.

4.10 Resources of the Council Supplied to other State Institutions

The Council had taken action to transfer to other parties 14 units of land 68 acres 02 roods 10 perches, to which the Council held the land tenure and used for maintaining Training Centres. However the Council had spent a sum of Rs.56,345,248 for the work of capital nature on those land.

4.11 Staff Administration

The following observations are made.

- (a) The Director General of the Department of Management Services had, by his letter No. DMS/E3/36/4/224/1-1 dated 19 May 2011, approved the staff of the Council. The following matters were revealed in that connection.
- (i) According to paragraph 05 of that letter, additional posts should not be created without the formal approval of the Department of Management Services. Nevertheless, two officers had been recruited to two new posts, namely, the Working Director and the Director (Operations) and had paid a sum of Rs.1,211,679 in the year 2011 for fuel and allowances.

- (ii) The Director (Administration) informed the audit that a personal file for the officer recruited for the post of Director (Operations) was not available with the Council. Any evidence of the issue of a letter of appointment to that officer had not been furnished to audit.
- (b) A consultant had been recruited on the assignment basis to the International Youth Liaison Division of the Council for the year 2011 to 2014 and had paid sums totaling Rs.2,117,981 comprising a sum of Rs.270,000 for the period from July 2011 to March 2012 and Rs.1,847,981 for foreign travel. The following matters were revealed in that connection.
- (i) The information on the appointment had not been furnished to the Auditor General in terms of Sub-section 2.10 of Chapter VI of the Establishments Code.
- (ii) The appointment had been made contrary to the Circular No. 28 dated 10 April 2006 without the recommendation of the Secretary to the line Ministry, prior approval of the Department of Management Services and the confirmation of the availability of financial provision obtained from the Department of National Budget.
- (iii) A specific assignment for specified period had not been issued in terms of the Public Finance Circular No. 449 of dated 24 February 2011 and as such the work done during the specified period could not be identified. In addition, the appointments made on assignment basis should be on short time terms not exceeding 45 days only for urgent services. Nevertheless, the appointment had been made for 04 years from the year 2011 to the year 2014. The approval of the Secretary to the line Ministry had not been obtained for the payments made to the Officer.
- (c) The posts of Assistant Accountants of 06 Provincial Offices of the Council had been vacant. The posts of Assistant Accountants had been abolished by the letter No. DMS/E3/36/4/229/1 dated 17 January 2011 and created posts of Accounts Officer in that place and the cadre approved for that post had been two officers. Nevertheless, the Council had released a sum of Rs. 439 million for the expenditure of Provincial Offices in the year 2012 and the Provincial offices considered separately that amount ranged between Rs. 29 million to Rs. 99 million.

- (d) The Scheme of Recruitment approved for the National Youth Services Council had not been furnished to audit.

5. Accountability and Good Governance

5:1 Corporate Plan

A review of the operating results of the three preceding years had not been included in the Corporate Plan for the years 2010 to 2014 in terms of Section 5.1.2 of the Public Enterprises Circular No. PED/12 of 02 June 2003. As the financial value of the targets for achievement had not been shown, a Corporate Plan facilitating an evaluation of annual progress had not been prepared.

5:2 Procurement Plan

A Procurement Plan in accordance with Guideline 4.2(c) of the Government Procurement Guidelines had not been prepared and approved for the year under review.

5:3 Meetings of the Board of Directors

One Director had not attended any of the meetings of the Board of Directors held in the years 2011 and 2012. The participation of 04 Directors at the meetings held in the year 2012 had been at a weak level.

5:4 Budgetary Control

An overall budget consolidating all funds supplied had not been prepared for the year under review. Out of the provisions amounting to Rs.91,800,000 made in the budget prepared, provisions amounting to Rs.25,584,198 or 28 per cent had been saved. Expenditure incurred under the Establishment, Supplies and Transport had exceeded the provision made by a sum of Rs.33,178,869. Thus it was observed that the budget had not been made use of as an effective instrument of management control.

6. Systems and Controls

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

- (a) Procurement
- (b) Budgetary Control
- (c) Accounting
- (d) Staff Administration

W.P.C. Wickramaratne
Acting Auditor General

-/dk

Replies to Auditor General's report as per Section 14 (2) (C) of Finance Act No. 38 of 1971 on Financial statements of National Youth Services Council for the year ended by 31st December 2012.

2.2	Comments of Financial Statements	
2.2.1	Preparation of Consolidated Financial Statements	
	The consolidated financial statements by consolidations of the financial statements of the National Youth Services Company Limited, the subsidiary company of the National Youth Services Council with the financial statements of the Council had not been presented. The accounts of the company had not been prepared from the 1999 to the year 2012.	The Dancing Co. Ltd, Music Co Ltd. had been already non existent and letter numbered E/241/12 nysco dated 18.03.2013 for expressing AGs' views on that is submitted herewith. It is planned to take further legal action in this regard. Attention is paid to para 5(2) b of the Council Act, Rs.4,032,360/- is shown in financial statement as investment considering the Youth Services Co. Ltd. as an investment of Council itself. Accordingly, it is considered useless in submitting consolidated accounts. The final account drafts related to financial years 2010/11,2011/12,2012/13 have been drafted and handed over to the SBN Associate, the Chartered Accountants Company.

2.2.2	Failure to follow Accounting Policies	
(a)	According to the depreciation policy of the Council, buildings should be depreciated at 5 per cent commencing from the year after the year of completion. But, according to the schedule of depreciation provision, Sainthamaradu Training Centre constructed in the year 2010 at a cost of Rs. 27,295,360 had not been depreciated in the years 2011 and 2012. As such the depreciation for the year and the accumulated depreciation provision had been understated by Rs. 1,364,768 and Rs. 2,729,536 respectively in the financial statements.	A sum of Rs.27,295,360/- related to the Saindamarudu training centre had been missed in depicting by calculating and computerizing from year 2011. Action has been taken to mention it on Jernal notes No. 62 for the year 2013.
(b)	Instead of accounting for the value of work done certified as at 31 December 2012 in respect of 16 ongoing contracts, payments totaling Rs.162,300, 683 made on the contracts only had been brought to account. Similarly, the expenditure amounting to Rs. 18,112,763 relating to the year 2012 paid from 01 January 2013 to 31 March 2013 had not been brought to account as expenditure of the year 2012. Nevertheless, it had been stated under the accounting policies of the	Due to non submitting of bills and accomplishment reports of works in the year by contractors, accomplishment reports of works had not submitted for accounting purposes. As they had been made for year 2013 and had been planned for the same year the payments are based on year 2013. Accordingly, accounting policies depending upon actual basis had been utilized. As a way to overcome this, it is planned to educate contractors to take action for submitting certified bills, BOQ's concerning completion of works no sooner the contracts are over.

	financial statements that the accounting of the Council is done on the accrual basis.																																	
2.2.3	Accounting Deficiencies																																	
(a)	A difference of Rs.10,393,299 existed between the figures in the cash flow statement presented to audit and in the cash receipts and payments observed in audit.	The basis used for calculations as per audit observations in cashew flow statement submitted for financial statemetns is only monetary. According to accounts, we have based on basic values or cost values. We are of the view that these variance of values do not make any effect in decision making of institute. Even so, action would be taken to calculating and projecting balances in the future only on net value. <table><tr><td>Account item</td><td>As per financial flow statement</td><td>Recieving and payment of money in real sense</td><td>Disparity</td></tr><tr><td>Adjustments – previous year</td><td>24,632,612</td><td>20,763,100</td><td>3,869,512</td></tr><tr><td>Debtors</td><td>2,280,000</td><td>175,000</td><td>2,105,000</td></tr><tr><td>other movable assests</td><td>4,633,469</td><td>3,448,717</td><td>1,184,752</td></tr><tr><td>contract retentions</td><td>8,539,350</td><td>8,644,218</td><td>104,868</td></tr><tr><td>Gratuity payments</td><td>20,031,481</td><td>7,273,171</td><td>2,758,310</td></tr><tr><td>Money realized from sale of fixed assets</td><td>1,707,363</td><td>1,336,506</td><td>370,857</td></tr><tr><td></td><td></td><td></td><td><u>10,393,299</u></td></tr></table>	Account item	As per financial flow statement	Recieving and payment of money in real sense	Disparity	Adjustments – previous year	24,632,612	20,763,100	3,869,512	Debtors	2,280,000	175,000	2,105,000	other movable assests	4,633,469	3,448,717	1,184,752	contract retentions	8,539,350	8,644,218	104,868	Gratuity payments	20,031,481	7,273,171	2,758,310	Money realized from sale of fixed assets	1,707,363	1,336,506	370,857				<u>10,393,299</u>
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			<u>10,393,299</u>																															

(b)	According to the Farms Working Account presented for audit the income of 13 farms for the year under review amounted to Rs.5,265,552 and a sum of Rs.287,063 only had been spent in earning that income. Accordingly the profit percentage for the year amounted to an unusual 96 per cent. Similarly, no expenditure whatsoever had been incurred by 12 farms for earning an income of Rs.4,448,292 in the year 2012. Even though the Farms Development Division had spent a sum of Rs.1,320,759 on the farms that had not been shown as an expenditure in the Working Account.	The profit factor is not concerned as the main purpose of running farms and total cost factor of farm too had not been calculated. Current level of income and expenditure had been completely identified and vouched. The main aim of running farm is to provide practical training and not only earning profits out of courses. The reason for mentioning such a situation on accounts had been mainly for projecting farm income by internal income and course expenses as the income from farm. However, action would be taken to project farm cost factors in the Farm Working Account in the year 2013.
©	Even though the ownership of 18 motor vehicles had been transferred to Council by the end of the year under review, the value of those motor vehicles had not been assessed and included in the financial statements.	Though said 18 vehicles had been acquired to the Council, could not be vouched due to not taking action to value them during the accounting year. Further action is taken to get valuations for those vehicles from Commissioner of Motor Traffic.
(d)	Even though the audit fees for the year 2010 had been paid in the year 2012, sum of Rs.925,000 had been shown in the financial statements for the year under review as audit fees payable for the year 2010.	This is due to mistakenly debiting audit fee for year 2010 amounting to Rs. 947,032/- to expenditure head and action has been taken to adjust and project by Journal No. 61 of 2013.

