Annual Performance Report for the Year 2019

National Physical Planning Department

Expenditure Head No.311

Ministry of Urban Development, Water Supply and Housing Facilities
5th Floor,Stage 1,Sethsiripaya,Baththaramulla
Tel.No. - 0112872054/0112887164
Fax - 0112872061/0112872048
E-mail -info@nppd.gov.lk

Contents

Chapter 01 – Institutional Profile/ Executive Summery

1.1 Introduction

Town and Country Planning Department was established in 1947 under the Town and Country Planning Ordinance No. 13 of 1946. Since the necessity of a sustainable Development Process together with sectorial development that is linked with regional development arose, this department was then converted to National Physical Planning Department under the Town & Country Planning (Amendment) Act, No. 49 of 2000.

Accordingly, the National Physical Planning Department possesses a renowned history of seven decades in formulation, implementation and updating the National, Regional and Local Physical Plans, formulation of master plans, architectural and engineering designs together with relevant layouts for the development of sacred areas.

The National Physical Planning Department has played and has been paying a pivotal and immense role as a Focal Public Establishment in Planning through optimizing the utility of scare natural resources, ensuring environmental protection, planning for new towns with comprehensive infrastructure and urban facilities and establish them in a natural disaster resilient manner, recognizing applicable new urban indicators to Sri Lanka, identification of suitable industrial parks to Sri Lanka to absorb strategic economic development opportunities and thereby ensuring Sustainable Economic Development, covering all twenty five (25) districts in collaboration with all the local government establishments, Island-wide.

This is a collaborative and collective effort by the main divisions such as Regional Physical Planning Division, Local Physical Planning Division, Research Division together with the other collaborative divisions – Engineering, Architecture, Coordination & Monitoring, Administration and Finance.

1.2 Vision, Mission and Objectives of the Institution

Vision

"HEADING TO A PLANNED SUSTAINED AND ADORED LAND"

Mission

"To formulate national physical policies, plans and strategies and to ensure and monitor the implementation of such national policies and plans through regional and local plans with the object of promoting and regulating integrated planning of economic, social, physical and environmental aspects of land and territorial waters of Sri Lanka."

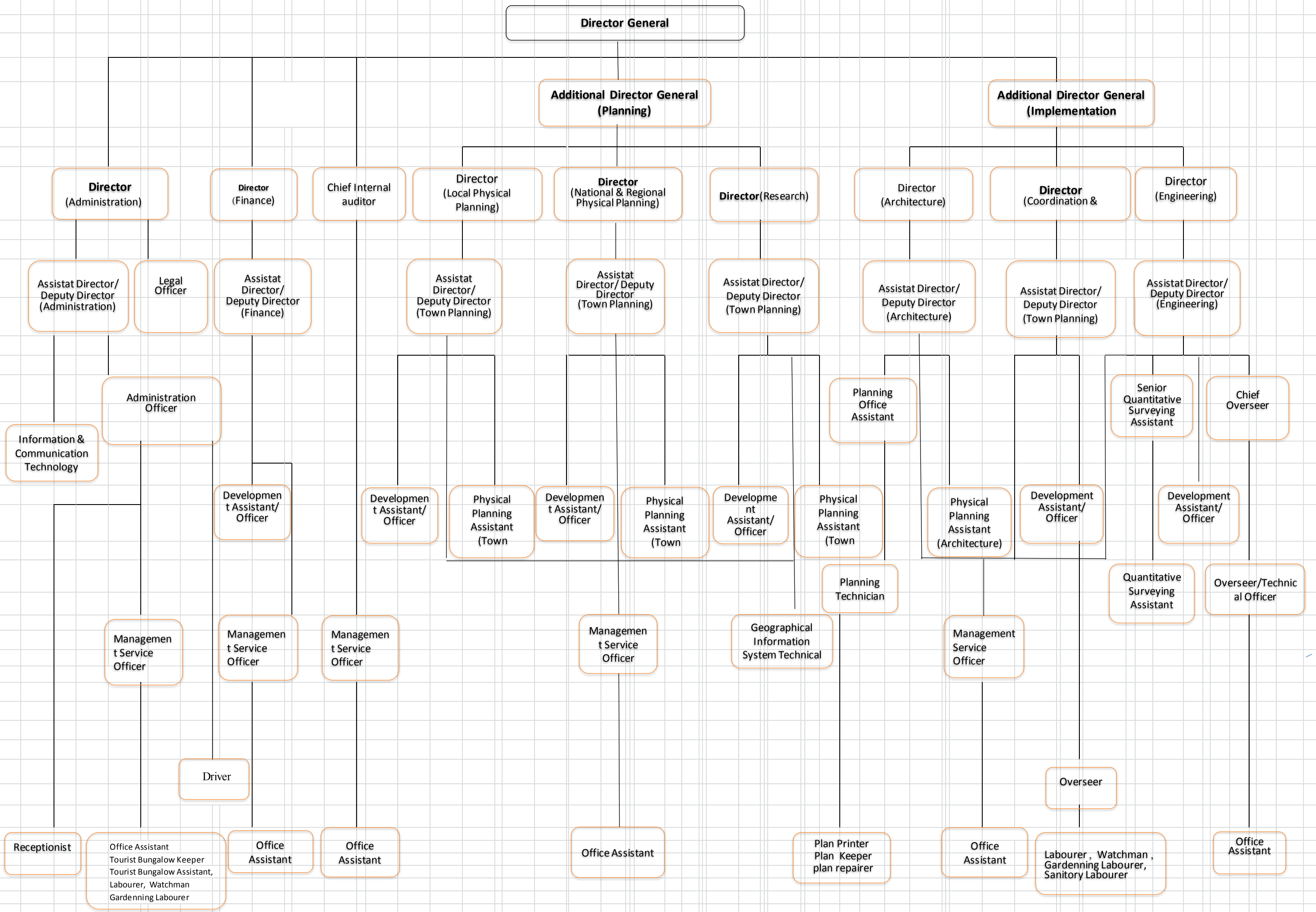
Objectives of the Institution

1. Having a National Physical Planning policy and plan leading to planned sustained and adored Physical Developments in Sri Lanka
2. Engage integrated planning of economic, social, physical and environmental aspects of land and territorial waters of Sri Lanka
3. Provide necessary support for any institution or organization for planning physical developments
4. Development of the capabilities of the Department to provide reliable and efficient service

1.3 Key Functions

1. Ensuring preparation of a National Physical policy and Plan for Sri Lanka.
2. Ensuring preparation of Regional and local plans in conformity with the National Physical Policy.
3. Promoting and regulating the development of lands.
4. Securing proper infrastructure, amenities and conveniences while conserving the natural and built environment of architectural, historic and aesthetic interest of natural beauty.

