

Performance Report 2018

**Ministry of Industry and Commerce, Resettlement of Protracted Displaced Persons,
Cooperative Development, Vocational Training and skills development .
Department of Cooperative Development**

PREFACE

The Co-operative Movement implemented according to the significant policies and ethics for the development of Sri Lankan society over a period of nearly century, is committed to empower the community who have difficulties to achieve the goals in the market challenges and to fulfill their economic social and cultural requirements

Protecting the core values established in the society, to get contributed the Co-operative movement further for the national development activities actively, a lot of responsibilities have been entrusted to this department, namely Department of Co-operative Development of Central Government and the department dedicated to fulfill these responsibilities in the year 2018. Co-operative societies / unions that are not limited to a certain province have been built and the regulatory functions of such co-operative societies / unions have been assigned to the Line Department. In addition to that, there is a continuous process of making decision on relevant legal and management functions when implementation of Co-operative unions in different legal provisions in provincial level and working together with provincial commissioners. Also providing leadership at the national level for the development of the movement is a special responsibility entrusted to this department

I further mention that dedicated contribution for the development of Sri Lanka Co-operative movement that is consisted of more than 06 million co-operative members, is the responsibility and the duty of the Co-operative department of central government.

This report prepared for the year 2018 contains data and information obtained relevant to the said year through the mission of the Co-operative Development Department of the Central Government. The first chapter contains the role and function of the Department of Co-operative Development and the role of the Co-operative Development Department is described in the second chapter. Information on National level Co-operative Unions in Sri Lanka Co-operative movement has been included in the third chapter.

I would like to thank all the staff including Secertry to the Ministry of Industry and Commerce, Resettlement of Protracted Displaced Persons, Cooperative Development, Vocational Training and skills development ,additional secertry (cooperative division) and staff including chairman General Mnager of the cooperative societies and federations, the staff grade officers of the Department who worked with me always joining hands in the sense of one heart and one person to succeed all the functions included in this book in year 2018 and in addition to that I would like to express my special thanks to all those who offered assistance for the development of Co-operative movement

Suvintha S Singappuli

Co-operative Development Commissioner and

Co-operative union registrar

Vision

Co-operative as a public enterprise.
for Sustainable development

Mission

wider intervention to build good
governance in cooperative societies by
encouraging and developing of cooperative
movement in Sri Lanka as a public enterprise

Contents

- 1 Role and structure of the Department of co-operative Development
 - 1.1 Duties of the Department of co-operative Development
 - 1.2 Structure of the Department of co-operative Development
 - 1.3 Administration of the Department of co-operative Development
 - 1.3.1 Cadre and the vacancies
 - 1.3.2 New appointment
 - 1.3.3 Employees inward Transfer
 - 1.3.4 Employees outward Transfer
 - 1.4. Training and development of Human resources
 - 1.4.1. Locally Training program
 - 1.4.2. Overseas Training program (foreign)
 - 1.4.3. Other Training Programs that were conducted by Department of co-operative development
- 2 Development Activities of the Department of co-operative Development
 - 2.1 Registration of co-operative societies/federations in 2018
 - 2.2 Providing consultancy services for bylaw amendment of co-operative societies/federations
 - 2.3 Conducting elections of co-operative societies/federations
 - 2.4 Statutory Audit of the co-operative societies
 - 2.5 Legal Activities of department of co-operative development
 - 2.5.1 Arbitration of Disputes
 - 2.5.2 Empower Arbitration Decision through court proceedings
 - 2.6 Management of Funds
 - 2.6.1 co-operative Fund
 - 2.6.2 co-operative Surplus Fund
 - 2.7 Financial grant allocated by the state budget for 2018 and expenses
 - 2.8 Regulation of Rural banks
 - 2.9 Implementation of projects
 - 2.10 Media activities co-operative
 - 2.11 Information Technology unit
- 3 National level co-operative Organization
 - 3.1. Active co-operative Federation during the year
 - 3.2. Active co-operative Societies during the year
 - 3.2.1. Island wide financial services cooperative societies
 - 3.2.2. Island wide Production and other services cooperative societies
 - 3.2.3 Active co-operative societies during the year

Chapter 01

Department of Cooperative Development

The Co-operative Movement is committed to empower the community who have difficulties to achieve the goals in the market challenges and to fulfill their economic social and cultural requirements. Protecting the core values established in the society, to get contributed the Co-operative movement further for the national development activities actively, a lot of responsibilities have been entrusted to this department, Since its inception on 1st October 1930 under the name of department of cooperative and later in the year 1945 it was change the name as department of cooperative development. The cooperative development department which is now situated at no 330 union place , Colombo 02 under the Ministry of Industry and Commerce, Resettlement of Protracted Displaced Persons and Cooperative Development . during the year. Further it is capable to performing a wider role for good governance In the cooperative organization leading towards sustainable development.

Functions of the Department of Cooperative Development

- Registration of the inter provincial and all island cooperative societies federations and tertiary level cooperative institutions.
- To perform the statutory Functions and the development related activities of registration of cooperative societies /federations and tertiary level cooperative institutions
- Steering the activities of the co operative Movement within the national policy by coordinating the provincial department of cooperative Development
- Giving assistance to National cooperative Development processes
- To provide the constructive contribution through the cooperative movement for implementation of sate developmental programmes

Statutory Functions

- Registration, of cooperative societies and federations
- Amalgamation, separation of cooperative societies and federations
- Membership related activities
- Granting approval for new bylaws and bylaw amendments
- Supervision of the election related activities
- Called to assemble the general body meeting and board of directors meeting and determination of the legitimacy status
- Dissolution of Registration cooperative societies and federations
- Arbitration activities and empowerment of arbitration awards through the court proceedings
- Conduct Annual Audit and investigation activities regarding the cooperative societies and federations

management activities

- *Appoint the regional board members and the board of directors*
- *Supervisions/ monitoring on the Accounting related activities*
- *Audit /Auditing related activities*
- *To conduct the normal / special investigation According to the cooperative Act*
- *To provide advice on the managerial, educational activities*