2.2.4	Unreconciled Accounts	
	Differences totaling Rs.6,587,468 between the balances of two items of accounts shown in the financial statements for the year under review and the source documents prepared for those items of accounts.	This development has been caused by direct accounting of income but the balance in financial statement is remain correct. The matters depicted in financial statement are based for taking policy decisions too.
2.2.5	Accounts Receivable and Payable	
	There were 382 loan balances receivable totaling Rs.19,414,13 ³ 8 as at the end of the year under review and those balances included debtors balances totaling Rs.914,270 existing over a period exceeding 07 years. Similarly, there were 05 loan balances payable older than 03 years amounting to Rs.2,710,037, while 144 debtors balances totaling Rs.6,873,642 had been written off in the year 2011 on a decision of the Board, /6f Directors.	Replies reated to this has been shown by annexture No. 01.

2.2.6	Lack of Evidence for Audit	
	The evidence indicated against the following items of account shown in the financial statements had not been furnished to audit.	All those money are deposits throughout the year 2012 and could be assured that they are further held Though confirmation letters had been sent on those balances, they had not been replied yet. Action is taken to clear those balances on part of the Council. Action is taken to take solid action as no satisfactory approach is shown in backdrop of taking action to send balance confirmation letters. All payments are made in the year 2013. These income are vouched under sundry income as they are casual, not required to identify by a separate document and not effective for decision making. Action is taken to project them confirming correctness of information concerned in documents of the section. He has been recruited on job assignment basis for the World Youth Summit held in 2014, only a Term of reference on duties assigned to him has been made and submitted herewith as appointment is not made on permanent, casual or contract basis of National Youth Services Council. This officer had been recruited with the aim of empowering and broad basing international youth relationships over the Council's Director Board decision dated 26/04/2011 numbered 19/2011, and the Director Board too had paid attention on his

		proficiency and ability over international youth activities. The Sri Lanka Youth Club Federation has undertaken preparation of power boosting drink, preparing identity cards of all officers including sportsmen, preparing cards, banners and name lists and supplying foods to National Board representatives at the Marathon races of the National Youth Sports festival 2012. The cost for those services had been given to the Sri Lanka Youth Federation as aids with the Director Board approval held on 24/12/2012 with Committee decision No. 57/2012. The bills in respect of accomodation facilities are available from the Foreign Division and , under mentioned representatives were participated at this summit. 1. Mrs. Nilanthi Sugathadasa – Additional Secretary (Youth Affairs and Skills) 2. Mr. Lalith Piyum Perera – Chairman (National Youth Services Council) 3. Mr. Milinda Rajapakse – Working Director 4. Ravikarkara – Consultant of World Youth Summit (Foreign representative) 5. Mrs. Nicholoi Shepered - UNDESA representative (Foreign representative) 6. Mr. Sanka Chanmdima Abhayawardana – International relation Consultant 7. Mr. Kavinda Dissanayaka - Intervention Coordinator 8. Mr. M.D.J.D. Wickramanayaka – representative (National Youth Services Council) 9. Ms. D.M.G. Sadamali Dissanayaka – representative (Youth Society Federation) 10. Ms. Rasu Jemsi – representative (Youth Parliament)
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		11. Mr. M.S. Mohomad Sikandar - representative youth activist (British Council) 12. Mr. M.S. Mohomad Husni - representative (British Council) 13. Ms. Ruvini Kumari – training journalist (Lake House) Mr. Sanka Chandima Abeywardana who had been recruited on assignment basis for duties related to World Youth Forum due to be held in 2014 had been entrusted duties in capacity of consultant on International Youth Affairs. In that, he is assigned with co-ordinating and organizing discussions, seminars and workshops related to international youth affairs, replying for meeting reports, preparing documents for meetings, submission of details by visual media and for grabbing representation in international arena. This payment is made for expenses incurred for those services rendered by him in foreign lands. Action has been taken to provide details concerned on procurements by three provincial offices named the Sabaragamuwa Provincial office, Western Provincial office and North Provincial office. It is informed hereby that letter dated 06/02/2013 bearing No. YS/D/NYSC/2012/15 had not been received by the Sports division as highlighted in the audit query, action could be taken to hand over files on receipt of such a letter to the section and ensured not to recur such inconveniences in the future in case the letter in question is received by section. It should be mentioned that files concerned could be submitted to the Audit section.
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2.2.7	Non-compliance with Laws, Rules, Regulations and Management Decisions Regulation		
(a)	This content are shown as follow		
	Non-compliance with Laws, Rules, Regulations and Management Decisions Regulation	Non-compliance	
	National Youth Services Act, Even though the Council should use all the properties No. 69 of 1979 Section 27	(i) A land had been obtained at a cost of Rs.3,300,000 from the Urban Development Authority on a 50 year lease with effect from July 2000 for the construction of the Beruwala Youth Centre. A sum of Rs.3,398,200 had been spent for that up to 31 I December 2012. Even though 13 years after obtaining the land had elapsed by April 2013, no development work had been done. (ii) Even though a sum of Rs.575,000 had been paid in the year 2007 for the preparation of preliminary plans for the construction of Youth Universities in 03 areas, the construction work had not been commenced even up to the end of the year 2013.	A discussion on using this land for youth development project was held by initiation of the Hon. Rajitha Senarathna, Minister of Fisheries and Acquatic Resources with officers including Divisional Secretary, Beruwala on 24/01/2013 at the Beruwala Divisional Secretariat. Accordingly, as a basic action of developing plan, a project for constructing an international youth resident centre on this land had been submitted and action are taken to get provisons for that. Accordingly, a copy of said project report is submitted as annexture No. 02.

(b)	Sections 25 and 26 of the Finance Act, No. 38 of 1971	(a) Even though a sum of Rs.1,671,900 had been collected by September 2009 by engaging in the collection of contributions for the construction of the Murukkandi Temple Railway Station the Council had spent a sum of Rs.732,918 in the collection process. The money had been deposited in a Bank Account and the balance in that as at 31 December 2012 amounted to Rs.2,631,487. The construction of the Railway Station had not been done even by April 2013.	A high level student turn up was seen at the “Yovun Sarasaviya” programme as the said programme was very successfully held in places like Panadura, Maharagama and Anuradhapura in backdrop of successful implementation in the year 2007. The necessity to put up buildings was felt as roomy places for that was not available. Accordingly, the cost shown in the query had to be incurred for basic planning purposes. But, necessity to put up these buildings had not been felt due to restrictive policy of government on operating external degree courses. The construction of the Murukkandy Temple railway station had been implemented on 23/05/2009 as a sub programme of the National Youth Day which generated Rs. 1,617,900/- by collecting donations through island wide walks carried out in two stages. In addition, a total sum amounting to Rs. 2,436,721/- made up by money derived by Annual Fund Week program of Sri Lanka Youth Society Federation and sticker sale has been credited in account No. 306200240004560 of People’s Bank, Maharagama. The balance of it with effect from
	Circular No. CSA/P1/40 dated 28 February 2007 of the Secretary to the President.	The media discussion on the Tour de Sri Lanka Youth Cycle Tour had been held in a hotel at a cost of of Rs. 119,850.	
(c)	Government Procurement Guidelines		
	i. Guideline 1.3	Purchases totaling Rs.684,295 had been made in 05 instances without inviting, quotations.	
	ii. Guideline 3.9.1	Even though 03 Community Societies had been selected for 08 contracts	

(D)		estimated at Rs.13,117,919 it had not been done by a committee with a representation of the Chairman of the Council and two representative nominated by the Divisional Secretary of the area.	
	iii. Guideline 5.4.11	sum of Rs.12,508,737 had been paid as the Value Added Tax on 11 Construction Works to 06 contractors without obtaining the invoices for Value Added Tax. The particulars of the Value Added Tax amounting to Rs.13,74,957 paid in the year under review to 07 contractors for 12 construction works had not been reported to the Commissioner General of Inland Revenue with copy to the Auditor General.	31.12.2012 is Rs. 2,631,487.36. Discussions for constructing this railway station has been held with the Railway Department and renovation of rail way line u to Murukkandy had not yet attended. Action has been taken to initiate new constructions of this railway station after commissioning construction of this line. It must be mentioned that media briefing as mentioned on the audit query had not taken place on 24/03/2012 in the Cinnamon Grand Hotel and also "Tourde" Sri Lanka Youth push cycle tour in the year 2012 was not held. Instead, this push cycle tour was held in the year 2011 and press briefing towards that was held in the Cinnamon Grand hotel based on following reasons. 01. As it had been programs freshly introduced to the country by National Youth Services Council, Sri Lanka Youth Club Federation, Ministry of Youth affairs and Skills Development under Sri Lanka Youth concept, the said media briefing had conducted drawing attraction of mass media, Sri Lankan sports lovers, youths and general public. 02. The following foreign representative took part in this media briefing. ➤ Minister of Youth Affairs & Skills Development ➤ Supervision Member - Ministry of Youth Affairs & Skills Development ➤ Secretary to Ministry of Youth Affairs & Skills Development ➤ Director General of NYSC
(e)	Public Administration Circulars No.13/2008 of 26 June 2008	Additional fuel valued at Rs.731,475 had been supplied to three officers without approval of the Secretary to the	