National Physical Planning Department
Organizational Chart (Organogram)



1.2 Main Divisions of the Department

1. National and Regional Physical Planning division
2. Local Physical Planning division
3. Research division
4. Coordination & Monitoring division
5. Engineering division
6. Architecture division
7. Administration division
8. Accounts Division
9. Internal Audit division

1.3 Funds allocated to the National Physical Planning Department in 2019 under the Ministry of Mega polis and Western Development and followed by the Ministry of Urban Development, Water supply and Housing Facilities

Chapter 02 – Progress and the Future Outlook

Special Achievements, Challenges and Future goals

Special Achievements

1) **The preparation of National Physical Plan (2050) is the main achievement of the department in 2019.**
2) **Following projects have been implemented by NPPD in 2019. For those projects architectural designs, engineering designs and bills of quantities are also prepared by the department.**
   I. Katharagama Sacred Area Planning Scheme
   II. Commencement of construction of facility buildings at North Entrance (wildlife gate) , near the NPPD Project Office and near the Kiriwehera.
   III. Construction of Police Posts at Bridge No. 3 (VIP Entrance) , Northern Entrance (wildlife gate), Gothamigama Entrance , Eastern Entrance (Nagahaveediya)
   IV. Fence Around Katharagama Sacred Area
   V. Car Park at North Entrance (wildlife gate)
   VI. Commencement of construction of the Project Office under Lolugaswewa project at Anuradhapura Sacred Area Planning Scheme.
   VII. Construction of a "Dhamma Mandapaya" and meditation units at Imbulakanda Sri Sambuddhai Viharaya (With the funds of Methsith Arana project).
   VIII. Constructed Dana Shalawa and conference hall for Sumana Kiththi Pirivena at Narammala under the Methsith Arana project.
   IX. Construction of meditation units at Mabima Seewali Aranya

3) **For the Implementation of following projects, Architectural Designs, Engineering Designs and Bills of Quantities were provided to other Institutes by NPPD**

   I. Proposed "Dhamma Mandapaya" at Girihadu saya,Thiriyaya (Architectural Designs)
   II. Musium for "Punchi Seegiriya Viharaya" at Ampara (Lay out plan and Architecthral design)
   III. Senevirathnaramaya at Wallampitiya.(Under the project of "Sihilal Dahana"- Landscape Designs and BOQ)
   IV. Proposed two storied "Sangawasa" for Kotte Rajamaha Viharaya" (Architectural Designs)
   V. Renovation of head office building of Postal Department (Relevant Designs)
   VI. Sri Wardhanaramaya, Mawathagama at Padukka ("Sihilal Dahana Project- Design and BOQ)
   VII. Replace existing "Dharama Shalawa" at Mullegama Purana Raja Maha Viharaya. Soil testing was done (Plan and BOQ)

VIII. Meditation units for Mundigala Arnaya Senasanaya(Plan and BOQ)

IX. Gorakana Raja Maha Viharaya (Development plan)

X. New multipurpose building for Olaboduwa Sri Jayawardhanaramaya (Development plan, architectural design and BOQ)

XI. Wahalkada at Asgaraya Raja Maha Viharaya (Architechtural Design, Structural design and BOQ were handover and consultancy was done when constructing).

XII. Renovate Kandy Sacred Area Project Office (Architechtural design, consultancy was done when construing).

XIII. “Walakulu Bamma” at Aluviharaya Sacred Area Development Scheme (Architechtural design was given to AGA office for construction after getting the approval of Archeology Department.)

XIV. “Hela Bojun Hala” and Sil Mani Aramaya” at Aluvihara Sacred Area Development

XV. Architechtaral designs were submitted for Following projects at Maha Saman Devalaya Rathnapura.

XVI. Car park,toilet scheme at car park, toilets for the staff, a building for Dancers, Flower shops, Fruit shops.

XVII. Facility building, Nilame quarters, a building for pilgrims and dancers, a building for Doctors use and a store for gun powder and Master plan prepared for Uggalla Aluth nuwara Sri Katharagama Devalaya (Architectural Designs).

XVIII. Multipurpose building, Walakulu Bamma and Wahalkada at Dedigama Kotawehera Raja Maha Viharaya (Architectural Designs)

XIX. Facility building , Fruit preparation place ,Police post and Vihara Geya at Aluthnuwara Dadimunda Devalaya.

XX. Weragala Lenagala Raja Maha Viharaya gazetted as a sacred Area.

XXI. Dana Shalawa at Dimbulagala aranaya senasanaya (Architectural Designs).

XXII. Sthupa at Alle Wewa Viharaya , Dimbulagala (Architectural Designs).

XXIII. Repair of 04 halls of Pulathisi Nikethanaya- Circuit Bunglow of NPPD

XXIV. Dana shalawa, toilet block for pilgrims, Walakulu bamma, Building for Sunday school with library at Thelwaththa Thotagamu Ranpath Rajamaha Viharaya which “Rajya Wesak Festival” held (Master Plan and Architectural Designs, Structural Designs, Bills of quantities)

XXV. Bhikshu hostal, building for Education and Library for Balapitiya Kuppinna Walawwa temple (Architectural Designs).

XXVI. Entrance gates at Anuradhapura Sacred Area Development Scheme (Architectural Designs, Structural Designs, Bills of quantities).

XXVII. Facility Building at Sri Maha Bodhiya, Dana Shalawa for Abhayagiriya, Sangawasaya for Ruwanwelisaya(Architectural Designs).

