

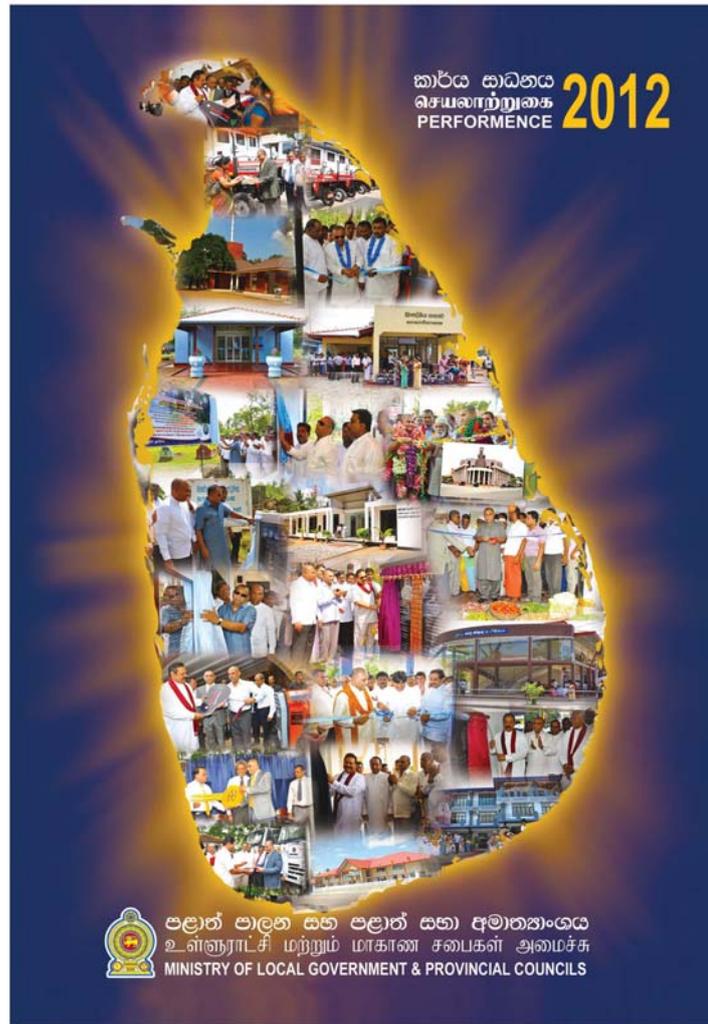
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செயலாற்றுகை
PERFORMANCE 2012



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உள்ளூராட்சி மற்றும் மாகாண சபைகள் அமைச்சு
MINISTRY OF LOCAL GOVERNMENT & PROVINCIAL COUNCILS



Ministry of Local Government and Provincial Councils
330, Union Place, Colombo 02



Performance Report 2012

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Message of the Hon. Minister

The revolutionary changes are taking place in the sphere of development based on the concept of His Excellency the President Mahinda Rajapaksha to develop the Country by uplifting the levels of villages to reach the economic prosperity for our nation. In this context, I would like to note that the passing of Local Government (Special Provisions) Draft Bill unanimously at the Parliament on and also a magnificent achievement by the Country and the Government as a whole and the Ministry of Local Government and Provincial Councils particular.

It is a great pleasure for me to note that my Ministry has launched a series of special programmes to strengthen the good governance in the Local Government sectors to make the implementation of development programmes initiated by His Excellency the President Mahinda Rajapaksha under the concept of “Mahinda Chinthana” successful in a more meaningful and effective manner. Further, while identifying the backward Local Government institutions and paying special attention to those institutions, various measures are being taken to uplift the economy along with infrastructure facilities. Already a number of solid waste management which has become a major challenge faced by many local government institutions in this country. Moreover, a number of programmes have been mooted by this Ministry to rehabilitate many Local Governments which were badly affected by the cruel war prolonged for three decades. Similarly, this ministry has taken all the necessary steps for the efficient and smooth functioning of Provincial Councils.