(f)		Ministry	
	Public Enterprises Circulars		
	paragraph 8.3.8 of the Circular No. PED/12 of 02 June 2003. Circular No. PED/50 of 28 July 2008.	A motor vehicle costing Rs. 315,000 had been awarded as the prize to the Winner of the Tour de Sri Lanka Youth Cycle Tour without the approval of the Secretary to the Ministry. (ii) Overpayment of fuel allowance amounting to Rs.355,720 had been made to 04 officers during the years 2011 and 2012.	➤ Director General of Sports Development Department ➤ Interim Committee officer of Sri Lanka Foot cycle Federation ➤ Officers of Sri Lanka Youth Club Federation ➤ Print and electronic mediament Accordingly, Cinnamon Grand Hotel had been selected to hold function in grand way as it is graced by the well distinguished guests including the Hon. Minister.
	Circular No. PED/57 of 11 February 2011.	Even though the Council had spent sums totaling Rs.25,477,253 in the ye, under review for publicity, the approval of the Minister of Finance for that had not been obtained. Fie approval of the Department of Public Enterprise. had not been obtained for the budgeted publicity programme for the year under review prepared by the Council.	This amount of expenditure had to be effected in a most eye catching and attractive way as the Youth tempts to frequent changes in organizing the National Youth Sports festival without trekking to levels at which other sports festivals are held. Accordingly, all procurements had to be instant and fitting to the time concerned, but did not lead to any financial discrepancies in transactions dealt. The 16 contracts to prepare Volleyball pitches were offered to the Anuradhapura District Youth Services Cooperative Society, as a registered co-operative society subject to powers vested by the Co-operative Society Act No. 05 of 1972 with letter dated 12/01/2012 of NCP/ACCD/03/55 of Co-operative Development Assistant Commissioner. Following that, contracts concerned had been offered to sub conctractors as per agreemetns made going by

	Finance Act, No. 38 of 1971. collected by September 2009 by engaging in the collection of contributions for the construction of the Murukkandi Temple Railway Station . The Council had spent a sum of Rs.732,918 in the collection process. The money had been deposited in a Bank Account and the balance in that as at 31 December 2012 amounted to Rs.2,631,487. The construction of the Railway Station had not been done even by April 2013.	decisions of Directorate of the Anuradhapura District Youth Services Co-operative Society Ltd. In advance to offering those contracts, qualifications/ registrations/ experience of contractors had been considered by Committee representatives of the Nysco Co-operative Society. VAT registration certificates in respect of 12 construction are separately attached in files concerned and they could be submitted for auditing as those certificates are with constructions. Action is taken to send details of VAT payment paid to construction contracts from year 2013 and details up to 30/05/2013 had been sent to the Inland Revenue Department. Current action is taken as per the PED/ 50 circular and Audit and Management Committee could prepare documents concerned depending on future developments. Though one million was expected for the motor vehicle planned as the first prize, the value of it had been over one million at the time vehicle was delivered by David Peiris Co. Ltd. This situation had been erupted as a result of that, it is expected to get the circular approval required to offer prizes of this value in the future.
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Over the query raised on officers who had obtained fuel allowance, those officers are engaged on supervision, coordination and observation of office administration and development programmes implemented island wide. These offices are entrusted with duties of Directors-In-Charge and representation of the Hon. Director General is also made at needy occasions.

Accordingly to the audit query and highlighted by para No. 09 of Public Administration circular No. 13/2008, we have taken action as per para 01 of Public Enterprises Circular No. PED/ 50 that had been issued in line with the former. Accordingly, officers concerned had been given PED/50 allowance with effect from the year 2008 as mentioned in the para 09 of the Public Administration Circular as shown by the query.

There has been a variance between allowances paid and to be secured as per the letter of Chairman/ Director General No. ET/PAC / 2001 dated 16/10/2008 with fuel allowance payment chart paid up to 2003 attached herewith.

Post depicted by PED/50	Post held in council	Amount paid Rs.	Amount
Chairman	Chairman	14,000 diesel	-
Executive Director / Executive Officer	Director	18,000 petrol 12,000 diesel	15,0 10,0
DGM	Chief	15,000 petrol	-

		<table><tr><td></td><td>Accountant</td><td>10,000 diesel</td><td>-</td></tr><tr><td>Other</td><td>-</td><td>12,500 petrol 8,000 diesel</td><td>- -</td></tr></table>		Accountant	10,000 diesel	-	Other	-	12,500 petrol 8,000 diesel	- -
	Accountant	10,000 diesel	-							
Other	-	12,500 petrol 8,000 diesel	- -							
		Accordingly, the query depicts Rs. 18,000/- for Petrol and Rs. 12,000/- for diesel allocated for posts in Deput level as amounts to be paid to directors. The said basis and classificatino had been used in paying fuel allowane w.e.f. the year 2003. If payments had be made according to foregoing reasons as per PED/50, payments depicted in the query to be lessened the exesses shown. Fuel had been issued according to sequence of designations posted by Pulbic Administration circulars No. PED/ 39 and 50 considering payment basis effective after the letter of Chairman/ Director General dated 16/10/2008. For payments of this nature had been based on the following. (a) calculating paymetns as per Public Enterprises circular No. PED/ 50 going by para 09 of Public Administratiion circulr No. 13/2008. (b) Non cancelling PED/50 by Public Administration circlar No. 13/2008 issued pasthomously and non issuing of Pubic Enterprise circular inspite of it together with (c) Comparability of fuel liter amount depiected in Public Enterprises circular as per circular for paying fuel allowances adopted from the begining and that of Public Enterprise circular and issung fuel allowances as per liter basis according to Public Administration Circulr issued to state corporations could be cited as the most corrective approach. In working out the annual budget by the Council, propaganda expenditure for each programme is made separately and action would be taken as per this legal requirement from the next financial year onwards as propaganda programme for total propaganda campaign had not made so far.								

03.	Financial Results																									
03.1	The financial results of the operations of the Council for the year under review amounted to a deficit of Rs.73.71 million as compared with the corresponding deficit of Rs.48.75 million for the precedin^g year and as compared with the precedin^g year, the financial result for the year under review indicated a deterioration of Rs.24.96 million. Even though the income and the internal earnings had increased by Rs.122.46 million, the increase of Rs.147.42 million in the operating and youth development expenditure had been the main reason for the deterioration.	Though income had been increased by Rs. 122.46 Mn. the deficit had been raised by 24.96 Million. The rise of deficit by Rs. 24.96 Mn. for the year under review had been caused by the expenditure increases on operations and youth developments as shown by audit report. Its composition is as follows. <table><tr><td></td><td colspan="3">Rs. Mn.</td></tr><tr><td></td><td>2012</td><td>2011</td><td>variance</td></tr><tr><td>Operational cost</td><td>707</td><td>653</td><td>54</td></tr><tr><td>Youth development cost</td><td>551</td><td>458</td><td>93</td></tr><tr><td>total</td><td><u>1,258</u></td><td><u>1,111</u></td><td><u>147</u></td></tr><tr><td>Depreciation</td><td>72</td><td>46</td><td>26</td></tr></table> Rs. 26 Million caused by increasing this operational costs has been asset depreciation and 23 Million is for gratuity allocations.		Rs. Mn.				2012	2011	variance	Operational cost	707	653	54	Youth development cost	551	458	93	total	<u>1,258</u>	<u>1,111</u>	<u>147</u>	Depreciation	72	46	26
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03.2	Legal Action Instituted against and by the Council																									
	The number of cases for which the Council had been a party which had not been settled even by 02 April 2013 had been 35. The Council was the accused in 22 of those cases and was the plaintiff in 13 cases. Accordin^g	The case No. MR/7839 heard at District courts, Matale had been filed on 10.06.2005, is still continued. The last hearing of the case was held 24.04.2013 and next date hearing is 09.05. 2013. The monatary value of that case is Rs. 1,600,000/-.																								

	to the information received the monetary value of one of those cases is Rs. 1.600.000.	
04.	Operating Review	
04.1	Performance	
(a)	According to the Progress Report presented to the line Ministry and the Annual Action Plan of the Council the savings out of the provisions made for 34 projects including Rs.16.25 million relating to 11 projects planned for implementation, but totally abandoned amounted to Rs.144.79. The provisions made for 22 projects had been exceeded by a sum of Rs.102.11 million. A sum of Rs.58.7 million had been spent on 13 projects not included in the Annual Action Plan.	As allocations set apart for programmes such as sports, cultural, Youth Parliament, Deyata Kirula were not sufficient for successful implementation of them, action were take to utilize provisions made for other programmes. As a result of that, a development surpassing expenditure and balance provision shown in query had been shown. In total, no costing is made over approved total provision for the projects.
(b)	According to the Constitution of the Youth Societies, Youth Societies should be According ly established in each Grama Seva Division. Nevertheless only 11.801 Youth Societies had been established in 14,013 Grama Seva Division in 4 Divisional Secretary Divisions in the Island. As such Youth Societies had not been established in 2,212 Grama Seva Divisions.	Under the “Y2012” programme implemented for setting up Youth clubs in the year 2012, 84% of the target for commissioning them had been reached which is an increade of 6% over the last year. Further, more emphasis is placed on programmes in taking Sri Lanka Youth Parliament programme for membres of Youth club members and Sri Lankan Youth to the international level, it is clear that targets of youth clubs could be grabbed more effectively in the ensuing year.