XXVIII. Wahalkada and Walakulu Bamma at Wawulukannala Raja Maha Viharaya (Architectural Designs)

XXIX. Two story Sangawasaya with Dana Shalawa at Maha Manthinda Pirivena (Architectural Designs, Structural Designs, Bills of quantities)

XXX. Master plan for Mulkirigala raja Maha Viharaya.
XXXI. Master plan for Ambalanthota Rangiri Rajamaha Viharaya.
XXXII. Town plan is preparing for Udubaddawa town.
XXXIII. Museum, Meditation Units, Administration Building, Bana Shalawa and Facility Building at Bingiriya Dewagiri Rajamaha Viharaya (Architectural Designs).
XXXIV. Toilet block at Thanthirimale Sacred Area Planning Scheme (Architectural Designs).
XXXV. Budu Madura at Thiriyaya Girihadusaya Rajamaha Viharaya (Architectural Designs).
XXXVI. Ambalama and toilet block for Dodanwala Natha Devalaya (Architectural Designs).
XXXVII. Facility Building at Seruwawila Raja Maha Viharaya (Architectural Designs).
XXXVIII. Architectural Designs provided to Enterprise Sri Lanka programme at Jaffna and Anuradhapura.
XXXIX. Pusari Quarters at Katharagama Thewani Amman Devasthanaya (Architectural Designs)
XL. Renovation of pilgrims rest at Katharagama.
XLI. Facility building near the car park at Aluthnuwara Devalaya (Architectural Designs, Engineering Designs)

4). **Consultation provided for Pibidemu Polonnaruwa Health Sector Development Project.**

1	Consultant Quarters at Welikanda hospital
2	OPD, Clinic & Admin Building at Welikanda hospital
3	Maternal & Child Health Unit at Welikanda hopital
4	Clinic Centre, Pihitiwewa
5	OPD, ETU, Clinic & Admin Building for Manampitiya Hospital
6	Building Renovation at Manampitiya Ayurvedic Hospital
7	Mortuary Building at Bakamoona hospital
8	Doctor's on call rest room & Toilet block at Aththanakadawala Hospital
9	Dental Unit for Hingurakgoda Hospital
10	Landscape & Drainage Improvements to Dental Unit, Hingurakgoda hospital
11	Medical Officers' Quarters for Hingurakgoda Hospital
12	Medical Officers' Quarters at Hathareskotuwa
13	Primary Health Care at Hathareskotuwa
14	Twin & Other staff Quarters at Hathareskotuwa
15	Medical Officers' Quarters for 30 doctors, Madirigiriya hospital stage 1
16	Medical Officers' Quarters for 30 doctors, Madirigiriya hospital stage 2

Enterprise Sri Lanka	
1	Anuradhapura - Setting Out of Exhibition Stalls
2	Jaffna - Setting Out of Exhibition Stalls

Challenges

1. Shortage of human resources is the main challenge in achieving the objectives of the Department (shortage is nearly 70%).
2. Allocation of insufficient fund.

Future Goals

1) Upgrading National Physical Plan accordance with the Current National Government Policy Frame work. Publishing the updated National Physical Plan in a gazette notification and as a printed publication.
2) Preparation of Regional Plans for two selected regions.
3) Preparation of Udubaddhawa, Damana Local Plans and for other selected areas after assessing the requirements for preparation of Local Plans .
4) New Township Development at Lolugaswewa, Anuradhapura
    - Taking over the land from Department of Forest
    - Site Cleaning for stage 1
    - Detailed Survey - Stage 1
    - Construction of Roads - Stage 1
5) Construction of Anuradhapura Project Office (On-going)
6) Scared Area Development Projects
    I. Katharama Sacred Area Development Project
    - Completing of Facility Buildings Near Kiriwehara (On -going), Near NPPD Project Office (On -going) and North Entrance Wildlife Gate (On -going)
    - Construction of Security Fence
    - Repairing Pilgrim Rest

    II. Anuradhapura Sacred Area Development Project
    - Construction of Four Gate ways to Anuradhapura Sacred Area

    III. Telwatte Scared Area Developmet Project
    - Providing Consultancy Service (Including Design,Estimations) for Proposed Dana Shalawa, Wahalkada, Shelter for Parking and Proposed Retaining Wall.

    IV. Development Activities at Olaboduwa Sri Jayawardhanaraamaya (Inparallel to State Wesak Festival-2020)

- Preparation of Master Plan
- Providing Consultancy Service (Including Designs,Estimates and Supervision) for Proposed Damma School,Shrine Room,Sangawasa building,

V. Pokunuvita,Kithsirimewan Raja Maha Viharaya Sacred Area Developmet Project
- Providing Consultancy Service for Construction of the Sangawasa

VI. Mathale Aluviharaya Sacred Area Planning scheme
- Preparation of Master Plan
- Preparation of Architectural Designs, Structural Designs, Bill of quantity (Estimates) for Museum, Two Toilet Blocks, Multipurpose Building, Kitchen Dining room and Landscape Design
- Construction Supervision and Site Inspection when implementing
- Preparation of Landscape Design

VII. Dedigama,Kota Vehera Sacred Area Development Project
- Preparation of Master Plan
- Preparation of Architectural Designs, ,Structural Designs, Bill of quantity (Estimates) For Sangawasaya, Kitchen, Dining room and Landscape Design
- Preparation of landscape Design
- Construction Supervision and Site Inspection
- Preparation of Landscape design

VIII. Matara, Manthinda Viharaya & Piriwena Sacred Area Development Project
- Preparation of Structural Engineering Designs , Bill of Quantity (Estimates) for Awasaya Building and Danashalawa Building
- Construction Supervision and Site Inspection

IX. Kegalle, Uggal Aluth Nuwara Kataragama Dewalaya Sacred Area Development Project
- Preparation of Architectural Detail Designs, Bill of Quantity (Estimates) for Accommodation Building for Pilgrims, Sanitary Building and Nilame Quarters
- Construction Supervision and Site Inspection
- Preparation of Master Plan

X. Declaration of Sacred Areas as an Urban Development Area
- Revision of Selection Criteria

XI. Amending the Town & Country Planning Ordinance No.49 (2000) by incorporating selection criteria.

XII. Declaration of 10 Sacred Areas

- Site visits and date Survey
- Data Analysis and Evaluation
- Report Preparation
- Publishing of the Gazette Notification

XIII. Human Resource Development

- Strengthening the work force by Recruiting - Promoting Employees to Fill Existing Vacancies

XIV. Capacity Building through Staff Trainings

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W.M.K.P.S.R.Fernando
Director General
National Physical Planning Department

Chapter 03- Overall Financial Performance for the Year ended 31st December 2019

3.1 Statement of Financial Performance

ACA-F

Statement of Financial Performance
for the period ended 31st December 2019

Rs.