The Ministry has dispensed necessary guidance and advice to preserve the natural resources and environment in all Local Government Institutions areas to generate satisfactory level income. While appreciating the necessary guidance given by His Excellency the President and the unstinting and unflinching cooperation extended by Hon. Indika Bandaranayake, Deputy Minister of Local Government and Provincial Councils and Mr. R.A.A.K. Ranawaka, the Secretary to the Ministry and officials and

staff of the Ministry, I would like to pay my gratitude to all provincial Governors, Provincial Chief Ministers, including Provincial Ministers, Provincial Council members and respective staff their Worship Mayors of Municipal Councils and Hon. Chairmen of Urban Councils and Pradeshiya Sabhas, Peoples' representatives of Local Government institutions, their staff, who have immensely contributed to the success of each sector of Local Governments and Provincial Councils in the past years as well as in 2012.

A.L.M. Athaullah, M.P

Minister of Local Government and Provincial Councils



Message of the Hon. Deputy Minister

The Local Government and Provincial Councils Ministry is a machinery to offer the people an effective service blended with peoples' development as a partner in the area. The significant landmark in the recent history was the amendments that were passed to the Local Government Election Act, Furthermore, the Local Government and Provincial Councils Ministry acts towards balancing peoples' activities in developing the nation. One aspect of that progress is the small and medium scale town development aimed towards "Pura Neguma" development program which is now in progress from this year.

All activities of the Local Government Administration have been re-engineered to offer an effective Public Service through the Programms outline. All these programmes are being successfully implemented at Local Government level in the provinces and at national level through a consolidated coordination by my Ministry.

I take this opportunity to thank Hon. Minister of Local Government and Provincial Councils, the Secretary to the Ministry and all those who are mentioned in this development report and contributed towards the performance of this Ministry profusely.

Indika Bandaranayaka, M.P.

Deputy Minister of Local Government and Provincial Councils



Message of the Secretary

In the effort to make Sri Lanka the Miracle of Asia the Local Government and Provincial Councils Sector has to meet an enormous task towards development. In the year 2012 Subjects that come under the Ministry and the responsibilities were executed with necessary legal reforms needed for development. Furthermore required infrastructure facilities for Local Government Institutions and the management abilities were enhanced to provide an efficient and meaningful service to the public.

‘Pura Neguma’ Programme was initiated this year with the objective of developing selected small towns as attractive, pleasant and clean towns and work will be begun on these projects in 2013. Such projects will cover access roads, weekly fairs, libraries, children’s parks, comfort centers, as infrastructure needs. Similarly, several waste management programmes have been initiated and in the City of Colombo the drainage and sewerage system which is more than a century old is been upgraded while towns connecting roads too have been accomplished.

In addition, the Ministry has undertaken the development of infrastructure facilities at Pradeshiya Sabha level. Furthermore, among the other steps towards development we also envisage transforming the office premises into a more public friendly environment with a view to enhance efficiency in Local Authorities and streamlining service delivery by adding a computer network to provide services as people based centers. One of the important events took place during the year is passing of Local Government (Special Provisions) Act and Local Government Elections (Amendment) Act.

These would be further developed shortly under the Mahinda Chinthana policy declaration and the contents embodied in Budget 2012. His Excellency the President has provided necessary guidance while the Hon. Minister and the Deputy Minister have led the staff in the proper direction to function all Local Government and Provincial Councils effectively. I extend my heartfelt gratitude to all of them.

R.A.A.K. Ranawaka

Secretary

Ministry of Local Government and Provincial Councils

1

Vision of the Ministry

The vision of the Ministry is to be valued as the leading agency in the development of devolution, decentralization and participatory System of governance that promotes equitable and sustainable development in Sri Lanka

2

Mission of the Ministry

To ensure efficient and effective Provincial and Local Administrative system responsive to the aspirations of the people and facilitate the achievement of sustainable and equitable human development in Sri Lanka by advocating and strengthening the systems of Decentralized Governance.