(c)	According to a sample of 10 Training Centres examined, the annual expenditure per student of those Training Centres ranged from Rs.6,089 to Rs.51,2	<table><tr><th>Matter</th><th>Reply</th></tr><tr><td>Overhead expenses as per final account</td><td>This includes cost involving water, electricity, telephone and internet, post and stationery and sanitary facilities of centres in carrying out courses at them. Costs of this nature for infrastructure facilities and other facilities at centres is an inherent cost.</td></tr><tr><td>Annual salary</td><td>The cost concerned embodied with salaries paid to permanent staff and unit student cost in the query is variable on the fact that absorbing staff members on number of students at each centers on service requirements .</td></tr><tr><td>No. of students trained in the year</td><td>The participation of students at centres concerned depend on nature of courses, location of centers, resource availability as well as limit of admission of students. Further the maximum limit of students for a course at NVQ restricts to 20-25. Accordingly, total student attendance is very appreciative despite of situation at few centres handpicked for the example.</td></tr><tr><td>Annual Student cost</td><td>Considering all aforesaid facts, it is clear that cost per head had been higher due to student participation at many centres.</td></tr></table>	Matter	Reply	Overhead expenses as per final account	This includes cost involving water, electricity, telephone and internet, post and stationery and sanitary facilities of centres in carrying out courses at them. Costs of this nature for infrastructure facilities and other facilities at centres is an inherent cost.	Annual salary	The cost concerned embodied with salaries paid to permanent staff and unit student cost in the query is variable on the fact that absorbing staff members on number of students at each centers on service requirements .	No. of students trained in the year	The participation of students at centres concerned depend on nature of courses, location of centers, resource availability as well as limit of admission of students. Further the maximum limit of students for a course at NVQ restricts to 20-25. Accordingly, total student attendance is very appreciative despite of situation at few centres handpicked for the example.	Annual Student cost	Considering all aforesaid facts, it is clear that cost per head had been higher due to student participation at many centres.
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Annual Student cost	Considering all aforesaid facts, it is clear that cost per head had been higher due to student participation at many centres.											
(D)	Even though a sum of Rs.11,008,223 had been spent in the year 2012 on the development of the Sri Lanka Youth Body Building and Physical Fitness Unit, the number trained in the year 2012 and up to March 2013 had been 50 and 69 respectively. Nevertheless, the objectives relating to allowing one day per week to the sports persons who hold membership of all sports	The new Body Building and Physical Fitness unit of Sri Lanka Youth vested to youths by the Hon. Minister on 31/11/2012, training had been given to 69 members during four month (from 01.12.2012 up to March 2013) period. Number of membership had been increased p to 97 by May 2013 and training opportunity has been extended to players of Sri Lanka Youth Netball pool, members of Sri Lanka Youth Judo pool, members of Sri Lanka Youth Daning troupe and to members of Sri										

	conducted at the National Youth Centre to improve their physical health and physical fitness and the creation of a Sri Lanka Youth Body Building Team had not been fulfilled.	Lanka Youth Society Federation of NYSC, Youth Services Co. Ltd., Nysco Co-operative Society. The expenditure in the query had been incurred in the year 2012 and the said Unit had been opened on 31st November 2012. 19 members were given with membership within one month time and total membership by year 2013 had been 114 and staff of 12 persons.
04.2	Operating Inefficiencies	
(a)	The Council had made arrangements for the participation of a group of 12 persons at the United Nations Conference on Sustainable Development (Rio+20) held in Brazil from 12 June to 23 June 2012 and a sum of Rs. 11,389,540 had been spent in this connection.	
	i. A sum of Rs.2,430,583 had been paid to two foreigners for the supply of accommodation without obtaining the assistance of the Embassy for Sri Lanka.	The "RIO+20" is a special meeting organized by the United Nations on Sustainable Development. This meeting would be a very specific as the most important diplomatic summit on the drive to measuring millennium development indices through World Youth Summit of the year 2014. For those workshops, a high ranking diplomatic team comprising with 06 ministers including External Minister with the initiative of HE the President had been participated representing Sri Lanka. There, youth community of Sri Lanka was represented by the Youth Club Federation and other young ones representing civil organizations took part along with officers. In advance to participating into this summit, a national programme was accelerated by the name of " COLOMBO 20+" by the National Youth Services Council with

		participation of Sri Lankan office of the UNO. A series of recommendations including ideas of Sri Lankan youth too were declared with the Environment Ministry. For this programme is invited by Mr. Ravikarkara, consultant to World Youth Summit representing Sri Lanka, Mrs. Nicoloy Shepered, representative of the UNDESA and Mrs. Shevarin Crmen Maccardo, National Secretary of National Youth Secretariat had been invited. 78 head of states had been reached to Brazil to participate to this programme and hotel charges of the country had been drastically increased over importance of this summit and by high ranking attendees. As participation into this programme is very necessary, lodging facilities were arranged through the MINISTER Counsel of Sri Lankan embassy there. As high rate had to be paid in securing hotels on lease basis as business, action was taken to provide lodging facilities at a minimum rates. The bills for paying these lodging facilities could be submitted for auditing.														
	ii. Two Officers who, participated in the Conference had been paid a sum of Rs.938.312 as the accommodation and subsistence and provided with accommodation by the Council and the officers had undertaken to settle the expenditure incurred on accommodation. Even though 08ths had elapsed after their return to Sri Lanka, the sum of Rs.410,808 08 paid by the Council had not been recovered.	<table><tr><td></td><td>No. of rooms</td><td>Maximum No. of residents in a room</td><td>No. of residents</td></tr><tr><td>Apartment 01</td><td>03</td><td>06</td><td rowspan="3">13</td></tr><tr><td>Apartment 02</td><td>02</td><td>02</td></tr><tr><td>Apartment 03</td><td>04</td><td>05</td></tr></table> As the UN representatives called Mr. Ravikarkara, Mrs. Nicoloy Shepered and Mrs. Shevarin Crmen Maccardo had to provide three tooms in providing accomodation facilities, number of rooms allocated to 13 had to be restricted to 10 persons. (as they had requested for single rooms) As such, two Sri Lankan top ranking officers who particiated at the summit had to reside in two distant places in using USD 129 given to them. As such, it must be mentioned that the aforesaid sum had not been spared.		No. of rooms	Maximum No. of residents in a room	No. of residents	Apartment 01	03	06	13	Apartment 02	02	02	Apartment 03	04	05
	No. of rooms	Maximum No. of residents in a room	No. of residents													
Apartment 01	03	06	13													
Apartment 02	02	02														
Apartment 03	04	05														

	iii. In obtaining the approval of the Minister for the two officers and the delegates it had been stated that the expenses of two delegates will not be borne by the Government of Sri Lanka. Nevertheless, a sum of Rs.596,080 had been spent for them from the Council Fund.	Miss Vedani Wijenayaka did not participate at this programme representing the National Youth Services Council. As such, no any expenditure incurred on her behalf. The name of Vedani Wijenayaka had not been mentioned even on project report made under approval of the Director General, National Youth Services Council in making payments for youths who participated in.
(b)	According to the information made available a sum of Rs.56,232,555 had been spent on the Twenty Fourth National Youth Sports Festival held from 22 to 25 November 2012 at the Sugathadasa Indoor Stadium and the preliminary tournaments held at Divisional, District and Provincial level. The following observations are made in that connection.	
	i. A sum of Rs. 1,9336,000 at the rate of Rs.484,000 per day had been paid for 04 days for the electrical illumination with jet bulbs of the stadium. A sum of Rs. 114522,000 spent for 03 days on which sports had been held only during day time, had become fruitless expenditure.	It is common to erect pandols, exhibiting banners and cutouts in addition to main functions of any national level function. Though competition events are not held in night times, site of any festival organized for youths to be decorated attractively and eye catching to them. It must be mentioned that the sports festivals such as the National Sports festival School Sports Festival to be held and organized well and attractively to both sportsmen and general public. Further, we find through TV programmes and other print media that amount of labours taken to decorate the premises on which sports events such as the Olympic Sports festival, Common Wealth Sports Festival, Asian Sports Festival. Taking lesson from that, it was proposed by youths to hold this Sports festival with high note and attractively and to offer it a wide publicity, attention was diverted towards those aspects. It is required to prepare stage for showcasing skills of all sportsmen who

		represent all districts and to top up sportsmen who outdo to national level at a Sports Festival of national level. It is essential to maintain their mental integrity at a higher level. As well, by creating sports environs attractive and illusive to sportsmen would lead to generate self reliance in them and as well as registering great faith and encouragement in them. The sportsmen who labour throughout the day do not leave palying fields just after completing thier evenmts but spend around two hours in engagin special excercise and massaging for releasng their muscles. As well, Technical commitee meetings are held with participatin of all directors, deputy directors, assistant directors, provincial directors including team officers representing districts, umpires, technical officers headed by the Director General after 7 pm at the end of sports evens on every day. In line with this, meetings with district federatio officers and officers of Sri Lanka Youth Club Federation are held in the same playground.
	(i) A sum of Rs. 3,943,630 had been spent for the purchase of T shirts and bottoms for the sports persons who p, -ticipa -d in the sports festival. As the bids had been invited 05 days ahea of he date of the festival, many intuitions had rejected to supply as it wa-. -of possible to complete the supply in a short period. As such the obj - ctive o he procurement process had not been achieved in terms of Se tion 1.2.1(c) of the Procurement Guidelines.	Action had been taken to get sponsorship for other supplies includng T shirtts and bottoms for the Sports festival by the Sri Lanka Youth Club Federation. Even such, as the Federation had informed that exact reply from the said institute had not been recieved until the final week, the procurement had to be done in the last week itself. Accordingly, quotations had been called from the instittes concerned and procurements had offered on quotations produced. If sponsornng institutes had rejected offers of sponsorships in advance, procurements could have made well in time. The procurement was offered to three suppliers without offering whole procurement to supplier who bid lowest as agreed, for the reason of securing huge supplies needed (2992 T shirts and 3017 bottoms) within a shorter period ot time. As the Committee had decided to offer to three who had quoted lowest rates, led to minimize the financial loss that could have incurred to the Council. The maximmu target of the Sports festival could be reached and it could be termed as a great financial value.