Budget 2019		Note	Actual 2019	Actual 2018	
-	**Revenue Receipts**		-	-	
-	Income Tax	1	-	-	ACA-1
-	Taxes on Domestic Goods & Services	2	-	-	ACA-1
-	Taxes on International Trade	3	-	-	ACA-1
-	Non Tax Revenue & Others	4	-	-	ACA-1
-	**Total Revenue Receipts (A)**		-	-	
-	**Non Revenue Receipts**		-	-	
256,000,000.00	Treasury Imprests		237,542,000	209,693,353	ACA-3
-	Deposits		2,231,926	5,957,591	ACA-4
8,300,000.00	Advance Accounts		13,372,871	11,052,643	ACA-5/5(a)/5(b)
2,770,000.00	Other Receipts		9,580,613	5,590,321	
267,070,000.00	**Total Non Revenue Receipts (B)**		**262,727,410**	**232,293,908**	
267,070,000.00	**Total Revenue Receipts & Non Revenue Receipts C = (A)+(B)**		**262,727,410**	**232,293,908**	
	Less: Expenditure				
-	**Recurrent Expenditure**		-	-	ACA-2(ii)
146,000,000.00	Wages, Salaries & Other Employment Benefits	5	131,456,763	131,821,788	ACA-2(ii)
52,950,000.00	Other Goods & Services	6	48,362,061	47,395,332	ACA-2(ii)
1,000,000.00	Subsidies, Grants and Transfers	7	777,767	2,422,111	ACA-2(ii)
-	Interest Payments	8		-	ACA-2(ii)
50,000.00	Other Recurrent Expenditure	9	73,661	70,933	ACA-2(ii)
200,000,000.00	**Total Recurrent Expenditure (D)**		**180,670,252**	**181,710,164**	
	Capital Expenditure				
3,250,000.00	Rehabilitation & Improvement of Capital Assets	10	4,916,994	8,894,896	ACA-2(ii)
2,000,000.00	Acquisition of Capital Assets	11	1,373,615	18,973,919	ACA-2(ii)
-	Capital Transfers	12		-	ACA-2(ii)
-	Acquisition of Financial Assets	13		-	ACA-2(ii)
750,000.00	Capacity Building	14	330,400	478,000	ACA-2(ii)
50,000,000.00	Other Capital Expenditure	15	4,881,424	359,850	ACA-2(ii)
56,000,000.00	**Total Capital Expenditure (E)**		**11,502,433**	**28,706,665**	
15,000,000.00	**Main Ledger Expenditure (F)**		**12,858,087**	**19,809,188**	
	Deposit Payments		4,021,327	4,327,113	ACA-4
15,000,000.00	**Advance Payments**		8,836,760	15,482,075	ACA-5/5(a)/5(b)
271,000,000.00	**Total Expenditure G = (D+E+F)**		**205,030,772**	**230,226,017**	
(3,930,000.00)	**Imprest Balance as at 31st December 2019 H = (C-G)**		**57,696,638**	**2,067,891**	

3.3 Statement of Financial Position

ACA-P

Statement of Financial Position
As at 31st December 2019

	Note	Actual 2019 Rs	2018 Rs
Non Financial Assets			
Property, Plant & Equipment	ACA-6	319,576,683.35	307,277,347
Financial Assets			
Advance Accounts	ACA-5/5(a)	34,536,522.86	39,072,633
Cash & Cash Equivalents	ACA-3	-	-
Total Assets		**354,113,206.21**	**346,349,980**
Net Assets / Equity			
Net Worth to Treasury		30,916,800.50	33,663,511
Property, Plant & Equipment Reserve		319,576,683.35	307,277,347
Rent and Work Advance Reserve	ACA-5(b)		
Current Liabilities			
Deposits Accounts	ACA-4	3,619,721.36	5,409,122
Imprest Balance	ACA-3	-	-
Total Liabilities		**354,113,205.21**	**346,349,980**

Detail Accounting Statements in ACA format Nos. 1 to 6 presented in pages from 05 to 54 and Notes to accounts presented in pages from 55 to 63 form and integral parts of these Financial Statements. The Financial Statements have been prepared in complying with the Generally Accepted Accounting Principles whereas most appropriate Accounting Policies are used as disclosed in the Notes to the Financial Statements and hereby certify that figures in these Finacial Statements, Notes to accounts and other relevant accounts were reconciled with the Treasury Books of Accounts and found to in agreement.

Chief Accounting Officer	Accounting Officer	Director (Finance)
Name :Dr.(Eng.) Priyath Bandu Wikrama	Name : Madawa Waidyarathna	Name : L.P.Chithraranjan
Designation : Secretary	Designation : Director General (Actg.)	
Date : 2020.02.25	Date : 2020.02.27	Date : 20/02/26

Dr. (Eng.) Priyath Bandu Wickrama
Secretary
Ministry of Urban Development, Water Supply and Housing Facilities
17th Floor, "Suhurupaya", Battaramulla.

Madawa Waidyarathna
Director General (Actg.)
National Physical Planning Department
"Sethsiripaya"
Battaramulla

L. P. Chithraranjan
Director (Finance)
National Physical Planning Department
5th Floor "C"
"Sethsiripaya," Battaramulla.

3.4 Statement of Cash Flows

		ACA-C
Statement of Cash Flows		
for the Period ended 31st December 2019		
	Actual	
	2019 Rs.	**2018 Rs.**
Cash Flows from Operating Activities		
Total Tax Receipts	-	-
Fees, Fines, Penalties and Licenses	-	-
Profit	-	-
Non Revenue Receipts	10,277,950	13,454,623
Revenue Collected from the Other Heads	-	-
Imprest Received	237,542,000	206,365,000
Total Cash generated from Operations (a)	**247,819,950**	**219,819,623**
Less - Cash disbursed for:		
Personal Emoluments & Operating Payments	180,670,252	181,710,164
Subsidies & Transfer Payments	-	-
Expenditure on Other Heads		
Imprest Settlement to Treasury	-	-
Total Cash disbursed for Operations (b)	**180,670,252**	**181,710,164**
NET CASH FLOW FROM OPERATING ACTIVITIES(C)=(a)-(b)	**67,149,698**	**38,109,459**
Cash Flows from Investing Activities		
Interest	1,444,254	1,416,662
Dividends		-
Divestiture Proceeds & Sale of Physical Assets	90,335	4,980
Recoveries from On Lending		-
Recoveries from Advance	13,372,871	11,052,643
Total Cash generated from Investing Activities (d)	**14,907,460**	**12,474,285**
Less - Cash disbursed for:		
Purchase or Construction of Physical Assets & Acquisition of	-	-
Other Investment	15,523,760	33,033,777
Advance Payments	8,836,760	15,482,075
Total Cash disbursed for Investing Activities (e)	**24,360,520**	**48,515,852**
NET CASH FLOW FROM INVESTING ACTIVITIES(F)=(d)-(e)	**(9,453,060)**	**(36,041,567)**
NET CASH FLOWS FROM OPERATING & INVESTMENT ACTIVITIES (g)=(c) + (f)	**57,696,638**	**2,067,892**
Cash Flows from Fianacing Activities		
Local Borrowings	-	-
Foreign Borrowings	-	-
Grants Received	-	-
Deposit Received	-	-
Total Cash generated from Financing Activities (h)	-	-
Less - Cash disbursed for:		
Repayment of Local Borrowings	-	-
Repayment of Foreign Borrowings	-	-
Deposit Payments	-	-
Total Cash disbursed for Financing Activities (i)	-	-
NET CASH FLOW FROM FINANCING ACTIVITIES (J)=(h)-(i)	-	-
Net Movement in Cash (k) = (g) -(j)	**57,696,638**	**2,067,892**
Opening Cash Balance as at 01st January	-	-
Closing Cash Balance as at 31st December	-	-