3

Objectives of the Ministry

- Co-ordinating between the Government and Provincial Councils
- Assisting for the preparation of national policies on Provincial Councils and Local Authorities
- Providing support to Provincial Councils and Local Authorities to enable them functioning efficiently within the National Policy Framework
- Providing financial, technical and legal assistance and introducing reforms
- Maintaining international relationships and implementation of foreign funded projects
- Establishing Local Authorities and holding responsibility at National Level on Local Government Elections
- Piloting an effective decentralized administration
- Supporting Local Authorities to improve physical, economic & social infrastructure facilities

4

Priority Areas Identified Towards Achievement of Goals

01. Formulation of National Laws pertaining to Local Government to suit the present

- Local Government Election (Amended) Act and Local Government (Special Provisions) Act have been amended.
- Amendment of Municipal Council Ordinance
- Amendment of Urban Council Ordinance
- Amendment of Pradesiya Sabha Act
- Amendment of Laws relating to Local Government administration, Personnel administration and Revenue
- Laws relating to public health and environment
- Common amenities

02. Providing necessary assistance towards optimal administration at Local Government level

- Creating awareness and training
- Fulfilling staff requirements
- Improving ability to draft and implement laws
- Introducing Local Government reforms

03. Improving efficiency in delivering services by Local Authorities

- Re-engineering of procedures
- Designing a mechanism to deliver computer related services

04. Equitable regional development

- Foreign investment towards minimizing regional disparities
- Promotional projects on areas such as rural roads, health, education, sanitation, garbage, disaster management etc.

5

Related Sectors to the Ministry of Local Government and Provincial Councils in the Mahinda Chinthana, Idiri Dekma

- Implementation of rural water supply schemes in applicable areas based on the population density in villages (P.N. 67)
- Provision of projected waste water discharging systems to hospitals (P.N. 67)
- Construction of new roads to identify regional centers (P.N. 97)
- Identification and improvement of roads which are needed to be widened (P.N. 97)
- Application of a Roads Maintenance Management System. (P.N. 97)
- Identification of most important junctions and improving traffic control system (P.N. 98)
- Construction of parks for three wheelers (P.N. 106)
- Construction of new pavements and paths for bicycles (P.N. 108)
- Provision of water supply and solid waste management facilities in the Urban Councils and Municipal Councils (P.N. 163)
- Enhancement and regulation of facilities for easy access to the public places and Services (P.N. 194)
- Construction of walking paths and leisure parks (P.N. 194)
- Increase the women representation in Provincial Councils and Local Authorities (P.N. 194)

***Pages related on “Mahinda Chintana Idiri Dekma”**

6

Various Divisions and Statutory Bodies under the Ministry of Local Government and Provincial Councils

Making the Ministry more responsive to the needs of the Provincial Councils and Local Authorities, it functions with the following Divisions, Statutory Bodies and Project Units.

- Office of the Hon. Minister of Local Government and Provincial Councils
- Office of the Hon. Deputy Minister of Local Government and Provincial Councils
- Administration Division
- Finance Division
- Local Government Division
- Provincial Councils and Training Division
- Legal Division
- Development & Planning Division
- National Solid Waste Management Support Centre
- Expenditure Monitoring Division
- Internal Audit Division
- Policy and Information Division
- Sri Lanka Institute of Local Governance
- Local Loans and Development Fund

Sri Lanka Institute of Local Governance which is the national training center in the field of Local Government and Provincial Councils functions under the Ministry. Similarly a significant task performed by this ministry is the management of the Local Loans & Development Fund.

7

Key Functions of the Ministry

Co-ordination between the Government and Provincial Councils, promotion of Good Governance in Provincial Councils and Local Authorities and coordinating and monitoring of foreign funded projects.

01. Major Provincial Council Activities

- Providing support to 9 Provincial Councils and 335 Local Authorities
- Functioning as the Executing Agency for the donor funded development projects implemented by the Provincial Councils and Local Authorities
- Providing guidance and support to the Sri Lanka Institute of Local Governance and Local Loans Development Fund
- Providing technical support to Local Authorities through the National Solid Waste Management Support Centre
- Implementing foreign funded development projects
- Releasing funds for Provincial Councils and monitoring the expenditures
- Strengthen the administrative affairs of Eastern and Northern Provinces
- Implementation of Small & Medium scale Town Development Projects