Coordinating Activities

- Coordination activities between ministry of industries and commerce and other government organization
- Provide support to the ministry of industries and commerce regarding Coordinate between provincial cooperative ministers, secretaries of cooperative ministries and commissioners of cooperative development departments
- Coordination between international cooperative alliance and other international cooperative institutions
- Coordination with the central bank of Sri Lanka in respect of cooperatives rural bank and financial service cooperative institutions
- Coordination with the central bank of Sri Lanka and department of census and statistics in respect of statistics on cooperative institutions
- Coordination in between the Ministry of Agriculture and cooperative institution during the paddy purchase, and fertilizer distribution Programs
- Coordination in between the cooperative institutions

Development activities

- Perform national and provincial level Development activities In accordance with the annual budget provisions.
- Fulfilling the relevant activities required to ensure the good governance the cooperative societies
- Provide Developmental consultancy services for cooperative societies and federations
- Monitoring of financial and operational activities of the cooperative societies and federations
- To Implement development projects
- To provide grant and support to developments program me
- To provide guidance and coordination to the development program me
- To development the human resource in the cooperative sector and the department
- Welfare activities of employees /officers

Control of funds

- Management of control of the cooperative fund and surplus fund operated under the department
- Obtaining / collecting the contributions relevant to the said funds
- To conducted the development Projects in cooperative societies and conducted training programmers by the fund
- Granting of loans and Recovery of loans
- Invest the fund in a productive manner

Internal Administrative and Managerial Activities

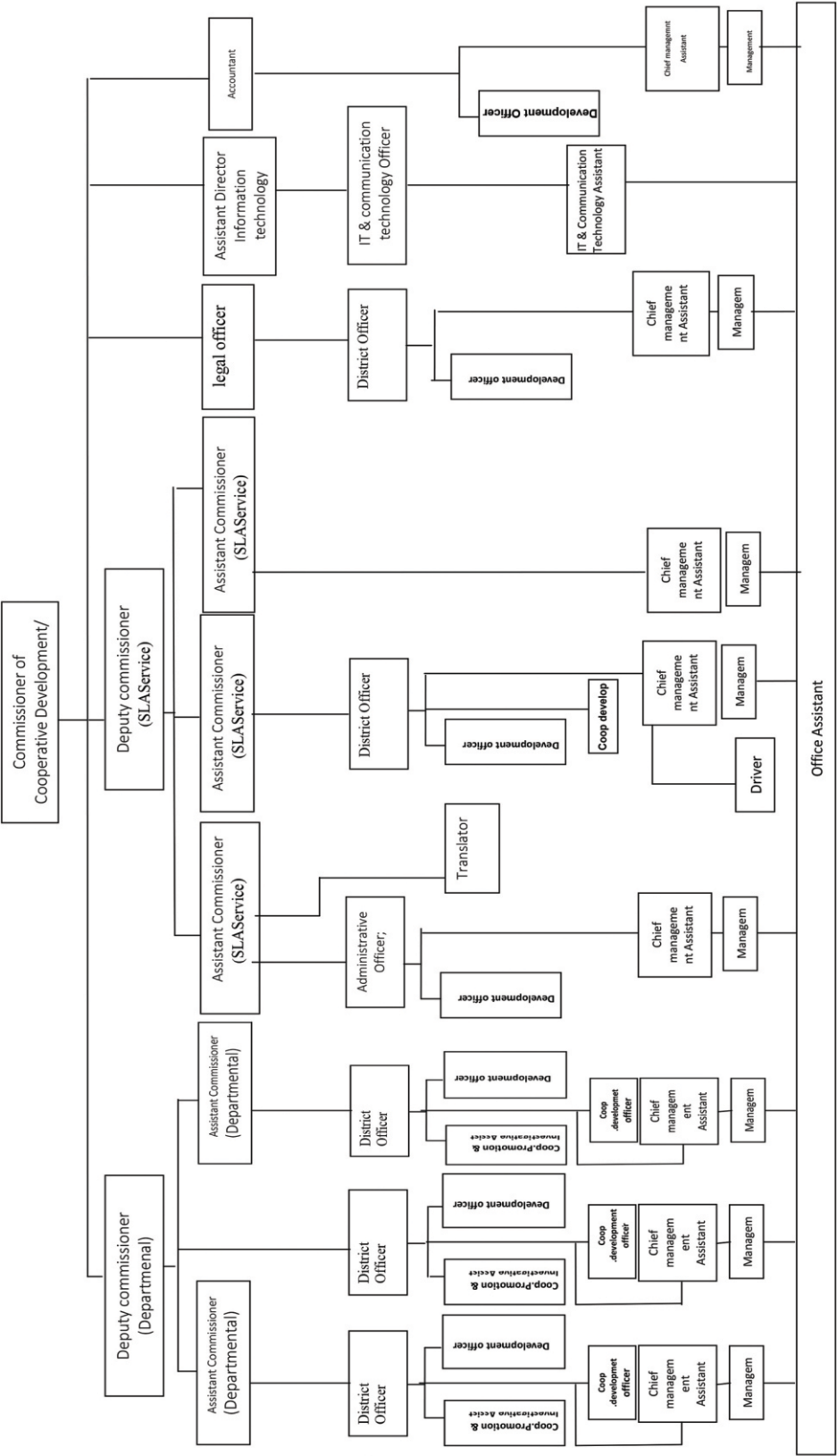
- General administrative of the department
- Human Resources Management of the department
- Improve the performance of the department
- Assets Management of the department

1.2. Structure of the Department of Cooperative Development

Department activities has been implemented under nine divisions during the year 2018

- 1.** Administrative division
- 2.** Finance division
- 3.** Society division
- 4.** Development division
- 5.** Audit division
- 6.** Legal division
- 7.** Trust fund division
- 8.** Rural bank regulation division
- 9.** Information Technology division

Organization Structure of the Department of Cooperative development



1.3. General Administration of the Department of Co-operative Development

Several significant events took place in the administration structure of this department In the year 2018.

In the early part of the year 2018 it was possible to recruit two officers on contract basis for 02 vacancies of assistant commissioner which remain as a big shortcoming for this department. With appointments of such officers with perfect competencies for the posts of assistant commissioner in the division of Development and Administration, performing of duties in the department was become more convenient. Similarly, with the transfer of the accountant of this department on promotion in this year, a female accountant on contract basis assumed duties.

Similarly, assignment of an officer to the department who received appointment to the post of assistant director- information technology which remains as a big shortcoming to the Information Technology Division that was built up adding new technological knowledge to lead the co-operative movement, going ahead competing with the private sector, was a special event taken place in the year. Also, the recruitment of officers for Information Technology Assistants II, III grades was continued during this year.