3.5 Notes to the financial statements

Basis of Reporting

1. Reporting Period

The reporting period for these Financial Statements is from 01st January to 31St December 2019.

2. Basis of Measurement

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

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

3. Recognition of Revenue

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

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

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

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

5. Property, Plant and Equipment Reserve

This revaluation reserve account is the corresponding account of PP&E.

6. Cash and Cash Equivalents

Cash & cash equivalents include local currency notes and coins on hand as at 31st December 2019.

3.6 Performance of the Revenue Collection

Revenue Code	Description of the Revenue Code	Revenue Estimate		Collected Revenue	
		Original	Final	Amount(Rs.)	As a % of Final Revenue Estimate
2002-01-01-R	Rent on Government Buildings and Housing	2,000,000.00	2,000,000.00	1,428,357.80	71%
2002-02-99-R	Interest -Other	1,200,000.00	1,200,000.00	1,444,254.00	120%
2003-03-02-R	Sale proceeds and charger- Fines and fereits-other	200,000.00	200,000.00	246,600.00	123%
2003-99-00-R	Sale proceeds and charger- other recipts	200,000.00	200,000.00	751,561.08	376%
2006-02-02-R	Sale of Capital Assets -Others	-	-	90,335.00	-

3.7 Performance of the Utilization of Allocation

Rs. ,000

Type of Allocation	Allocation		Actual Expenditure	Allocation Utilization as a % of Final Allocation
	Original	Final		
Recurrent	200,000,000.00	200,000,000.00	180,670,252.00	90%
Capital	56,000,000.00	56,000,000.00	11,502,433.00	20%

3.7 In terms of F.R.208 grant of allocations for expenditure to this department as an agent of the other Ministries/Departments

Serial No.	Allocation received from Which Ministry/Department	Purpose of the Allocation	Allocation		Actual Expenditure	Allocation Utilization as a % of Final Allocation
			Original	Final		
162-02-03-23-2506(II)	Ministry of Megapolis and Western Development	Methsith Arana	7,311,795.09	7,107,341.27	14,419,136.36	100%
104-02-06-06-2506	Ministry of Finance	Development Projects of Kataragama Religious Town	99,700,000.00	99,700,000.00	39,621,150.86	39.7%
101-2-6-1-2205	Ministry of Buddhasasana and Vayamba Development	Government Vesak Festival - Thelwatta	458,000.00	458,000.00	200,091.75	43.7%
102-01-02-16-1409	Ministry of Finance	Enterprice Sri Lanka(Jaffna)	1,000,000.00	1,000,000.00	884,568.70	88.4%

3.8 Performance of the Reporting of Non-Financial Assets

Assets Code	Code Description	Balance as per Board of Survey Report as at 31.12.2019	Balance as Per Financial Position Report as at 31.12.2019	Yet to be accounted	Reporting Progress as a %
9151	Building and structures	59,450,000,000	59,450,000,000	-	100%
9152	Machinery and Equipment	104,800,183.35	103,511,683.35	1,288,500.00	100%
9153	Land	156,615,000.00	156,615,000.00	-	100%
9154	Intangible Assets	-	-		-
9155	Biological Assets	-	-		-
9160	Work Progress	-	-		-
9180	Lease Assets	-	-		-

3.9 Auditor general's Report

HUD/A/NPPD/19/02/01 30th May 2020

Accounting Officer,
National Physical Planning Department

Auditor General's Summary Report in pursuant to Section 11 (1) of the National Audit Act No. 19 of 2018 on Financial Statements of the National Physical Planning Department for the year ended December 31, 2019

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1. Financial Statement

1.1 Qualified Opinion

In pursuant to the provisions of Article 154 (1) of the Constitution of the Socialist Republic, that should concurrently be referred with the Provisions of the National Audit Act No 19 of 2018, Financial Statements for the Year ending 31st December 2019 consisting of Financial Statement as at 31st December 2019, Financial Performance Statement for the Year ending and Cash Flow Statements the National Physical Planning Department was audited under my directions. This report cites my comments and observations on these financial statements, presented to National Physical Planning Department in accordance with section 11 (1) of the National Audit Act No. 19 of 2018. The Auditor General's report, that should be presented in accordance with Section 10 of the National Audit Act No. 19 of 2018, which should, concurrently, be referred with Article 154 (6) of the Constitution of the Democratic Socialist Republic of Sri Lanka, shall be presented to Parliament in due course.

The view that I bear is that the financial statements prepared in accordance with the provisions of the Public Accounts Circular No. 271/2019, reflect the true and fair position of financial status as of December 31, 2019, financial performance and Financial flow for the Year ending of the National Physical Planning Department, in accordance with generally accepted accounting principles, excluding the impacts caused by facts depicted in the paragraph 1.6 of this report.