(C)	A sum of Rs. 2,705,000 had been paid to four youths in the year 2008 without sureties or other written undertaking for foreign travel under the Canadian Youth Exchange Programme and as such it had not been possible to recover the money.	<table><tr><th>Accounts and name</th><th>Year of commission</th><th>Amount</th><th>Case No.</th><th>Courts</th><th>Payment status / Current position</th></tr><tr><td>Ms. Edward / 2005</td><td>2006</td><td>1,500,000</td><td>1500/1 /2M</td><td>Mount lavinia District courts</td><td>100,000. රු 2008.01.29 අංක කුලීතාන්ධි 2008.03.07 10,000. රු 094299 අංක කුලීතාන්ධි 04.02.2008 10,000. රු 094344 අංක කුලීතාන්ධි 2008.07.30 20,000. රු 096694 30,000. රු 2012.10.09 Agreed to reconcile this case.</td></tr><tr><td>Mr. K.K. G. Sadaruwan</td><td>/2006 2007</td><td>1,000,000</td><td>-</td><td>-</td><td>අංක කුලීතාන්ධි 2008.04.21 20,000. රු 094363 අංක කුලීතාන්ධි 2008.05.21 30,000. රු 094424 අංක කුලීතාන්ධි 2008.10.31 097157 රු 20,000. 20,000. රු 2008.12.16 AGs' Department has been informed to take legal action.</td></tr><tr><td>Mr. R. Karunainadan</td><td>/2006 2007</td><td>100,000</td><td>1653/1 /2 M</td><td>Nuge goda district courts</td><td>අංක කුලීතාන්ධි 2008.05.05 50,000. රු 094405 අංක කුලීතාන්ධි 2008.07.21 25,000. රු 096657 අංක කුලීතාන්ධි 2008.12.31 15,000. රු 098641 District judge had ordered to revise plaint and re-filing</td></tr></table>	Accounts and name	Year of commission	Amount	Case No.	Courts	Payment status / Current position	Ms. Edward / 2005	2006	1,500,000	1500/1 /2M	Mount lavinia District courts	100,000. රු 2008.01.29 අංක කුලීතාන්ධි 2008.03.07 10,000. රු 094299 අංක කුලීතාන්ධි 04.02.2008 10,000. රු 094344 අංක කුලීතාන්ධි 2008.07.30 20,000. රු 096694 30,000. රු 2012.10.09 Agreed to reconcile this case.	Mr. K.K. G. Sadaruwan	/2006 2007	1,000,000	-	-	අංක කුලීතාන්ධි 2008.04.21 20,000. රු 094363 අංක කුලීතාන්ධි 2008.05.21 30,000. රු 094424 අංක කුලීතාන්ධි 2008.10.31 097157 රු 20,000. 20,000. රු 2008.12.16 AGs' Department has been informed to take legal action.	Mr. R. Karunainadan	/2006 2007	100,000	1653/1 /2 M	Nuge goda district courts	අංක කුලීතාන්ධි 2008.05.05 50,000. රු 094405 අංක කුලීතාන්ධි 2008.07.21 25,000. රු 096657 අංක කුලීතාන්ධි 2008.12.31 15,000. රු 098641 District judge had ordered to revise plaint and re-filing
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(d)	Sri Lanka Youth Parliament of 335 members had been established with the objectives of creating understanding of the political discipline among the Youths, creating a foundation for the Building of Sri Lanka Nation. creation of art																									

	i. Even though 08 Sessions of the Youth Parliament had been held by the end of the year under review, the attendance at all the Sessions except the first and the fifth Sessions, the participation of the members ranged between 47 per cent to 69 per cent. The participation of 88 new members at the fifth Session had been the reason for the participation of a large number of members for that Session. As compared with the total number of members the nonattendance of all the Sessions had been 47 per cent. The attendance of 83) members in July 2012 was pointed out to them as a weak situation and subsequently the membership of 14 members who absented for 03 consecutive sessions had been abolished.	Training workshops were held for augmenting knowledge, attitudes and skills of youths elected as MPs in the Sri Lanka Youth Parliament and Parliamentary session too held. Due to poor attendance of them at meetings, action was taken to remove 28 absentees and appoint new ones for them as all attempts taken to implement Parliamentary Committees and sessions would be turned useless. This decision could be termed as providing an opportunity for another youth representing a Divisional Secretary division. This letter has been referred with the aim of recruiting another qualified youth for balancing the participation at the project concerned. Though intimated through the said letter, action was taken to cancel absenting membership further and to re-appoint in their places.
	ii. The overall recurrent expenditure of this project commenced in the year 2010 amounted to Rs.59,612,836 by 31 December 2012. The total number of Sessions held had been 08 and the average attendance of members at those Sessions had been 229. As such the Council had incurred a substantial expenditure of Rs.260,31~ per member for attending a Session.	The details employed for this matter is based on 1833 participants for 08 sessions. In additional to those sessions of the Sri Lanka Youth Parliament, programmes such as Committee workshops, selection general election, leadership training workshops were held. Considering them, total participation rose up to 2924. As members of all youth club totalling 553433 become voters of the Youth Parliament Programme and this project is desinged to address all Sri Lankan youth, the beneficiaries of this is included with whole Sri Lankan Youth population.

04.3	Transactions Extraneous to Objectives	
(a)	Out of the provisions made for youth development, a sum of Rs. 2,916,444 and been spent on activities extraneous to youth development	Out of the incurred expenditure given in the query, Rs. 2,412,176/- had been spent for the Annual Officers' meeting of the National Youth Services Council in the year 2012. In considering aims of this annual officers' meeting, its benefits had been directly contributed to improving youth development of the Youth Services Council. This is aimed at appreciating great service rendered by staffers for implementing the Sri Lanka Youth concept under a new look of duties already borne by the NYSC, deciding the direction of its contribution and educating officers of plans of the next year. With the purpose of motivating them, this distribution of ceramic jugs, bags and diary was conducted. It must be pointed out that non monetary values such as encouragement, employee enthusiasm and relationships build up among officers through programmes of staff meetings and their costs would lead to youth development in long run. The expenditure shown in the query amounting to Rs. 504,268/- had been incurred with the aim of expressing gratitude of Sri Lankan youth by only state run institute working closely with youth, towards the leader who put an end to 30 year long war and united the country and also inculcating impression of national pride in youth populace.
(b)	A sum of Rs.3,925,264 had been spent on a musical show held in Maharagama Town.	The reason for selecting Maharagama city for conducting musical show in line with the National Youth Sports Festival was the location of Sri Lanka Youth's head office there leading city dwellers to educate on affairs of the National Youth Services Council. The accommodation facilities for sportsmen participated at the Youth Sports Festival in schools lying around the Sugathadasa stadium. As those schools had to be handed back on the following day, facilities such as safekeeping of garments and sports items of sportsmen, providing all basic needs for 3000 sportsmen including officers who had come from long distances

		after the musical show could be provided from the Sri Lanka Youth premises. The Maharagama city had to be selected for the musical programme as no other place had been available to provide basic needs and to provide accommodation to sportsmen who cannot proceed to their places on the same day. It was held in Maharagama where head office of Sri Lanka Youth is housed, enabling general public living around Maharagama to witness the capability of Sri Lankan youth and showcasing organizing ability of the National Youth Services Council, Sri Lanka Youth Club Federation, Minister of Youth Affairs. Expenses included the live telecasting of whole Sports Festival and not only the musical show held in line with that. A total amount of Rs. 39,25264/- had been incurred including Rs. 200,000/- as vocalist charges and Rs. 458,000/- for electrical items used for the said musical presentation.
04.4	Uneconomic Transactions	
	Instead of preparing T Shirts, Caps, Bott ins, etc. of a common design which can be used for all programmes implemented by the Council as and when required, a sum of Rs.24,152,602 had been spent in the years 2011 and 2012 for preparation of such clothing for each programme.	With the objective of widely reorganizing the activities of the National Youth Services Council, without giving any considerations to the ethnic, religious, caste, creed, party, color or geographical differences, Sri Lanka Youth concept was introduced with the color of Youth consciousness. In order to popularize this concept among the Youth population of Sri Lanka and to develop the young generation who associate with the programmes of the National Youth Services Council and to separately identify each and every programme and hence the programmes should be attractive to the Youth population in the media and propaganda activities and to display diversity in the programmes and also to present the programmes on a common modality these T shirts, caps, and bottoms have been prepared. The activities of the Youth Development programmes being implemented by the National Youth Services Council are different to each other in objectivity, aims and in the nominal form. Similarly,

		since it is not meaningful to prepare the attires for the programmes of youth exchange with foreign countries, the youth sports festival, and the youth parliament in a common basis they have been made to give an appropriate meaning to each and every programme. Further, when the T shirts, caps, and bottoms have been made to match the number of participants for the programmes to be implemented in accordance with the annual development plan, if it became not possible to implement the under certain occasions or due to unavoidable circumstances keeping the aforementioned items made at a very high cost under storage will become an uneconomical expenditure. However, these items have also been issued to other activities depending on various necessities. Also, in order to enhance the talents of the Sri Lankan Youth community, various programmes and youth exchange programmes with foreign countries are being implemented. In order to maintain the competitiveness, attractiveness, international cooperation of such programmes, T shirts are being issued to the youth participants of the programmes, judges/referees, service teams and to the organizers. These activities are carried out with complete approval of the administrative authority of the National Youth Services Council.
4.5	Transactions of Contentious Nature	
(a)	A sum of Rs.261,347,372 had been spent up to 31 December 2011 on construction and repairs	In handing over of properties to the National Youth Services Council. mentioned in the Survey the Divisional Secretaries have given appropriate approval for that and in line with such approvals it is not

	of capital nature done on 54 units of unmovable properties, 338 acres 03 roods 01 perches not belong^gin^g to the Council.	practical to conduct training centers in those properties without undertaken additional construction and renovation activities and relevant construction and renovation activities have been carried out with the objective of providing adequate facilities to the participants of the training programmes. In addition to this, the government lands that have been acquired under a legal basis by the Council, expenditures relating to youth development activities have been made with due consideration to those properties as those are properties under the ownership of the government. Steps are being made to legally acquire these lands under clause 5(1) of the Youth Services Act. It has also been reported to the Secretary to the Ministry of Youth Affairs and Skills Development as regards to the lands that have not been possible so far to acquire legally.
(b)	Even though a sum of Rs. 100,000 had been paid for the dismantling and removal of ceiling, lamps and other equipment of the female and male lavatories of the first floor of the Training Building of the Youth Centre at Maharagama, there was no ceiling in the first floor.	By these items the Engineer is hoping to dismantle and remove any existing thing or material or any other old thing being found in the toilet/lavatory. This commonly include the ceiling, electric bulbs, wiring tubes, wires, disconnection of electricity supply, floor and wall tiles, toilet commodes, wash basins used face washing, water taps and fittings, mirrors, concrete floors, the floor or the cement floor, water and waste water pipes and other things. METHOD OF ASSUREMENT OF BUILDING WORKS - SLS 573:1982 When estimates of assumptions were made in respects things that cannot be measured by length, by square feet, by width, or by weight it was made on an item wise basis. Under the work description such work only the main identified items have been mentioned with additions mentioned as "etc."
(c)		This expenditure had been incurred in lieu of funds to be received and being received from the United Nations for the 2014 World