Performing the initial recruitment activities of appointing to the post of legal officer approved with the intention of solving the legal issues in the department, it was capable to approve the relevant scheme of recruitment in this year. 02 vacancies in the post of co-operative development officer supra grade were remained in this year and approval of the Public Service Commission has been obtained for this recruitment. Also, to fill the vacancy on post of translator on contract basis, relevant interviews have been conducted and referred for recruitments. As per the instructions given in the committee meeting of audit management in the Ministry of Industrial and commerce, steps have been taken to gain approval for the post of internal audit.

Further, few number of officers who received new appointments in the public Management assistant service Grade III and officers who received new appointments in office assistant service grade III joined the service of this department in the year 2018 to carry out their duties for the benefit of the Co-operative Movement. Also, Co-operative Development Officers and officers in public management assistant service left the department for transfers and came to the department on transfers.

Through the completion of vacancies as above mentioned, creation of new posts according to the requirement of the department for advancement of the Co-operative Movement, necessary activities that required to uplift the department of cooperative development, is being carried out.

1.3.1. Approved Cadre and Vacancies

The details of the approved cadre and vacancies of the department as at 31.12.2018

serial no	Services/ posts	Present Approved cadre	No. Employees in the service on 31.12.2018	No. of Vacancies	
Senior level	Commissioner of the cooperative development and the registrar of the cooperative societies(SLAS1)	01	01	00	
	Deputy / Assistant Commissioner of cooperative development(SLAS11/111)	04	02*	04	
	Accountant (S.L.ACC.S.11/111)	01	01*	01	
	Deputy / Assistant Commissioner of Cooperative development (department)	03	03	00	
	Legal Officer (department 11, 111)	01	00	01	
	Assistant Director –Information Technology (Sri Lanka Information and communication Technology service grade 11,111)	01	01	00	
	Sub Total	11	08	06	
Tertiary level	Administrative officer	01	01	00	
	Cooperative Development Officer super Grade	05	03	02**	
	Translator	01	0	01	
	Information and communication Technology officer (Sri Lanka Information and communication Technology service 2 Grade 11,111)	02	00	02	
	Sub Total	09	04	05	
Secondary level	Cooperative Promotions and Investigation Assistant	} 62	21	} 52	10
	Cooperative Development Officer		31		
	Development Officer	15	09	06	
	Information and communication Technology Assistant (Sri Lanka	05	00	05	

	Information and communication Technology service 3 Grade 11,111)			
	Public Management Assistant Services	28	26	02
	Sub Total	110	88	22
Primary level	Driver Services	05	04	01
	Office Assistant Services	15	12	03
	Sub Total	20	15	05
	Total	150	115	38

*To conform the smooth function of the department three retired officers were Appointed in a contract basis for this positions

** A Cooperative development officer (Grade 1) were appointed for the 02 Vacancies prevailing in supra level cooperative development officers to cover the duty .

1.3.2 New appointment

	Name	Designation	date of appointment
1	Mr.K.M.Inamul Hasan	Assistant Director – Information Technology	2018.07.18
2	Ms.P.Y.N.Uthayankani	Public Management Assistant Services 111	2018.05.15
3	Ms.J.L.M.Thilrukshi	Public Management Assistant Services 111	2018.05.15
4	Ms.B.L.N.Krishanthi	Public Management Assistant Services 111	2018.05.15
5	Ms.M.I.Sara	Public Management Assistant Services 111	2018.05.15
6	Ms.A.P.D.Lakmali	Public Management Assistant Services 111	2018.05.15
7	Mr.P.B.D.S.Farnando	Public Management Assistant Services 111	2018.05.15
8	Ms.K.P.Iraysha	Public Management Assistant Services 111	2018.05.16
9	Mr.D.S.U.Vitharana	Public Management Assistant Services 111	2018.05.28
10	Ms.M.B.S.Peumika	Public Management Assistant Services 111	2018.10.19
11	Ms.O.D.Vithanarachchi	Public Management Assistant Services 111	2018.10.19
12	MsH.N.A.L Madushani	Public Management Assistant Services 111	2018.10.19
13	Mr.P.V.S De Silva	Public Management Assistant Services 111	2018.10.31
14	Mr.U.P.C. Lakruvan	Office Assistant Services 111	2018.11.01
15	Mr.R.M.Rukshan	Office Assistant Services 111	2018.11.01

1.3.3. Employees inward Transfer

	Name	Designation	effective date inward transfer
1	Ms.W.N.W.D.Gunawardana	Cooperative Development Officer 1	2018.06.13
2	Mr.B.A.M.Nasreen	Cooperative Development Officer 11	2018.12.12
3	Mr.K.W.A.A Thamarasa	Public Management Assistant Services 11	2018.03.02

1.3.4. Employees out ward Transfer

	Name	Designation	effective date outward transfer
1	Mr.E.M.N.R.Bandara	Accountant	2018.09.25
2	Mr.S.A.J.chandrakumar	Cooperative Promotions and Investigation Assistant	2018.03.09
3	Ms.N.H.Imali Paliyaguruhge	Cooperative Development Officer	2018.03.01
4	Mr.B.MA.Mohan de Silva	Cooperative Development Officer	2018.03.21
5	Ms.K.D.M.P.Kiriyalla	Cooperative Development Officer	2018.05.13
6	Ms.R.E.S.Rathnayake	Cooperative Development Officer	2018.05.13
7	Ms.K.A.N.shaminthani	Cooperative Development Officer	2018.05.13
8	Ms.J.L.N.D.Jayasinghe	Cooperative Development Officer	2018.05.30
9	Ms.R.M.K.C. Vijayarathna	Cooperative Development Officer	2018.05.31
10	Ms.C.D.Panagoda	Public Management Assistant Services	2018.03.02
11	Ms.U.D.A.Jasangani	Public Management Assistant Services	2018.05.24
12	Ms.R.A.R.R Kumara	Public Management Assistant Services	2018.05.24
13	Ms.A.N. Kimbiyahatti	Public Management Assistant Services	2018.05.25
14	Mr.R.M.D.N.Rathnayake	Public Management Assistant Services	2018.05.28
15	Ms K.P.Irosa	Public Management Assistant Services	2018.12.03
16	Ms.Nathika Munasinghe	Office Assistant Services (got through the Public Management Assistant Services Examination)	2018.05.14