1.2 Basis for qualified Opinion

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Auditing was carried out by me in compliance to Sri Lanka Audit Standards (SLSI). My responsibility with regard to financial statements is further described in the Auditor's Responsibility section. I do believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

1.3 Responsibility of the Chief Accounting Officer and the Accounting Officer regarding the financial statement

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It is the responsibility of the accounting officer to determine an internal control that enable Preparation of financial statements in accordance with generally accepted accounting principles and in accordance with the provisions of section 38 of the National Audit Act No. 19 of 2018 to reflect accurate and equitable status and to prepare financial statements without quantitative inaccurate statements that may occur as a consequence of fraud and error. In pursuant to the Section 16 (1) of the National Audit Act No. 19 of 2018, the Department shall maintain proper books and records of its income, expenditure, assets and liabilities to enable preparation of annual and periodic financial statements.

The Accounting Officer shall ensure that an effective internal control system is developed and maintained for the financial control of the Department in accordance with subsection 38 (1) (c) of the National Audit Act and conduct periodic review on the effectiveness and required changes shall be made to ensure lasting effectiveness of the said system

1.4 Responsibility of the Auditor regarding the financial statement

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Overall, it is my objective to provide a reasonable assurance that the financial statements are free from quantitative false statements resulting from fraud and misrepresentation and to issue the Auditor General's Report including my opinion. Although a fair certification be a high-level guarantee, it does not always ensure that the audit is free from quantitative misstatements when the Audit is conducted in accordance with the Sri Lanka Audit Standards. Frauds and mistakes can result in quantitative advertising either individually or collectively, and users should be careful about making financial decisions based upon these financial statements.

Audit was carried out in accordance with Sri Lanka Audit Standards with professional judgment and professional ambivalence and compliance.

It was identified that;

- Basis for my opinion is that obtaining adequate and appropriate audit evidence to mitigate the risks of fraud and error by planning appropriate audit procedures in a timely manner when identifying and assessing the risks of fraud or misrepresentation in financial statements. The impact of fraud is more stronger than the impact of inaccurate misrepresentation, and can lead to frauds such as collusion, misconduct, forgery, intentional avoidance or internal controls.

- It is not intended to express an opinion on effectiveness of existing internal control of the department in planning the appropriate audit procedures in timely manner.
- Assess the fact that the financial statements appropriately and reasonably include transactions and events that underlying structure and content of the financial statements containing the disclosures.
- Appropriate and fair inclusion of transactions and events underlying the structure and content of the financial statements, as a whole.

Accounting Officer was sensitized on significant audit findings identified in my audit, key internal control weaknesses and other relevant matters.

1.5 Report on other legal requirements

In terms of Section 6(d) of the National Audit Act No 19 of 2018, the financial statements were presented in accordance with the previous year.

1.6 Commenting on Financial Statements

1.6.1 Accounting deficiencies

In accounting for non-financial assets, the opening balance of the year under review had been recognized by making adjustments for the balance of the previous year, the total of the final balance of the previous year had been overestimated by Rs. 5,000,181.

1.6.2 Recurrent expenses

The following observations were made.

a. Although a total sum of Rs. 73,661 had been incurred under Item No. 1701 (Losses and Deductions) in the final accounts of the year under review, the said amount was not reflected in the recurrent expenditure ledger.
b. Although a total expenditure of Rs. 602,066 had been incurred for water and electricity bills for two Rest Houses in Kataragama during the year under review, one Rest House has not yielded any revenue while the other Rest House yielded only Rs. 383,900 during the year.

1.6.3 Capital expenditure

Without taking action to allocate funds from the annual estimates as per requirements, action had been taken to transfer a sum of Rs. 2,446,000 which is equivalent to 119% through FR 66 for the subject of Building and Construction expenditure with a net allocation of Rs. 2,050,000.

1.6.4 Property, Plant and Equipment

The following observations were made.

a. Although the fixed asset registers should be maintained in accordance with the Treasury Circular No. 842 of 19th December 1978 and Management Audit Department Circular the DMA / 2009 (2), fixed asset registers for Land and buildings, machinery and equipment, office equipment, electronic equipment and communication equipment, Fixed assets records for furniture, industrial and industrial products, construction equipment and agricultural equipment and dairy farm equipment had not been updated.

b. Although the Department has built three rest houses and a car park, the land together with the constructions had not been acquired and said assets have not been reflected in the financial statements.

c. As per the approval of the Secretary to the Ministry No. MMWD/ADM/EST04/NPPD/04 and dated 19th March 2019, Rs. 3,580,000 worth of three vehicles possessed by the Department had been handed over to the Assistant Commissioner of Local Government of Anuradhapura, but said set over of assets not duly accounted while had not report the details of the said vehicles to the comptroller General.

d. It was observed that there is a discrepancy of Rs. 3,615,000 between non-finance register assets for Rest Houses, Quarters, Circuit Bungalows and offices and buildings submitted to the Comptroller General by the Department as per the Asset Management Circular No. 01/2017 dated 28th June 2017, of the Ministry of Finance and Mass Media and the financial statements.

e. The vehicle bearing number PC-2374, worth of Rs. 5,600,000, which had been included non-financial assets register submitted to the Treasury by the Department as per the aforesaid circular, had not been entered in the fixed asset register.

1.6.5 Balance of the Advance Payment Account

As at December 31, 2019, total Loan outstanding recoverable by the Department from currently non-performing officers was Rs. 1,346,632 and the disaster loans recoverable from two officers who defaulted the loan for more than five years and then deserted the service, accounted Rs. 30,000 as at end of the year reviewed.

2. Financial Review

2.1 Revenue Management

At the end of the year under review, the total arrears revenue recoverable to the Department from lodging in circuit bungalows was Rs. 346,200. Of this, an arrears of Rs. 83,300 for the year under review and the balance of Rs. **262,900** was the accumulated arrears over a period of 01-05 years. At the end of the year under review, 98% amounting Rs. 340,200 of aforesaid total arrears should have been recovered from the presidential secretariat.

2.2 Expenditure Management

Following observations were made with regard to transfer of provision and remain unutilized funds as a consequence of failure to prepare complete and accurate expenditure estimates as possible under Rule 50 of the Financial Regulations.

a. From 30% to 100% of transfers had been made for five expenditure items by FR 66 transfers, without making adequate provisions in the annual estimates.
b. From 40% to 100% of the provisions for vehicle maintenance, other expenditure, implementation of the Official Language Policy, rehabilitation and improvement of machinery and equipment and the acquisition of machinery and equipment remained unutilized where the Director General had stated that the work had not been accomplished since it was informed to focus on Public Expenditure Management.
c. The total net provision to the Department for Infrastructure Development was Rs. 47,554,000, where only Rs. 42,672,576 had been utilized during the year under review and 90% amounting Rs. 42,672,576 of the Total Net Provision remained untilized. The Director General had informed that due to delay in releasing the land by the Forest Department, the activities had not been carried out as planned.