	Youth Council summit to be held in Sri Lanka. At present the basic preparation for holding this summit, organizing the summit, and the coordination activities are being carried out by the United Nations Organization and at present the activities relating to enhancing international relations by participating in this summit and building relations are being carried out and the final objective and result would be holding this summit in Sri Lanka in the year 2014. By the cabinet memorandum submitted by the Minister of Youth Affairs and Skills Development to the Cabinet of Ministers in December 2011, Cabinet approval has been obtained to hold the World Youth Council summit in Sri Lanka in the year 2014 and it also included making financial payments. Accordingly it becomes necessary to participate in conferences organized by the United Nations Organization from the World Youth Council summit held in Mexico in the year 2011 up to the World Youth Council summit to be held in Sri Lanka in the year 2014, and to organize meeting under the leadership of Sri Lanka by establishing connections with the countries of the United Nations Organization. Similarly it is necessary to provide facilities to the United Nations Organization to hold the World Youth Council summit in the year 2014 and to get assist them for organizing this summit. The UN HABITAT organization has made the necessary funds available. In the settlement of the aforementioned payment it had been based on the Cabinet approval received in the year 2011. Accordingly approval for this has been obtained through the Annual Work Plan 2011, Council decision No. 17/2011, the Annual Work Plan 2012, Council decision No. 22/2011, and Annual Work Plan 2013, Council decision No. 26/2013.
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(d)	A sum of Rs.5,368,100 had been paid to the United Nations Habitat and Human Settlements Foundation for obtaining an active contribution of the Youth Association established by the United Nations.	The (Nevum) Company Ltd and the (Sangeetha) Company Ltd., have now become dormant and Attorney General's letter dated 2013.03.18 No. E/2412/nysco has been attached herewith. As shown in the Annexure No. 1 page Nos. from 5 to 6 steps have been taken to institute further legal action. Attention is focused on the Council Act 5(2) and since the Youth Services Company Ltd., is considered as an investment of the Council, in the financial statement the value of that investment has been shown as Rs. 40,323.60. Accordingly it is considered as not necessary to present consolidated accounts. At present the final accounts for the years 2010/11, 2011/12, and 2012/13 have been prepared and they have been handed over the Chartered Accountants company SBN Associates The council's procurement ceilings have been revised in accordance with the additional issue No. 20 to the Hand book 12.14.1 of the Procurement Guidance Procedure.
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4.6	Erroneous Payments	
(a)	Even though a sum of Rs. 1,221,725 had been paid for 51 items of work not done in relation to 06 works, action had not been taken for the recovery of those payments.	The work items related to 6 industries belongs to preliminary work subject. In an estimate what is meant by preliminary work is temporary work and services essential for carrying out the permanent work of a project. Therefore the contractor is obliged to carry out this portion of work at the beginning of a project and the agreed amount for this work is paid at the beginning of the project. During bi weekly inspection of the work site he will observe the manner in which the preliminary works have been carried out.
(b)	A sum of Rs. 111,610 had been paid for work not done in connection with the Volley Ball Court constructed in the Division of the Ipalogama Divisional Secretariat, Anuradhapura.	Under this measure payments for the Volleyball grounds constructed in the Ipalogama Divisional Secretariat Office has been made based on a report submitted by an observation team comprising Technical Officer Civil and Assistant Director (Sports Development) and Volleyball Advisor – Sports Division. As per the letter dated 20.06.2013 from the Chairman of the Anuradhapura District Youth Service Cooperative Society/Asst. Director of Anuradhapura District it has been informed that a report will be obtained from the Technical officer of the Ipalogama Divisional Secretariat Office and if there is any snags and shortages steps will be taken to get such snags and shortages rectified.

4.7	Identified Losses	
	Even though Value Added Tax amounting to Rs.66,662 had been overpaid to the contractor in connection with the repairs to the Eraminiyaya Training Centre, the Council had not taken action for the recovery of the move,	In No. 89 of the file relating to the first bill of payment on the contract for renovation work of the Eraminiyaya Training Center the relevant payments have been certified and the summary of the pertinent bills have been submitted as No, 87(II). The summary relating to the first bill is as follows; Value of work certified as of 31.12.2011 = Rs. 5,126,577.95 Less 16% discount -= Rs. 820,252.47 Total Amount = Rs. 4,306,325.48 Would like to mention that the value of work of the afore mentioned certificate of payment has come to Rs. 4,306,325.00 after deduction of discount of 16%.

04.8	Deficiencies in the Contract Administration													
(a)	A sum of Rs. 17,496,169 had been paid for additional work outside the estimates for 06 construction estimates and that as compared with the agreed amounts in respect of each contract, ranged between 7 per cent to 34 per cent. Action in terms of the Government Procurement Guidelines had not been taken to invite quotations for the additional works and award contracts. Nevertheless, a commitment had been made for the payment of a sum of Rs.4,910,023 to a private to institution as consultancy charges for the preparation of plans and estimates of t construction works of the National Youth Services Council.	All projects are contracts related to renovation of buildings which are more than 20 years old. When estimates are prepared for buildings of this nature it is made based on surface shortages and defects and on things identified as requiring renovation. Accordingly when renovation contracts of this nature are carried out it becomes necessary to carry out work that relates to the work sites and things that become necessary to be implemented. In order to carry out this kind of consequential work approval has been obtained in accordance with procurement guidance manual 8.13 and clause 39 relating to contracts in order to carry out identified additional work and for changes that required to be made. Given below are details in this connection. <table><thead><tr><th></th><th>Agreed Amount Rs.</th><th>Value of work Carried out Under the Final Bill</th><th>% of increase from the contract price</th></tr></thead><tbody><tr><td>Kilinochchi Youth Center Renovation</td><td>6,240,069.00</td><td>6,575,474.62</td><td>5.3%</td></tr><tr><td>Gampaha District Office</td><td>11,801,686.00</td><td>12,452,788.54</td><td>5.5%</td></tr></tbody></table>		Agreed Amount Rs.	Value of work Carried out Under the Final Bill	% of increase from the contract price	Kilinochchi Youth Center Renovation	6,240,069.00	6,575,474.62	5.3%	Gampaha District Office	11,801,686.00	12,452,788.54	5.5%
	Agreed Amount Rs.	Value of work Carried out Under the Final Bill	% of increase from the contract price											
Kilinochchi Youth Center Renovation	6,240,069.00	6,575,474.62	5.3%											
Gampaha District Office	11,801,686.00	12,452,788.54	5.5%											

		Renovation In the implementation of consequential requirements of these development and renovation activities certain items included in the first expenditure estimate were not required to be implemented and hence a saving on the quantity has resulted. As per the procurement guidance manual the additional unexpected work that had to be carried out remains within the 10% limit. Anuradhapura Youth Rest Renovation – P1, P2 Renovation of the Heyyanthuduwa Training Centre The final bills for these activities have not been presented and that also are similar to the aforementioned Renovation of the Toilet network of the Maharagama Youth Center While this contract was being implemented additional work identified as necessary to carry out the work successfully an additional estimate has been drawn up by getting approval under k/s/vesi.pad file No. 1 and report No. VII in accordance with 23.03.2012 Technical assessment report under (105) of the file and procurement decisions 2012/04, 2012/09 dated 14.09.2012 and the work has been assigned on agreed prices.
(b)	Even though contracts had been awarded to two Community Societies for the construction of a volley ball court in the Dickwella area at a cost of Rs.6,498,886, those contracts had not been produced for audit. National Youth Services Council	A copy of the agreement reached with the Dickwella Pradeshiya Sabha in connection with the construction of the Dickwella Volleyball Grounds can be presented for auditing purposes. In making payment is has been carried out after checking with the Technical Officer of the Dickwella Pradeshiya Sabha and in accordance with the recommendations made in the report

	had not entered into a Memorandum of Understanding with the Dikwella Pradeshiya Sabha in accordance with the Project Report. Money had been paid direct to the Pradeshiya Sabha instead of making payments after the examination of the work done reports obtained from the Pradeshiya Sabha by the Constructs Division of National Youth Services Council and the recommendations made by a Supervising Committee. Even though the work should have been complete by the end of June 2012, the development work other than the first and the send stages had not been done even by March 2013	presented by observation committee. Rs. 1 Million in the year 2011 and Rs. 2 Million in the year 2012 have been released for the stages 1 and 2 of the project. The remaining funds have not been released due to non completion of work to be carried under relevant stages.
©	Construction of Volley Ball Courts in Anuradhapura District	
	Even though 16 courts should have been /constructed only 07 courts had - been constructed.	Although it was scheduled to build play grounds in 16 Divisional Secretariat Divisions in the Anuradhapura District in conjunction with the 2012 Deyata Kirula Exhibition programme, faced difficulty of completing all construction work due to the difficulty of determining the land and the location. As the land and location places were cleared only on 7 places action has been taken to build playgrounds only those locations. The project of preparing Volleyball grounds the contracts for the relevant 16 grounds have been granted to the Anuradhapura District Youth Services Cooperatives Association Ltd., since that Association is a registered Cooperative Society and the society is empowered to

		enter into contracts as per the powers vested by the Cooperative Societies Act No. 5 of 1972 and in accordance with the Assistant Commissioner of Cooperative Development's letter dated NCP/ACCD/03/55 dated 12.01.2012 it has been confirmed that there is no sealing in granting contracts. Subsequently the Anuradhapura District Youth Services Cooperatives Association as per the decision taken by the Board of Directors of the Association have granted the contracts to sub contractors based on Memoranda of Understanding reached with them. Prior to granting these contracts committee representatives of the Nisco Cooperative Society have checked about qualifications, registration and experience about the contractors. Since the Anuradhapura District Youth Services Cooperatives Association has undertaken in the previous years and sub contracted such contracts to other contractors the granting of these contracts to sub contractors has been carried out in accordance with the decisions of the Board of Directors. 4 out of the 7 contracts have been sub contracted to the person named U.B.Jayawardene after taking into consideration about the contracts that had been implemented by him. Measures had been taken to grant 2 contracts in the month of January 2012 and 2 contracts in the month of April 2012.
	Non-compliances with the provisions in the Government Procurement Guidelines had been as follows.	Bill of payments have been made based on the observation reports of the Technical Officer (Civil) of the National Youth Services Council. Majority of establishing playgrounds in the selected locations has

		Governme nt Procureme nt guidelines		been made at the corner ends of the relevant lands. In such occasions it became necessary to clear the wild and forest areas and the land was also not on even level. Some places there were even rock layers. Therefore it became necessary to remove sand layers and in some cases to carry out land filling and hence it warranted to make this payment and in some instances it had been observed that the expenditure incurred exceeded the payment made.
		3.9.1	Out of the 16 contracts awarded to the Anuradhapura District Youth Services Co-operative contracts amounting to Rs.9,363 been done through sub-contractors. Sixteen contracts valued at Rs.21,402,304 had been awarded to the Anuradhapura District Youth Services Co-operative Society Limited considered as the accepted society. That Society had awarded 04 contracts valued at Rs.5,350,576 to one person.	