01.4. Training and Development of the staff

01.4.1. Local Training

Member of the staff have participated in the local awareness and training Programm in 2018 as mentioned below

series no	Training programme	Institute	Duration	Name of the participants
01	Training work shop for property and equipment line and maintenance of the fixed assets	Skills development fund Ltd (SDFL)	2018.02.26	Ms.K.D.R.Nilanthi (Public Management Assistant Services) Ms.U.L.D.Danachali (Public Management Assistant Services) Mr.S.A.J.Memanaghe (Public Management Assistant Services) Mr.K.A.N. Rathnayake (Public Management Assistant Services)
02	Training programme for Research paper preparation	NICD	2018.04.23/24	Mr.K.Asun Marasinghe Cooperative Development Officer Ms.Nirmala Karunasena Cooperative Development Officer Ms.R.S.S.Rathnayake Cooperative Development Officer Mr.A.N.Ranjan Cooperative Development Officer
03	Stores Management & Purchasing Procedures	Skills development fund Ltd (SDFL)	2018.04.26 - 27	Mr.S.A.J.Memanaghe (Public Management Assistant Services)
04	Salary Conversions	Skills development fund Ltd (SDFL)	2018.05.21- 22	Ms.N.A.H Peiris (Public Management Assistant Services)
05	work shop for Managing the office equipment	Skills development fund Ltd (SDFL)	2018.05.21 - 22	Mr.S.A.J.Memanaghe (Public Management Assistant Services)
06	Training the Trainer (TOT)	Skills development fund Ltd (SDFL)	2018.05.14 - 18	Ms.K.R.D.Somarathna Development Officer
07	Procurement Procedures	Skills development fund Ltd (SDFL)	2018.5.31 - 2018.06.01	K.M. Minoli (Public Management Assistant Services) Mr.R.M.P.S.Rathnayake (Public Management Assistant Services)
08	Training programme for duties of the office assistant	Skills development fund Ltd (SDFL)	2018.06.05/06	Ms Dayana Dissanayake Office Assistant Services
09	Government Procurement Procedures	Skills development fund Ltd (SDFL)	2018.06.20 conti. every 10 Friday	Mr Arujuna thamarasa (Public Management Assistant Services)

1.4.2 Overseas Training

Member of the staff have participated in the Overseas Education and training courses in 2018 as mentioned below

serial No	Training programm	Duration	Host country	Name of participants and designation
01	International programmes on Women's Development through income Generating Activities	2018.03.19-2018.03.22	India (Pune)	L.H.M. Buddhima Lansakara development Officer
02	International programmes on Women's Development through income Generating Activities	2018.03.19-2018.03.22	India (Pune)	F.B.I.G. Dilrukshi cooperative development Officer
03	SDG 12 - Responsible Consumption and Production,	2018.04.23-2018.04.26	Kuala Lumpur, Malaysia	S.L. Nasser Commissioner of Cooperative Development and register of cooperative society
04	International programmes on Renewable Energy Management for Cooperatives	2018.08.20-2018.08.24	Pune, India	E.M.A.C. Ekanayaka cooperative development Officer
05	International programmes on Renewable Energy Management for Cooperatives	2018.08.20-2018.08.24	Pune, India	G.H. Ayodya Wijesinghe cooperative development Officer
06	International Programme on Development of Rural financing Institutions and Cooperatives	2018.10.08-2018.10.12	Nepal	J.M.P.P. Jayasundara cooperative development Officer
07	International Programme on Development of Rural financing Institutions and Cooperatives	2018.10.08-2018.10.12	Nepal	P.D.T.M De Silva cooperative development Officer
08	Annual Study Tour of Sri Lanka Cooperative Rural Bank Federation Ltd.	2018.08.19-2018.08.25	France/ Netherland	S.L. Nasser Commissioner of Cooperative Development and register of cooperative society
09	Seminar on Tourism Development for Developing Countries in 2018	2018.09.01-2018.09.10	China	B.M.M. Bandula Assistant Commissioner
10	Seminar on Tourism Development for Developing Countries in 2018	2018.09.01-2018.09.10	China	P.C. Rajapaksha Cooperative Promotion and Investigation Officer
11	Cooperative Study Tour	2018.09.07-2018.09.12	Nepal	T.A.J.R. Jayathilaka Cooperative Fund Clerk
12	Cooperative Study Tour	2018.09.07-2018.09.12	Nepal	R.M.P.s. Rathnayaka Management Assistant
13	13th ICA-AP Regional Assembly and Related events	2018.11.26-2018.11.30	Iran	S.L. Nasser Commissioner of Cooperative Development and register of cooperative society
14	Dairy Development through Cooperative Business Model	2018.12.10-2018.12.14	India	K.R.T. Somarathna development Officer
15	Dairy Development through Cooperative Business Model	2018.12.10-2018.12.14	India	H.M.M.C. Herath cooperative development Officer

1.4.3. Other Training Programmes conducted by Department of Cooperative development

series no	Date	Training programm	Type of participants
01	2018.07.31	Training programm for internet and computing	15 officers from the Department of cooperative development
02	2018.08.09/10	Sri Lanka Entruprinas Development cooperative society Ltd (Cooperative Business and it;s Legal activities)	Society officers
03	2018.09.08	rule and reguations of the government sevent	All officers of the department of cooperative development
04	2018.09.25	Government Procurement Procedures	All officers of the department of cooperative development
05	one year period from 2018.11.01	Certificate coruse program for cooperative development officers	cooperative development officer who were took over the appointment on 2017.11.07
06	2018.11.27	office methedology	All officers of the department of cooperative
07	2018.12.18	Training workshop for govenment financial regulation	All officers of the department of cooperative development

Chapter 2

Development Activities

2.1.Registration of cooperation societies during the year 2018

Following Cooperative Societies were Registered during the year 2018

No	Name of the society;	Registration no	Date of Registration
01	National Science Technology and Research Co-operative Society Ltd	coop.57	2018.02.21
02	Sri Lankan Journalists' Co-operative Society Ltd	coop.58	2018.02.22
03	Sri Lanka Handloom Manufacturers Sales and Entrepreneur's Co-operative Society Ltd	Coop.59	2018.05.28
04	Sri Lanka Rice Producers Co-operative Society Ltd	Coop.60	2018.08.08
05	All Island Foreign Language Education Promoting cooperative society Ltd.	Coop.61	2018.09.07
06	Sri Lanka small and medium scale rice mill owners' cooperative society Ltd	Coop.62	2018.09.07
07	Youth Empowerment Co-operative Society Ltd	Coop.63	2018.10.05
08	Hadabima Co-operative Society Ltd	Coop.64	2018.10.05