2.3 Come over to liabilities and obligations

Following facts were observed

a) In pursuant to the Rule 115 (2) of the Financial Regulations, although all claims payable in December of the preceding year could have been paid before expiry of March of following year in only in the event of unavoidable circumstances, total liabilities of Rs. 115,540 that had been depicted as liabilities of year 2019, had not been paid until end of March 2020.

b) As to non-compliance with Financial Regulation 115(3), no action had been taken to pay the retained sum of Rs. 175,950 that was payable in March 2019 **and although the aforesaid sum of money had been paid** unto the Supplier in January 2020, it had erroneously been accounted as liabilities in relevant accounts, in 2019.

c) Although a sum of Rs. 29,906 depicted as payable telephone expenditure in the Financial Statement, a sum of Rs 30,862 had been paid as telephone expenses for the previous year as at end of March 2020.

2.4 Utilization of provisions granted by other Ministries and Departments

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Out of the capital provisions granted to the department by other ministries for the Kataragama Sacred City Development Project, the State Vesak Festival and the 'Enterprise Sri Lanka' exhibition, sum of Rs. 60,078,849, Rs. 257,908 and Rs. 115,431 amounting 60%, 56% and 12% remained unutilized, respectively.

2.5 In accordance with the provisions of section 38 of the National Audit Act No. 19 of 2018, the Accounting Officer shall ensure that an effective internal control system is developed and maintained for financial control within the department and periodically review the effectiveness of the system and required improvements, changes to be accomplished, if necessary, to ensure that the system is effective. Although a written copy of the review to be submitted to the Auditor General, the said task had not been accomplished.

2.6 Non-compliance with laws, rules and regulations

In pursuant to the Public Administration Circular No. 13/2008 dated 26th June 2008, no additional fuel allocation shall be requested for Officers who are entitled to official vehicles and group transport facilities had been provided to attend duties upon the approval of the Secretary to the Ministry, a sum of Rs. 822,766 had been paid for additional fuel to an officer during the year reviewed. The said amount had exceeded by four folds than the entitled average allocation for the aforesaid officer.

2.7 Issuance and settlement of Advance Payments

Although the Staff Officer who obtains the Affirmative Interim Inquiry in terms of Paragraph “B” of the Public Finance Circular No. 03/2015 of 14 July 2015, should pay the said impress as soon as the task is completed,

a. A total sum of Rs. 16,000 had been given as interim-impress to two officers in 2019 whereas they had taken a period of 1 ½ to 4 months to settle the impress.

b. An advance money of Rs. 24,000 had been obtained by Three officers who retained advance for a peiod of 10 days and then said advances had been refunded without utilized in any productive tasks

3. Review on Operation and Performance

Audit observations on revenues, expenses, assets and liabilities relating to Sustainable Development, Good Governance and Human Resources Management set forth in the financial statements presented, are included in the report presented under chapter 1.1 in accordance with section 10 of the National Audit Act No. 19 of 2018 above.

G.L.K.Perera,

Deputy Auditor General

For Auditor General

Chapter 04- Performance indicators

4.1 Performance indicators of the Institute (Based on the Action Plan)

Specific Indicators	Actual output as a percentage (%) of the expected output		
	100%-90%	75%-89%	50%-74%
Renovated circuite Bunglow at Katharagama	√		
No.of Furniture and office equipments Purchased	√		
No of Trained Staff		√	
Gazette of the National Physical Plan and the Policy	√		
03 local plans			√
Lolugaswewa Project			
1.Perimeter survey of the Lolugaswewa land	√		
2.Completion of Project Office			√
Katharagama Sacred Area Development Project			
1.Construction of)3 Facility buildings			√
2.Construction of 04 police posts	√		
3.Construction of security fence		√	

Chapter 05- Performance of the achieving Sustainable Development Goals (SDG)

5.1 Indicate the Identified respective Sustainable Development Goals

Goal/ Objective	Targets	Indicators of the achievements	Progress of the Achievement to date		
			0%-49%	50%-74%	74%-100%
Goal No. 11. Make cities inclusive, safe, resilient and sustainable	1.Strengthen efforts to protect and safeguard the world's cultural and natural heritage	No. of plans prepared to protect and safeguard the world's cultural and natural heritage	√		
	2. Support positive economic, social and environmental links between urban, peri-urban and rural areas by strengthening national and regional development planning	No. of plans prepared for regional and local development	√		

5.2 Briefly explain the achievements and the challenges of the Sustainable Development Goals

Shortage of human resources (shortage is nearly 50%) is the main challenge in achieving the targets of the SDG.

Chapter 06 – Human Resource Profile

6.1 Cadre Management

	Approved cadre	Existing Cadre	Vacancies/Excess
Senior	51	11	40
Territory	08	03	05
Secondary	114	70	44
Primary	177	157	20

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

The availability of senior, territory and secondary staff categories are nearly 30% from the Cadre. Although there was an action in the action plan 2019, to prepare 3 local plans and 03 regional plans, it couldn't complete due to shortage of human resources.

6.3 Human Resource Development

Name of the Program	No.of staff trained	Duration of the program	Total Investment (Rs'000)		Nature of the Program (Abroad/Local)	Output/Knowledge Gained*
			Local	Foreign		
Maintaining of Fixed Assets	02	01 day	10,000/-		Local	Useful for the duties of Account Section and Administration sections
Investigation	2	1 Day	14,000/-		Local	
Salary translation and salary paying system in public Service	3	1 Day	11,400/-		Local	Useful for the duties of Administration section
Responsibility and duties of leave officer	2	1 Day	6,000/-		Local	Useful for the duties of Administration section
Transport Management	2	1 Day	14,000/-		Local	Useful for the duties of drivers
Program on development of Recruitment procedures	2	1 Day	7200/-		Local	Useful for the duties of Administration section
Seminar on maintenance of personal files	2	1 Day	7200/-		Local	Useful for the duties of Administration section
Government	2	3 Days	36,000/-		Local	Useful for the