	3.9.4 Guideline 3.9.4	Bids had not been invited for the award of contracts. Anuradhapura District Youth Service Co-operative Society had been awarded with 16 contracts valued at Rs.21,4 .304 exceeding the limit of Rs.200,000 without inviting bids.	
	Separate estimate Separate estimates had not been prepared by physically examining the site of each court while a common estimate had been prepared for all construction works. Accordingly an estimate of Rs.65,000 had been made for ground preparation of the work site by removing trees and removal of top soil and the provision made had been paid for all contracts. But all the proposed Courts were planned for construction in the existing courts an as such the payments made under 07 contracts for that item of , work amounting to Rs.455,000 had become a transaction of contentious nature.		2 plans were submitted for the establishment of play grounds in Kahatagasdiliya/Ipalogama, Padaviya, and Kebbitigollewa Divisions and they were submitted to be established either as day and night volleyball grounds or ordinary volleyball grounds. Based on the certified report submitted by the Technical Officer(Civil) that in the day and night grounds the necessary poles have been erected and the vouchers have been attached with the bill of payments. It is possible to present these documents for auditing purposes. Payments for the Padaviya and Kebitigollewa playgrounds have also been made based on the observation report of the Technical Officer (Civil). Bill of payments relating to these playgrounds are attached together with the vouchers
	Instead of installing 34 G.I. pipes for the net-enclosures of the two sport grounds constructed in the Divisions of Padaviya		There were two plans of day / night and normal Volley ball courts in preparing play grounds in Kahatagasdiliya/ Ipalogama, Padaviya and

	and Kebithigollewa Divisional Secretariats, 26 pipes only had been installed and as such the retaining strength of enclosure net had decreased by about 24 per cent. As retaining compared with the other sports grounds, a long term effectiveness from the sum of Rs.1,825,500 spent on the two enclosure nets cannot	Kebethigollawa had been submitted. Out of that two, certified bills of the plan made as per report of Technical officer (Civil) related to the fixing pillars for the day/ night Volleyball court are attached with original vouchers. They could be submitted for auditing.
	A sum of Rs.4,297,816 had been paid for the construction of 04 volley ball courts without a certificate from a Technical Officer.	The contract agreements for constructing normal level Volleyball courts in line with the Deyata Kirula 2012 programme through the North Central Provincial office of National Youth Services Council and the Anuradhapura District Youth Services Cooperative Society Ltd. are given and acted on par with contract agreement No. 03. An observation Committee report compiled by Technical officer (Civil) and Assistant Director (Sports Development) Mr. Ajantha, Volleyball consultant for the Kahatagasdigiliya, Ipalogama play grounds is attached with original payment voucher. Payments are made based on the said Observation report. Even payments for play grounds in Padaviya and Kebithigollawa had been done based on observation report of Technical Officer (Civil) and payment vouchers for both of those play grounds too are attached.
04.9	Delayed Projects	

	According to the Guideline 2.14.1 of the Government Procurement Guidelines, at least 05 quotations should be invited for a contract. Nevertheless, 03 bids had been received for 04 contracts with estimated costs ranging, from Rs. 6 million to Rs. 42 million totaling Rs.64 , .387,453. Instead of inviting for quotations again the award had been made to the lowest bid. Even though it was explained that the Government Procurement Guidelines were not followed due to the need for the construction works to be completed in a short period before the commencement of the Deyata Kirula Exhibition scheduled to held February 2012. the work of none of the contracts had been completed even by 31 March 2013 despite the elapse of 13) months after the end of the Deyata Kirula Exhibition.	4-1 Renovation of Eraminiyaya Training Center Under the clauses 3.2 and 3.8 of the Procurement Guidelines Manual quotations for the contract for the Eraminiyaya Training Center was called by popular newspapers (3 newspapers) and a time period of 21 days were given for the submissions of the quotations. (Procurement Board decision 2011/08 dated 12.08.2011). During this period only 3 tenderers have obtained tenders. Newspaper advertisements, issue of tenders and details relating to opening of tenders are available in the file for observation. 4-2 Renovation of Anuradhapura Youth Rest. For contracts P1,P2,P3,P4 quotations were called from 5 selected institutions following the stipulations made in clause 3.3 and 3.8 of the Procurement Guidelines Manual and on the necessity of carrying out the work expeditiously for work the value of which do not exceed Rs. 10 Million through calling for limited quotations. It was carried out in accordance with Procurement Guidelines Manual 3.9.1. These quotations were called from contract firms operating within the Anuradhapura district and registered in North Central Provincial Council and from the firms that have achieved 6th Grade of the ICTAD institution. These contract institutions have not completed the contracts on the agreed dates due to various reasons. However, the contract institutions are carrying out their work within the work premises. As per clause 5.4.13 of the Procurement Guidelines Manual and
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		contract condition 49 of the ICTAD delaying charges have been deducted from payments that have been already made.
		The number of Late days From the value Certified date Delay Payment Charged Rs.
		Anradhapra P1 Contract (96/11 in the File) 255 765,000.00
		Anuradapura P2 contract 2nd bill dated 07.01.2013 (101/11 in the File) 373 746,000.00
		Anuradapura P3 contract Bill up to 26.02.2013 (103/11 in the File) 423 846,000.00
		Anuradapura P4 contract 3rd bill dated 06.07.2013 (67/11 in the File)
		Total Amount 2,822,000.00

04.10	Resources of the Council Supplied to other State Institutions	
	The Council had taken action to transfer to other parties 14 units of land 68 acres 02 roods 10 perches, to which the Council held the land tenure and used for 7intaining Training Centres. However the Council had spent a sum of Rs.56,345,248 for le work of capital nature on those land.	Through the interference of the Secretary to the Ministry of Youth Affairs, government lands and buildings used by the Council were taken on a temporary basis for the use of youth cadet. Out of these properties obtained in this manner the training centres of Batangala, Eraminiyaya and Heiyanathuduwa have now been released to the Council. 11 acres and 01 perch of the Heiyanthuduwa centre has been given to the Ministry of Defense and this has been done in accordance with the clause 5(1) of the Youth Service Act. The building at the Madangewatte alias Bogaha watte of Piliyandala given to this council under the emergency regulations is being used by the Health authorities to conduct a Health Services Centre by the Director Regional Health Services with the agreement of the Council. The Health Services Director has also constructed a building in the land named Delgahawatte in Panadura, and for this purpose no agreement has been obtained from the council and future investigation activities in this connection are being carried out. Duties were assigned to Mr. Ajith Naragala on a voluntary basis as the Operations Director based on Board of Directors decision No.. 17/2012 dated 21.02.2012 under the heading of activating programmes under reorganization of the management structure of

the National Youth Service Council.

The National Youth Service Council which was established with the objective addressing the youth requirements and aspirations in modernizing its activities to suit the institutional structures to conform with the youth requirements and aspirations of the youth living in the 21st century is making efforts to take forward the Sri Lankan youth who have established identities on national levels to the international levels. It has become necessary to get the institutional structure transformed as a national level institution in the wide social framework in the road map of making the youth of this country as global youth.

Accordingly to assist the Director General of the National Youth Services Council to steer the institutional and administrative activities and to steer various national and regional/district programmes and to carry out youth development programmes within the expanding reform network structure and to monitor these activities and to appoint an operational director from among the Board of Directors of the National Youth Services Council and to appoint a qualified and experienced for this purpose based on the proposal related to this matter Ajith Narangala was appointed on a voluntary basis. He holds an Aesthetic Degree, and a post graduate degree on event management. He also has experience in implementing various programmes, management of various special events and for formulating policies and programmes and the vision of a senior management personnel. He also has the capability of socializing current and future responsibilities and in taking administrative related policy decisions and to carry out the vision and objectives of the Chairman/Director General of the National

		Youth Services Council.
04.11	Staff Administration	
(a)	The Director General of the Department of Management services had, by his letter No. DMS/E3/36/4/224/1-1 dated 19 May 2011, approved the staff of the Council. The following matters were revealed in that connection.	
	According to paragraph 05 of that letter, additional posts should not be created without the formal approval of the Department of Management Services. Nevertheless, two officers had been recruited to two posts, namely, the 'Forking-, Director and the Director (Operations) a had paid a sum of Rs. 1 52) 11 ,679 in the year 2011 for fuel and allowance	In order to reorganize the administrative structure of the National Youth Services Council, and in accordance with the decision No. 05/2012 of the Board of Directors dated 19.01.2012, the member of the Board of Directors Viraj Milinda Rajapaksa has been appointed as an Executive Director. Under the necessity of widening his organizing network with the prime objective of making the present Sri Lankan youth a prominent group in the national and international levels. In realizing the objectives of the Mahinda Chintana Future Vision policies, opportunities have been provided to participate as a partner for implementing the Sri Lanka Youth concept and for the work towards for the development of the youth community in composition of the youth colour without any consideration to the differences ethnic, religious, caste, class, party, colour, geographical and other differences. Accordingly the National Youth Services Council which has been vested with an important responsibility of formulating the national youth policy is also taking formulating measures to establish the dignity and pride of the Sri Lankan youth.