02.2 By law ament ment of cooperative society /federation

No	Name of the Society/Federation
01	Sri Lanka National Co-operative Council
02	Surveyor Assistant's Thrift & credit cooperative societies Ltd
03	Sri lanka port shipping service supply cooperative society ltd
04	Samurdhi Animators &Agricultural research assistants TCCS ltd
05	Educational Employees Thrift & credit cooperative societies Ltd
06	Sri Lanka Health employees development services cooperative society ltd
07	Resources management Co-operative Alliance Ltd
08	Sri Lanka Federations of Textile industrial cooperative societies Ltd.
09	Sri Lanka Federations of Thrift & credit Societies resources management Co-operative society Ltd
10	Sri Lanka Technical development National cooperative society Ltd
11	CTB employees Thrift & credit cooperative societies Ltd
12	Railway Track Workers and Department Employees Thrift & credit cooperative societies Ltd

02.3 Election conduct /held in the cooperative society or federation

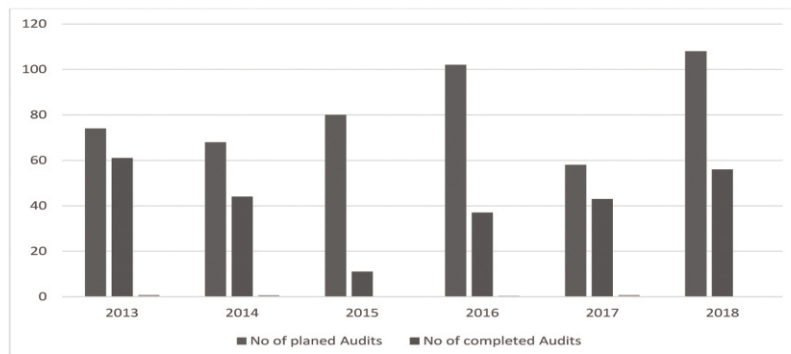
No	Name of the Society/Federation
01	Postal & Telecommunication Department employees Thrift & credit cooperative societies Ltd
02	Sri Lanka Health employees development services cooperative society ltd
03	Estate workers housing and Thrift & credit cooperative societies Ltd
04	Sri Lanka Federations of marketing Co-operative societies Ltd
05	All island exercise book producers Cooperative societies Limited
06	Sri Lanka Federations of Textile industrial cooperative societies Ltd.
07	Department of Inland of Revenue Employees Cooperative society ltd
08	Sri lanka Public Health inspectors Thrift & credit cooperative societies Ltd
09	Samurdhi Animators & Agricultural research assistants Thrift & credit cooperative societies Ltd
10	Water supply & Drainage Board Thrift & credit cooperative societies Ltd
11	Sri Lanka Federations of Tea producers Co-operative Societies Ltd
12	Port Authority employees Welfare. Thrift & credit cooperative societies Ltd
13	Sri lanka women Development services Cooperative societies Limited
14	Sri Lanka Federation of Industrial Co-operative societies Ltd

02.4. Statutory Activities of Cooperative Society Audit

cooperative society /federation audit is one of the main statutory duty or in other word responsibility of the department of cooperative development. so this department conduct audits for national level cooperative organizations and island wide Primary cooperative societies. here we mention (2013 to 2018)the past six years summary of the Audit planning and completed audit

Year	No of planed Audits	No of completed Audits	completed Audits personage of
2013	74	61	82%
2014	68	44	64.7%
2015	80	11	13.75%
2016	102	37	36.27%
2017	58	43	74.13%
2018	108	56	60.48%

Past six Years Summary of the Audit planning and completed Audit



2.5. Legal Activities

The main activities of this section is summarized as follows

- ❖ Submission of interpretations regarding laws rules and statutes on cooperative societies and give consultation s regarding legal matters submitted by the provincial commissioners
- ❖ Preparation of draft of bylaws and studying the provisions therein
- ❖ Making appeals in respect of the award of the arbitrator or arbitrators under section 58 of the cooperative societies Act in such manner as may be prescribed by rules.
- ❖ Submission of particulars and observation needed for the attorney General regarding the cases referred by the district appellate and supreme courts by adding the officers attached to the Department of Cooperatives respondents
Action was taken according to the instruction given by the supreme court , appeal court and attorney general department

02.5.1. Arbitration of Disputes

In the year 2018, arbitrations of the Co-operative society and Unions in terms of section 58 of the Societies Act No.5 of 1972, read with the amendments Act No. 11 of 1992 and the Amendment Act No 32 of 1983,

No.of files to be referred to the arbitration.....	157
No.of files received for arbitration during the year 2018.....	35
No.of Dispute Settle and Judgment were awarded.....	295
No.of files review.....	188

02.5.2. Empowering the courts

After the decisions were given for disputes referred to arbitration by cooperative society under the section 58 of the cooperative society Act No 5 of 1972 and if the relevant money is not recovered the commissioner of cooperative development is empowered by the magistrate court to recover the amount as a fine and the money recovered by the courts is transferred to the relevant cooperative society

No of applications empower by court in the year 2018	129
Cash Value of Fines that were imposed by the court.....	15,523,529.71
Cash Value of Fines that were released to relevant societies	10,445,796.71

2.6. Management of fund

the follow funds established under the section 43(1)(b) and the section 57(3) of the cooperative society act No 05 of 1972 were under the commissioner of cooperative development during this year also and these funds are managed according to decisions of a fund committee chaired by the secretary to the ministry subject to the supervision and order of the hon. minister

- ❖ Cooperative Fund
- ❖ Cooperative Surplus Fund

2.6. 1 Cooperative Fund

This fund which was established under the series of orders published in the government gazette No 10086 and dated 24.03.1950 imposed under the section 46 of the cooperative society ordinance (107 Authority) is contributed by registered cooperative federations and island wide cooperative societies

2.6.2. Cooperative Surplus Fund

In terms of the cooperative Act 1972 No 05 sections 57(3), and In terms of 93/5 special gazette notification chapter 44i to 44iii dated 1974.01.10, after the liquidation of a society settle assets against the liabilities the surplus liabilities settle with the help of this fund