02. Major Local Government Activities

- Supporting the LAs to improve infrastructure and human resources, and promote Good Governance
- Providing special support to backward Local Authorities
- Providing assistance in regular Waste Management
- Amending the Local Government Legislation and promoting Reforms

- Upgrading the Local Authorities and establishment of new Local Authorities
- Providing support to improve rural roads, disaster preparedness and institutional capacity
- Restoration of the Local Government system in Northern and Eastern Provinces
- Implementation of “Pura Neguma” project and successfully completion of the Local Government Infrastructure Improvement Project
- Waste management / rehabilitation of Sewer systems
- Provision of machinery, gully bowsers, water bowsers etc.

8

Major Achievements in the Provincial Councils and Local Government Sector

- Local Authorities Election (Amended) Draft Bill and Local Authorities (Special Provisions) Draft Bill passed by the Parliament
- Amendment of Municipal Councils Ordinance, Urban Councils Ordinance and Pradeshiya Sabha Act
- Provision of necessary infrastructure facilities to the backward Local Authorities
- Implementation of “Pura Neguma” project for the development of small and medium scale towns
- Introducing re- engineering programmes to the Local Authorities
- Providing access to service delivery / provision of computer and internet facilities
- Identification of core rural road network coming under the Local Authorities and formulation an Investment Plan to develop rural roads network through preparation of Road Inventory.
- Implementation of foreign funded projects to develop 1115 km of provincial roads in the Eastern , North Central , Sabaragamuwa, Central, Uva and Northern provinces
- Preparation of an action programme identifying the solid waste management in all Local Government Institutions areas as a high priority
- Upgrading Provincial Departments
- Equalization of privileges of provincial council designated officers
- Strengthening legal units of Provincial Councils
- Creation of an Island-wide fire and rescue service system
- Implementation of foreign donor funded projects for provincial development
- Conducting training programmes for the councilors, officers of the Local Authorities
- Improving the productivity of services provided by the Local Authorities through holding the Annual Local Government Symposium and Management Competition
- Development of infrastructure facilities of 18 Local Authorities in the Anuradhapura District under the Deyata Kirula National Development Exhibition and Development Programme, 2012
- Secured the 6th place among the Ministries at the Deyata Kirula National Development Exhibition and Development Programme, 2012.

9

Performance in 2012

9.1 Local Government Section

9.1.1. Upgrading Backward Local Authorities

Necessary measures have been taken to construct buildings, provide office equipment, and purchase books and necessary equipments to the preschools in selected 16 Local Authorities so as to deliver public services in a satisfactory manner. Hence a sum of Rs. 36.4 million was allocated for the year 2012 and Rs. 22.91 million was spent by 31.12.2012 to improve relevant infrastructure facilities as mentioned below.

Financial (financial progress was 63%) and Physical Progress as at 31.12.2012

Local Authority	Project	Expenditure (Rs.Mn)
1 Medirigiriya P.S.	Construction of P.S. building	1.77
2 Elahera P.S.	Purchase of Equipment for P.S. building	1.86
3 Meegahakiwla P.S.	Construction of P.S. building	0.74
4 Rideemaliyadda P.S.	Construction of P.S. building – Final Payment	0.14
5 Rideegama P.S.	Purchase of books & equipment for Preschools	0.80
6 Bingiriya P.S.	Purchase of books & equipment for Preschools	0.50
7 Kuliypitiya P.S.	Purchase of books & equipment for Preschools	1.00
8 Wanathawilluwa P.S.	Purchase of books for the public Library	0.10
9 Weligepola P.S.	Purchase of Office Equipment	1.45
10 Akkaraipattu M.C	Purchase of generators	2.23
11 Akkaraipattu P.S.	Construction of P.S. building	4.10
12 Mahaoya P.S.	Purchase of Office Equipment	2.00
13 Potuwil P.S.	Purchase of cultural center-payment for phase 1	0.71
	Construction of P.S building	0.99
14 Irakkamam P.S.	Construction of P. S. Building	3.99
15 Weliwitiya Diwithura P.S.	Construction of P.S. building-payment of retention.	0.41
16 Lunugala P.S.	Construction of P.S. building - payment of retention	0.12
Total Expenditure		22.91

9.1.2. Vehicle Repair Programme in Local Authorities

Steps had been taken to repair 20 badly damaged obsolete Double Cabs of 20 Local Authorities in 2012 (which are more than 10 years old.) Rs.18.2 million had been allocated for this and actual expenditure was Rs.16.5 million.