		Since the United Nations World Youth Council Summit is to be held in Sri Lanka in the year 2014 acknowledging it as a primary task the government has allocated funds for this purpose in the Budget of 2013 and since it has become necessary to implement active programmes in this connection with the objective of decentralizing these activities Mr. Viraj Milinda Rajapaksa has been appointed for this post. Mr. Viraj Milinda Rajapaksa holds a Shastapathi degree on Social Science, a basic degree on management and finance, and a post graduate degree on Development Communication from the University of Miami in the United States. He has also functioned as an Advisor at the United Nations Development Programme's Asia Pacific Regional Office and has also gained experience and skills on international level as a guiding policy formulator on youth development activities and acquired the vision of an excellent senior manager. He has been appointed for carrying out duties of the post of Executive Director Accordingly as it is mentioned in the enquiry during the year of 2012 expenditure for fuel and allowances has been carried out in order to strengthen the Sri Lanka Youth concept and take it to the international level and take the Sri Lanka youth to the international level and make them global youth. This measure has widened the activities of the National Youth Services Council to Provincial/District and Regional level. Since it became necessary to monitor projects on Provincial/District and Regional levels it became necessary to provide transport facilities.
	The Director (Administration) informed the audit that a personal file for the officer recruited for the post of	Personal files relating to the recruitment of these personnel could be presented for auditing purposes.

	Director (Operations) was not available with the Council. Any evidence of the issue of a letter of appointment that officer had not been furnished to audit.	
(b)	A consultant had been recruited on the assignment basis to the International Youth Liaison Division of the Council for the year 2011 to 2014 and had paid sums totaling Rs.2,117,981 comprising a sum of Rs.270,000 for the period from July 2011 to March 2012 and Rs.1,847,981 for foreign travel. The following matters were revealed in that connection.	
	i. The information on the appointment had not been furnished to the Auditor General in terms of Sub-section 2.10 of Chapter VI of the Establishments Code.	Mr. Sanka Chandana Abeywardeme has not been recruited to the National Youth Services Council as Permanent, casual or contract basis. However he has been used in service under assignment for carrying out activities of the 2014 World Youth Council to provide an allowance by making a payment of maximum Rs. 30,000/=
	ii. The appointment had been made contrary to the Circular No. 28 dated 10 April 2006 without the recommendation of the Secretary to the line Ministry, prior approval of the Department of Management Services and confirmation of the availability of financial provision obtained from	In order to carry out the activities on behalf of the National Youth Services Council youth with special talents and potential will be called for assignments based on opportunity needs necessary funds as special allowances have been obtained under the project report. These allowances will be paid from this fund. It has not been sent for the approval of the Secretary to the Treasury since working on work assignment basis services will be obtained or not obtained under the criteria of Institutional necessity.
	iii. A specific assignment for specified period had not been issued in terms of the Public Finance Circular No. 449 of dated 24 February 2011 and as such the work done during the specified period	These recruitments have been made under a maximum ceiling of paying Rs. 30,000/- per month under the work assignment basis to carry out duties related to the 2014 World Youth Festival, to maintain coordinating activities with the international organizations and to enhance such coordinating activities.

	could not be identified. In addition, the appointments made on assignment basis should be on short time terms not exceeding 45 days only for urgent services. Nevertheless, the appointment had been made for 04 years from the year 2011 to the year 2014. The approval of the Secretary to the line Ministry had not been obtained for the payments made to the Officer.	
(c)	The posts of Assistant Accountants of 06 Provincial Offices of the Council had been vacant. The posts of Assistant Accountants had been abolished by the letter No. DMS/E3/36/4/229/1 dated 17 January 2011 and created posts of Accounts Officer in that place and the cadre approved for that post had been two officers. Nevertheless, the Council had released a sum of Rs. 439 million for the expenditure of Provincial Offices in the year 2012 and the Provincial offices considered separately that amount ran^ged between Rs. 29 million to Rs. 99 million.	Even though the post of Assistant Accountant had been repealed as per approved Scheme of Recruitment, a survey on human sources requirement of the Institute are being prepared. Accordingly, further action are being perused for re-approving those posts based on service requirements. As such, it is further informed that discussions had been held in this regard with the Salary Commission and Management Services Department.

(d)	The Scheme of Recruitment approved for the National Youth Services Council had not been furnished to audit.	A copy of the Scheme of Recruitment approved by Management Services Department had not received to our institute by the time query concerned is referred, and it had been received by January 2013. A copy of the same could be submitted for auditing.
05.	Accountability and Good Governance	
05.1	Corporate Plan	
	A review of the operating results of the three preceding years had not been included in operating the Corporate Plan for the years 2010 to 2014 in terms of Section 5.1.2 of the Public Enterprises Circular No. PED/12 of 02 June 2003. As the financial value of the targets for achievement had not been shown, a Corporate Plan facilitating an evaluation of annual progress had not been prepared.	Since the nature of the programmes is changed very often the monetary value was not included. In the revisions that will be made for the forthcoming programmes plans have been made to include the monetary value on a maximum basis
05.2	Procurement Plan	

	A Procurement Plan in accordance with Guideline 4.2(c) of the Government Procurement Guidelines had not been prepared and approved for the year under review.	Procurement plan prepared for the current year was approved on 02.01.2013 and it has been forwarded to the Ministry. A copy of this plan has been attached as Annexure 03. The water supply plan prepared for the current year was approved on 02.01.2013 and that has also been forwarded to the Ministry. A copy of this plan has been attached as Annexure 03.
05.3	Meetings of the Board of Directors	
(a)	One Director had not attended any of the meetings of the Board of Directors held in the years 2011 and 2012. The participation of 04 Directors at the meetings held in the year 2012 had been at a weak level.	It should be mentioned that the members of Director Board of the Council are a busy lot who engage in other professions. Even amidst their heavy engagements, they are inevitably participated with Youth Development Programs and functions organized by us. These Board members render a superb and splendid contribution to special programmes such as Sri Lanka Youth Parliament, Sri Lanka Youth Felicitation festival, National Youth Sports Festival, "Sihinaya" reality programme, Eyla, Top 20, National Youth New Year Festival, Sri Lanka Youth Foot cycle tour, Deyata Kirula, Fujimaru programme, Peace walk, Short drama festival.

05.4	Budgetary Control																									
	An overall budget consolidating all funds supplied had not been prepared for the Lyelr under review. Out of the provisions amounting to Rs.91,800,000 made in the budget prepared, provisions amounting to Rs.25,584,198 or 28 per cent had been saved. Expenditure incurred under the Establishment, Supplies and Transport had exceeded the provision made by a sum of Rs.33,178,869. Thus it was observed that the budget had not been made use of as an effective instrument of management control.	The budget for the total receipt of Rs. 1437 Million from all activities in the year 2012 has been prepared and it has been implemented based on the Board decision No. 5 dated 09.02.2012 after approval by Board minute No. 07/2012. Since the Audit Inquiry has pointed out that it is expected that all expenditure items should be numbered expenditure items the undermentioned details relevant to that are presented. <u>2012 Total Budget – Rs. Millions</u> <table><thead><tr><th><u>Receipts</u></th><th></th><th><u>Expenses</u></th><th></th></tr></thead><tbody><tr><td>Recurrent from Treasury</td><td>572</td><td>Salaries and other paymemts</td><td>499</td></tr><tr><td>Capital</td><td>225</td><td>Other recurrent</td><td>106</td></tr><tr><td>From internal income</td><td>140</td><td>Capital expenditure</td><td>240</td></tr><tr><td>Planning Ministry</td><td>500</td><td>Direct Youth Dev.</td><td>592</td></tr><tr><td></td><td><u>1437</u></td><td></td><td><u>1437</u></td></tr></tbody></table> From this expenditure estimate for the direct expenditure for youth development amounting to Rs. 592 Million has been submitted initially and the estimated details relating to expenditure will be obtained later. For other expenses estimates are made at the very beginning for the	<u>Receipts</u>		<u>Expenses</u>		Recurrent from Treasury	572	Salaries and other paymemts	499	Capital	225	Other recurrent	106	From internal income	140	Capital expenditure	240	Planning Ministry	500	Direct Youth Dev.	592		<u>1437</u>		<u>1437</u>
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	<u>1437</u>		<u>1437</u>																							

relevant expenditures. Accordingly consolidated budgets have been prepared relating treasury allocations, receipts from the Ministry and State Institutions and internal earnings it has been implement as a right criteria of budget administration.

Steps have been taken to present all plans through reports. (shown under annex No. 5)

Youth Development Funds (internal revenue) savings from allocations and additional expenditure and the relevant explanations are shown below in rupees millions.

Explanation	Notes	Estimate	Expenditure	Saving
Direct Youth				
Dev. Expenditure	1	92	66	26
Institutional				
Expenditure	2	605	630	(25)

According to the Management Circular No. 46 the estimated amount for the institutional internal expenditure from the internal revenue was increased from Rs. 33 million to Rs. 45 million.

Since sufficient funds for institutional internal expenditure was not received in order to meet those expenditure requirements steps were taken to make expenditure in the aforementioned using expenditure control mechanisms.

In this context direct youth development expenditure without reducing the youth development activities to its maximum were implemented considering external institutions as receipts for project expenses

		(Annex showing the estimate for revised requirements)
06.	Systems and Controls	
	Deficiencies in systems and controls observed during the course of audit were brought to the notice of the Chairman from time to time. Special attention is needed in respect of the following areas of control. (a) Procurement (b) Budgetary Control (c) Accounting (d) Staff Administration	In the aforementioned estimate steps have been taken to minimize shortages and to solve such problems in order to carry out youth development activities in a very productive manner.