2.7.Financial Provisions Allocated by the Government Budget 2018 and bearing expenses

Recurrent Expenses

Object code	Details of the Volume /Object/item	Net provision Rs.	Total Expenditure as at 31.12.2018
1001	Salaries & Wages	36,450,000.00	36,315,716.95
1002	Overtime & Leave encashment	1,200,000.00	1,199,712.96
1003	Other Allowances	16,425,000.00	16,325,773.49
1101	Traveling Expenses -Local	1,500,000.00	1,498,875.78
1102	Traveling Expenses -foreign	600,000.00	600,000.00
1201	Stationary & office Requirement	1,500,000.00	1,461,971.70
1202	Fuel	2,000,000.00	1,858,119.27
1203	Foods ,beverages and Uniforms	150,000.00	103,244.00
1301	Vehicles	1,850,000.00	1,846,423.96
1302	Machinery & Equipments	600,000.00	565,605.64
1402	Postal & Communication	1,665,000.00	1,664,984.75
1403	Electricity & Water	3,000,000.00	2,999,142.80
1404	Rent and Taxes of Local Government Bodies	310,000.00	308,645.98
1405	Other	2,717,000.0	2,650,767.34
1505	Collections & contributions	450,000.00	434,320.01
1506	Property loan interest of the Government servants	650,000.00	642,650.38
	Total	74,067,000.00	70,475,955.01

Capital expenditure

Object code	Details of the Volume /Object/item	Net provision Rs.	Total Expenditure as at 31.12.2018
2002	Machinery & Equipment	200,000.00	110,700.00
2003	Vehicles	500,000.00	479,109.40
2102	Furniture & office Equipment	500,000.00	120,527.50
2103	Machinery & Equipment;	500,000.00	190,790.00
2202-1	Publicity of cooperative movement 'Samupadeepani' news paper supplementary magazine	10,000,000.00	9,999,928.30
2202-2	Nanashakith' school cooperative society promoting programm	6,000,000.00	1,954,266.00
2202-3	Financial services regulation Regulation of rural bank	5,000,000.00	1,149,207.25
2202-4	To establish the information technology system	1,000,000.00	78,463.00
2202-5	Strengthening and establishing the industrial and production cooperative societies	8,000,000.00	237,902.75
2401	Trainings & skills department	675,000.00	525,884.00
	Total	32,375,000.00	14,882,778.32

Details of Summried Recurrent and Capital Expenditures

	Details	Net Provision allocated	Actual Expenditure as at 2018.12.31
01	Total Recurrent Expenditure	71,067,000.00	70,475,955.01
02	Total Capital Expenditure	32,375,000.00	14,882,778.32
	Totale	103,442,000.00	85,358,773.00

2.8. Regulation of rural banks

Functions performed by the rural banking and financial services cooperative societies unit in the year 2018

- ❖ Receiving financial information from rural banks and sending relevant information to the relevant institutions.
- ❖ Conducted two training programs on operational and risk management in banks.
- ❖ Appoint a committee to draft a Bill for the regulation of Co-operative Rural Banks, Sanasa and Other Financial Services Co-operative Societies.
- ❖ Holding two meetings of the Drafting Committee of the Drafting Committee for Co-operative Rural Banks, Sanasa and Other Financial Services Co-operative Societies, identifying the subject areas of the act and initiating the drafting of the draft.
- ❖ Holding a National Committee of Banking Regulatory Affairs.
- ❖ Conducting local inquiries in 11 Co-operative societies engaged in financial services.
- ❖ Issuing circulars.
 - Circular number 2018/01 regulating on the receipt of financial reports from co-operative societies / unions which accept customer deposits.
 - Circular No. 2018/02 on Local Demonstrations side inspection
- ❖ Receiving and analyzing financial quality reports of co-operative rural banks and financial services co-operative societies

2.9 Execution of Projects and Activities

‘Nanashakthi’ school Cooperative Society Promotion Program

The program was organized in 2017 to establish national level school co-operative societies as the main objective of Nena Shakthi School Co-operative Society Promotions Program, which is vary successfully conducted by the department of cooperative development during the year 2018 proved to be more effective.

The activities carried out during the year are as follows.

Conducting Examination Seminars for G.C.E.(O/L) students under ‘Nanashakthi’ school Cooperative Society Promotion Program

serial no	date	place	no of school students participated	participate schools
01	2018.09.20 2018.09.21	kandy/ theldaniya national school	300	kandy/ theldaniya national school kandy/ Ushpathuva thivaniyeca school kandy/ Ambala junior school kandy/ Darmaloka junior school kandy/ vahala junior school
02	2018.09.28 2018.09.29	Anu/Mithiripala senanayakhe mathiya mahavidiyalaya	300	Anu/ Mithiripala senanayakhe mathiya mahavidiyalaya Anu/ Horavapothana Ruvanvali mathiya mahavidiyalaya
03	2018.10.23 2018.10.25	Gam/ wayangoda Bandaranayakhe mathiya mahavidiyalaya	350	Gam/ wayangoda Bandaranayakhe mathiya mahavidiyalaya
04	2018.10.29	Hanguranketha cultureal center	550	nuw/ thiyathilaka Maha viduhala nuw/ victoriya national school nuw/ palaybovala Maha viduhala nuw/ srinavo ladies college nuw/ palhiyapalala Maha viduhala nuw/ rabathungoda Maha viduhala nuw/ udahala uda Maha viduhala
05	2018.11.01 2018.11.02	puththalam/Anamaduv a kannankara Atharsa Maha viduhala	350	puththalam/Anantha National school puththalam/Anamaduva kannankara Atharsa Maha viduhala puththalam/Anthikulama junior

				school puththalam/thalgasweva junior school Puththalama Paliyagama Junier school puththalam/ Kodagama junior school puththalam/ sankadikulama junior school puththalam/ thiuvolveva junior school
06	2018.11.06 2018.11.07	Ampara urban council hall	250	Amp/ Bandaranayakhe Ladies college Amp/ D.S.Senanayakhe national school
07	2018.11.10 2018.11.11	Monaragale Aithiyamalay Maha viduhalay	160	Monaragale Aithiyamalay Maha viduhalay Monaragale National school Monaragale gamunupura Maha viduhalay Monaragale tissapura school
08	2018.11.27 2018.11.28	Kalpitiya Al-Aksha national school	250	Kalpitiya Al-Aksha national school
09	2018.11.30	Kurunagala /Gopaygani National school	200	Kurunagala /Gopaygani National school