Financial (Financial progress was 91%) and Physical Progress as at 31.12.2012)

Local Authority	Amount (Rs. Mn.)
01. Ududumbara Pradeshiya Sabhawa	1.38
02. Panduwasnuwara Pradeshiya Sabhawa	1.04
03. Neluwa Pradeshiya Sabhawa	0.21
04. Rajgama Pradeshiya Sabhawa	0.50
05. Bulathsinghala Pradeshiya Sabhawa	1.90
06. Bope Poddala Pradeshiya Sabhawa	0.66
07. Yakkalamulla Pradeshiya Sabhawa	1.25
08. Galenbidhunuwewa Pradeshiya Sabhawa	0.63
09. Nawagattegama Pradeshiya Sabhawa	1.35
10. Kahatagasdigiya Pradeshiya Sabhawa	0.18
11. Naranmala Pradeshiya Sabhawa	1.44
12. Arachchikattuwa Pradeshiya Sabhawa	0.37
13. Anamaduwa Pradeshiya Sabhawa	0.26
14. Lunugamwehera Pradeshiya Sabhawa	0.76
15. Vilgamuwa Pradeshiya Sabhawa	0.92
16. Walallawita Pradeshiya Sabhawa	1.00
17. Giribawa Pradeshiya Sabhawa	0.87
18. Padavi Sri Pura Pradeshiya Sabhawa	1.00
19. Udubaddawa Pradeshiya Sabhawa	0.64
20. Thawalaa Pradeshiya Sabhawa	0.14
Total Expenditure	16.50

9.1.3. Constitution of new Local Authorities

Measures will be taken to constitute the following Local Authorities after receiving the Committee report of National Delimitation Committee appointed to demarcate the administrative Limits of Local Authorities as a result of passing the Local Authorities Election (amendment) Act No 22 of 2012 and Local Authorities (Special Provision) Act No 21 of 2012.

01. Constitution of Padukka Pradesiya Sabhawa
02. Constitution of Deltota Pradesiya Sabhawa
03. Constitution of Doluwa Pradesiya Sabhawa
04. Constitution of Gonapeenuwala Pradesiya Sabhawa
05. Constitution of Okewela Pradesiya Sabhawa
06. Constitution of Walasmulla Pradesiya Sabhawa
07. Constitution of Bamunakotuwa Pradesiya Sabhawa
08. Constitution of Mahawewa Pradesiya Sabhawa
09. Constitution of Kiriella Pradesiya Sabhawa
10. Constitution of Sewanagala Pradesiya Sabhawa
11. Constitution of Karachchi Pradesiya Sabhawa
12. Constitution of Mahakumbukkadawala Pradesiya Sabhawa
13. Expansion of Urban Council Limits of Horana Urban Council
14. Constitution of Hataraliyadda Pradesiya Sabhawa
15. Expansion of Urban Council limits in Ambalangoda Urban Council
16. Constitution of Welipitiya Pradesiya Sabhawa
17. Constitution of Mallowapitiya Pradesiya Sabhawa
18. Constitution of Pallama Pradesiya Sabhawa
19. Constitution of Moneragala Urban Council
20. Constitution of Wilachchiya Pradeshiya Sabhawa
21. Constitution of Ampara Municipal Council
22. Constitution of Oddusudan Pradeshiya Sabhawa
23. Constitution of Panduwasnuwara East Pradeshiya Sabhawa

Measures were taken to newly constitute the Millaniya Pradeshiya Sabhawa on 02.12.2012 before passing the above acts.

9.1.4. Assisting in Recruitment of New Staff to Local Authorities

A detailed assessment of required essential for Local Authorities and Provincial Councils was carried out within this year with the Department of Management Services, Salaries and Cadre Commission, Finance Commission and this Ministry.