Payroll System						Account Section
Infrastructure planning and construction for Sri Lanka	1	20 Days		169521.39	Foreign	Useful for planning activities
Construction and Managemant of Industrial park for Sri Lanka	1	20 Days		170404.10	Foreign	Useful for planning activities
Salient features in contract Adminstration in construction	7	1 Day	28,000/-		Local	Used for planning activities of the office
Establishment code and procedural rules	3	1 Day	10,800/-		Local	Useful for the duties of Administration section
Financial regulations and public procument procedures	7	1 Day	25,200/-		Local	Useful for the duties of Account Section
The workshop on pention salary	5	1 Day	25,000/-		Local	Useful for the duties of Administration section
Seminor on the Belt and Road construction and advancement for Sri Lanka	3	20 Days		490,469.70	Foreign	Useful for planning activities
Seminor on Efficiency bar examination of management Assistant	3	2 Days	16,500/-		Local	Useful for the officers who sat for the Efficiency bar examination
The seminar on how to treat visitors and manners for junior public servants	6	1 Day	24,000/-		Local	Useful for the duties of the Department

Chapter 07 – Compliance Report

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

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

	Financial Regulation 134(3)			
7	**Audit and Management Committee**			
7.1	Minimum 04 meetings of the Audit and Management Committee has been held during the year as per theDMA Circular 1-2019	Complied		
8	**Asset Management**			
8.1	The information about purchases of assets and disposals was submitted to the Comptroller General's Office in terms of Paragraph 07 of the Asset Management Circular No. 01/2017	Complied		
8.2	A suitable liaison officer was Appointed to coordinate the implementation of the provisions of the circular and the details of the nominated officer was sent to the Comptroller General's Office in terms of Paragraph 13 of the aforesaid circular	Complied		
8.3	The boards of survey was conducted and the relevant reports submitted to the Auditor General on due date in terms of Public Finance Circular No. 05/2016	Complied		
8.4	The excesses and deficits that were disclosed through the board of survey and other relating recommendations, actions were carried out during the period specified in the circular	Complied		
8.5	The disposal of condemn articles had been carried out in terms of FR 772	Complied		
9	**Vehicle Management**			
9.1	The daily running charts and monthly summaries of the pool vehicles had been prepared and submitted to the Auditor General on due date	Complied		
9.2	The condemned vehicles had been disposed of within a period of less than 6 months after condemning	Complied		
9.3	The vehicle logbooks had been maintained and updated	Complied		
9.4	The action has been taken in terms of F.R. 103, 104, 109 and 110 with regard to every vehicle accident	Complied		
9.5	The fuel consumption of vehicles has been re-tested interms of the provisions of Paragraph 3.1 of the Public Administration Circular No. 30/2016 of 29.12.2016	Complied		
9.6	The absolute ownership of the leased vehicle log books has been transferred after the lease term	Complied		
10	**Management of Bank Accounts**			
10.1	The bank reconciliation statements had been prepared, got certified and made ready for audit by the due date	Complied		
10.2	The dormant accounts that had existed in the year under review or since previous years settled	Not Applicable		
10.3	The action had been taken in terms of Financial Regulations regarding balances that had been	Complied		

	disclosed through bank reconciliation statements and for which adjustments had to be made, and had those balances been settled within one month			
11	**Utilization of Provisions**			
11.1	The provisions allocated had been spent without exceeding the limit	Complied		
11.2	The liabilities not exceeding the provisions that remained at the end of the year as per the FR 94(1)	Complied		
12	Advances to Public Officers Account			
12.1	The limits had been complied with	Complied		
12.2	A time analysis had been carried out on the loans in arrears	Complied		
12.3	The loan balances in arrears for over one year had been settled			
13	**General Deposit Account**			
13.1	The action had been taken as per F.R.571 in relation to disposal of lapsed deposits	Complied		
13.2	The control register for general deposits had been updated and maintained	Complied		
14	**Imprest Account**			
14.1	The balance in the cash book at the end of the year under review remitted to TOD	Complied		
14.2	The ad-hoc sub imprest issued as per F.R. 371 settled within one month from the completion of the task	Complied		
14.3	The ad-hoc sub imprests had not been issued exceeding the limit approved as per F.R. 371	Complied		
14.4	The balance of the imprest account had been reconciled with the Treasury books monthly	Complied		
15	**Revenue Account**			
15.1	The refunds from the revenue had been made in terms of the regulations	Complied		
15.2	The revenue collection had been Directly credited to the revenue account without credited to the deposit account	Complied		
15.3	Returns of arrears of revenue forward to the Auditor General in terms of FR 176	Complied		
16	**Human Resource Management**			
16.1	The staff had been paid within the approved cadre	Complied		
16.2	All members of the staff have been issued a duty list in writing	Complied		
16.3	All reports have been submitted to MSD in terms of their circular no.04/2017 dated 20.09.2017	Complied		
17	**Provision of information to the Public**			

17.1	An information officer has been appointed and a proper register of Information is maintained and updated in terms of Right to Information Act and Regulation	Complied		
17.2	Information about the institution to the public have been provided by Website or alternative measures and has it been facilitated to appreciate /allegation to public against the public authority by this website or alternative measures	Complied		
17.3	Bi- Annual and Annual reports have been submitted as per section 08 and 10 of the RTI Act	Not Complied		Report is completed
18	**Implementing citizens charter**			
18.1	A citizens charter/ Citizens client's charter has been formulated and implemented by the Institution in terms of the circular number 05/2008 and 05/2018(1) of Ministry of Public Administration and Management	National Physical Planning Department is not an institute which is directly working with people. So, it is not necessary to prepare Citizens client's charter		
18.2	A methodology has been devised by the Institution in order to monitor and assess the formulation and the implementation of Citizens Charter / Citizens client's charter as per paragraph 2.3 of the circular			
19	**Preparation of the Human Resource Plan**			
19.1	A human resource plan has been prepared in terms In terms of the format in Annexure 02 of Public Administration Circular No.02/2018 dated 24.01.2018	Complied		
19.2	A minimum training opportunity of not less than 12 hours per year for each member of the staff has been ensured in the aforesaid Human Resource Plan	Complied		
19.3	Annual performance agreements have been signed for the entire staff based on the format in Annexure 01 of the aforesaid Circular	Complied		
19.4	ior officer was appointed and Assigned the responsibility of preparing the human resource Development plan, organizing capacity building programs and conducting skill development programs as per paragraph No.6.5 of the aforesaid Circular	Complied		

20	**Responses Audit Paras**			
20.1	The shortcomings pointed out in the audit paragraphs issued by the Auditor general for the previous years have been rectified	Complied		