Conducting Seminars for kopay college of education students in Jaffna under 'Nanashakthi' school Cooperative Society Promotion Program during the year 2018

serial no	date	place	no of participants
01	2018.11.24	kopay college of education in Jaffna	500

**Conducting Seminars for mihinthalay rajarata university students under
'Nanashakthi' school Cooperative Society Promotion Program during the year
2018**

serial no	date	place	no of participants
01	2018.12.19	mihinthalay rajarata university	500

school cooperative societies which were registered under the nanashkthi school cooperative society promotion program

1. Proposed Al-Aksha national school cooperative society Ltd .
2. Proposed Anantha nanaudana school cooperative society Ltd .
3. Proposed Kannankara shakthi school cooperative society Ltd .
4. Proposed Jayanthi school cooperative society Ltd ..
5. Proposed vayangoda Bandaranayakhe central school cooperative society Ltd .
6. Proposed Horana rajagiya school cooperative society Ltd .
- 7 Proposed Polan/Mininariya National school cooperative society Ltd .
8. Proposed Polan/vilayaye Maththiya Maha viduhalay cooperative society Ltd

❖ **Development of 100 Co-op cities**

Intervening to the program of extension of Co-operative super market network maintained under island wide implemented Multi purpose Co-operative Societies, across the village areas in a new facet, giving new sense, initial step for the program of development of 100 Co-op city in provincial level was taken. Under this project, which commenced with the intention of providing service to the co-operative community and Sri Lankan consumers, all developments in 17 supermarkets were able to complete during this year.

❖ **Providing relief to minor and medium scale rice mill owners.**

Relieves are provided for the farmers so as to cover 8 districts in five provinces by this process of providing of relieves implemented by the Ministry of National Policy and Economic Affairs.

Serial No	Province	District
01	North central	Polonnaruwa, Anuradhapura
02	North west	Kurunegala, Putlam
03	Southern	Hambantota
04	Eastern	Ampara, Batticaloa
05	Central	Kandy

❖ **Contribution to the development activities of Sri Lanka Co-operative Industries general association.**

By repairing the roof of coil rope manufacturing division, providing financial assistance for the project of Dicotidate type fiber manufacture project, the department contributed to uplift the co-operative community during this year.

❖ **Conducting of activities of Tharapuram Co-operative Village Project.**

Under the co-operative village project, the construction of tank and auditorium connected with Tharapuram village was being carried out in this year.

❖ **Carrying out of development work in Road map 2020 project under 5 milestone so as to cover different types of profiles in the co-operative field**

Providing of financial assistance for multi propose co-operative society Ltd Negombo to initiate the Co-op T Shop project.

❖ **96th National Cooperative Day Ceremony**

Members of the co-operatives throughout Sri Lanka celebrated 96th international co-operative day in year 2018. Evaluation of co-op members in different ways such as presentation of awards for the Co-operative societies who showed excellence in national and provincial level, selecting of Co-op prince, Co-op princes, Co-op star, conducting of performance competitions etc. were carried out concurrent to the Co-operative day. Evaluating of this all, the 96th Co-operative day commemorative function was held grandly under the patronage of His Excellency the President Maithripala Sirisena at the Weber Stadium Batticaloa.

❖ **Drought relief program**

The program to provide relief to drought-stricken people in the year 2018 conducted by the Ministry of Public Administration and Disaster Management was implemented by Sri Lanka Federation of consumer co-operative society Ltd registered in this department under the supervision of the department of cooperative development.

❖ **Contribution to the exhibition of V Enterprise Sri Lanka held in Monaragala district**

The exhibition of Enterprise Sri Lanka Vision 2025 commenced on 29th, 30th and 31st August in Monaragala. Stalls from all the ministries had been allocated and a stall had been prepared by this department under the Ministry of Industry and Commerce. A large crowd including schoolchildren arrived at the stall to get the knowledge on the subject of cooperative

2.10. Media activities

The main function of the media unit of the Department of Cooperative Development is distribution of information on co-operative movement to the people of the country.

Newspaper of Samudeepanee

By releasing the Samudeepanee supplement since 2006, this function is performed. The last Friday of each month, the Sinhala medium supplement is published in eight pages with Dinamina newspaper and the Tamil medium is published in one page with Thinakaran newspaper together with the Associated Newspapers of Ceylon limited. Presentation of detail reports about successful unions, by the Co-operative societies around the country, publishing of reports from the beginning to evolution of the Co-operative movement, presentation of information on world Co-operative Movement etc. are published in Samudeepanee newspaper. In this year also, 12 Samudeepanee supplements in Sinhala medium and 12 in Tamil medium were printed.

2.11. Information Technology Unit

Information Technology Unit

As a giant enterprise competes with state enterprises and private enterprises implemented in the Sri Lanka economy, co-operative movement is being implemented in nearly a century. However, due to the inability to obtain economic and non-economic information accurately and timely, contribution made by the co-operative movement in economic decision-making of the country has been missed.

Identifying this weakness, Information technology unit was established in the Department of Co-operative development in 2017 to carry out activities of Department of Co-operative development under the automated management information system and with the intention of establishment of productive efficient co-operative movement, preventing this weakness. This unit has been strengthened and has played a great role during this year.

Conducting of 04 project operational committee meetings in relation to the project and make discussion on the progress regarding the project.

- Collecting information of Co-operative societies in relation to the Info-Coop project and preparation of reports analyzing them.
- Obtaining of information of co-operative societies through a questionnaire and sending such information to the University of Kelaniya for the purpose of obtaining instructions for preparation of information system relevant to the Info-Coop project.
- Obtaining of Provincial Information required for the Info-Coop Project (Presently, information from 7 Provisions has been obtained.)
- Sending the Concept Note to the National Planning Department in relation to the Info-Coop project
- Security of the website of the Department, obtaining of a report from a SLCERT institution.
- Updating of the facebook account of the Department.
- Providing of Information Technology support for other sectors
- Designing of models required in printing of invitations of 96th International Cooperative Day, vehicle passes booklets, etc.

CHAPTER 3

National Level Tertiary Cooperative Organization

13 National level cooperative federation were active during the year, and the Department of cooperative development provided direct supervision of their functioning by guiding and encouraging them for management and business activities in that year.

3.1 Active Cooperative Federation during the year 2018

serial no	Name of Cooperative Society	Registration no	Date of Registration
01	Sri Lanka Federations of coconut producers Co-operative Societies Ltd	c 1086	1942.04.01
02	Sri lanka Federation of Fisheries cooperative society LTD	c 1227	1952.02.02
03	Sri Lanka National Co-operative Council	c 2490	1972.07.26
04	Sri Lanka Federations of marketing Co-operative societies Ltd	c 2504	1973.03.01
05	Sri Lanka Federation of Industrial Co-operative societies Ltd	c 2527	1974.03.19
06	Sri Lanka Federations of thrift and Credit Co-operative Societies Ltd	c 2651	1980.11.10
07	Sri Lanka Federations of Textile industrial cooperative societies Ltd.	c 2559	1981.09.02
08	Sri Lanka Federations of youth services Co-operative Societies Ltd	c2689	1986.01.01
09	Sri Lanka Federations of consumer Co-operative Societies Ltd	coop 01	1989.09.15
10	Sri Lanka Federation of rural banking Co-operative societies Ltd	coop17	1997.12.15
11	Sri Lanka Federations of Tea producers Co-operative Societies Ltd	Coop 29	2003.10.07
12	Sri Lanka Federations of Thrift & credit Societies resources management Co-operative socieies Ltd	coop 30	2005.11.21
13	Sri Lanka Federations of Rice Producers Co-operative Society Ltd	Coop33	2007.02.23

3.2 cooperative societies function during the year

53 All island cooperative societies functioned in the 2018 subject to the supervision and guidance of the department of cooperative development .These cooperative societies can be categorized under 02 groups.

- ❖ All island financial service cooperative societies
- ❖ All island manufacturing and other service cooperative societies

3.2.1. All island financial service cooperative societies

These are thrift and credit cooperative societies where employees of most of state and private institutions have become a member

main activities conducted by this cooperative societies

1. To collect members contribution and improve the serving habit
2. Granting loan facilities to the members
3. Making arrangements to provide welfare facilities to the members (death donations , scholarships,Medical assistance, provide consumer service
4. Providing of other services (rest houses ,holiday resorts mortgage services , printing facilities insurance agents services)

3.2.2 All Island Production and Other Services Cooperative Societies

the cooperative societies that are engaging in manufacturing item to cater to need of members registered under this department have been categorized as all island manufacturing and services cooperative societies

main function of the above mention cooperative society

- ❖ Purchase of members 'products
- ❖ Providing raw materials to members to produce the products and services
- ❖ introducing the markets for member's products and widening of market opportunities
- ❖ introducing technical tools and modern technology for members

3.2.3 Active Cooperative societies during the year 2018

	Name of Society
01	Port Authority Employees Coop Bank Ltd
02	All island exercise book producers Cooperative societies Limited
03	Sri Lanka large net owners cooperative society Ltd
04	Surveyor Assistants Thrift & credit cooperative societies Ltd
05	Sri lanka women Development services Cooperative societies Limited
06	Sanasa development bank employees Thrift & credit cooperative societies Ltd
07	Samurdhi Animators and Agricultural research assistants Thrift & credit cooperative societies Ltd
08	Estate workers housing and Thrift & credit cooperative societies Ltd
09	Water supply & Drainage Board Thrift & credit cooperative societies Ltd
10	State Public services Thrift & credit cooperative societies Ltd
11	All island small and medium scale grain processors entrepreneurship development cooperative society Ltd
12	Sri lanka port shipping service supply cooperative society Ltd
13	Houseing and property development cooperative society Ltd
14	Rajarata university cooperative society Ltd
15	All island Agriculture cooperative society Ltd
16	prajashakthi youth empowerment cooperative society Ltd
17	Agriculture and Environment Professionals Cooperative society Ltd
18	Sri Lanka Entrepreneurs development cooperative society Ltd
19	Sri Lanka Technical development National cooperative society Ltd
20	National commerce cooperative society Ltd

21	Sri Lanka Development and Investment cooperative society Ltd.
22	All island Exotic plants & orchids growers Cooperative societies Limited.
23	Audit and managerial service suppliers cooperative society Ltd
24	Sri Lanka Haritha cooperative society Ltd
25	National Environment protectors cooperative society Ltd
26	Business Management Enterpriuners skills development and teachincal service consultancy cooperatyive society Ltd
27	National Science Technology and Research Co-operative Society Ltd
28	Sri Lanka Journalists' Co-operative Society Ltd
29	Sri Lanka Handloom Manufaceurers Sales and Entretreuners snd Marketing cooperative societies Ltd
30	Health department employees Thrift & credit cooperative societies Ltd
31	Prisons Departement building Construction and labour and Thrift & credit cooperative societies Ltd
32	Railway Station Masters and clerks Thrift & credit cooperative societies Ltd
33	Educational Employees Thrift & credit cooperative societies Ltd
34	National training professionals cooperative society Ltd
35	All Island Foreign Language Education Promoting cooperative society Ltd.
36	People's Bank Employees Thrift & credit cooperative societies
37	Prisons Department gratuity provident fund cooperative societies Ltd
38	youth Empowerment Co-operative Society Ltd
39	Hadabima Co-operative Society Ltd
40	Al -Alasha shcool cooperative society Ltd
41	Kannankara shakthi shcool cooperative society Ltd
42	Browns Group industrial and general services Thrift & credit cooperative societies
43	Sri Lanka Health employees development services cooperative society Ltd
44	State Public services Thrift & credit cooperative societies Ltd
45	Cooperative Department staff officers Thrift & credit cooperative societies
46	Sathosa Employees Thrift & credit cooperative societies Ltd
47	Postal & Telecommunication Department employees Thrift & credit cooperative societies Ltd
48	Sri Lanka Printers Cooperative societies Ltd.
49	Register General Department Thrift & credit cooperative societies Ltd
50	CTB employees Thrift & credit cooperative societies Ltd
51	. Health services savings Thrift & credit cooperative societies Ltd
52	Inland Redeneue Department Employees Thrift & credit cooperative societies Ltd
53	Health Departement Thrift & credit cooperative societies Ltd