Accordingly, recommendations regarding the necessary staff to carry out the work of the Local Authorities efficiently was submitted to the Management Services Department and relevant approvals obtained and already the Ministry has informed the Local Authorities.

9.1.5. Local Government Week

The main objective of this programme is to take necessary action to promote public amenities provide by these institutions, to create an environment for supply of an efficient service to the public by the Local Authorities by utilizing the human and physical resources of these institutions and building of good attitudes and relationships among the people about Local Authorities and public services.

Accordingly, Local Government week was held this year also and its awarding Ceremony is scheduled to be held in January 2013. Special Programmes launched during the Local Government week held annually are follows.

Date	Programme
15-10-2012	Health and Sanitation day
16-10-2012	Education and Library Development day
17-10-2012	Mobile Service day
18-10-2012	Public Amenities day
19-10-2012	Environment and Tree planting day
20-10-2012	Income Promotion day
21-10-2012	Sports day and award of Prizes and Certificate

9.1.6. Holding the Local Government Management Competition and National Symposium of Local Government

Under the patronage of this Ministry and with the participation of all the Heads of Local Authorities, an Annual National Symposium of Local Government is held concurrently with the Local Government week to award prizes and certificates to winning institutions at the Local Government Management Competition conducted annually in order to enhance good governance and efficiency in management and also to appreciate the winning institutions at national level. After the conclusion of all activities the awarding ceremony is held under the patronage of His Excellency the President and all the arrangements have been made to hold it in January 2013.

9.1.7. Preparing a Data Base of Local Authorities

A data base of Local Authorities is being prepared including names and telephone numbers of Heads, Deputy Heads and Administrative Officers. It will be distributed among all state institutions and Local Authorities once it is printed.

9.1.8. Commonwealth Meeting on Local Governance

The Asian Regional Meeting of Commonwealth Local Authorities is very significant to Sri Lanka at National and International Level. The representatives have decided to hold it in Sri Lanka through it, the international image of Sri Lanka can be enhanced.

The said meeting was held on 24th and 25th April 2012 in Colombo for the first time in Sri Lanka successfully.

India, Bangladesh, Malaysia, Maldives, Pakistan, Thailand, Sri Lanka and the United Kingdom participated in this and experiences related to Local Government was exchanged.

9.2 Provincial Council and Training Division

The basic functions of this division are to provide facilities to provincial council operations, coordinate between the Central Government and Provincial Councils and human resources development etc. During the year two meetings of Provincial Chief Secretaries were held and with the assistance of the relevant parties required solutions were found to the proposals submitted by the chief secretaries. Further, the relevant information related to the questions which were submitted to Parliament regarding each Provincial Council was obtained from provincial authorities and their present condition was reported to the Parliament.

The Ministry examined the requests received about creating new positions in provincial public service and filling of vacancies and referred them Department of Management Services along with its recommendation. The Department of Management Services has prepared the review of cadre and has already informed the Provincial Councils.

Financial and Physical Progress as at 31.12.2012

Functions	Allocation (Rs.Mn.)	Actual Expenditure (Rs.Mn.)	Psychical Progress	%	Financial Progress %
1. Local and Foreign Training needs for human resource development	1.00	0.98	Trained 51 Officers	-	98
2. Issuing of vehicle importation permit to members of the MC, UC and PS	-	-	Issued 363 Permits	100	-
3. Prepared a data base for Provincial Councils	-	-	Collection, preparation, and updating of relevant data	100	-

9.3 Legal Division

Legal Division of the Ministry was established to productively carry out the role of the Ministry of providing coordination, guidance to legal, technical and financial assistance for the administration and development work carried out by Provincial Councils and Local Authorities in terms of the 13th Amendment to the Constitution which envisaged carrying out welfare of public more productively and efficiently within a recognized framework of National Policies.

9.3.1 Activities

01. Mediation at legal issues arising when maintaining the link between the second and third layer of sub national governance, introducing necessary amendments for existing laws and subordinate laws and take necessary measures to formulate new laws and subordinate laws according to the needs of the time.
02. Give legal advice for the legal issues arising within Local Authorities and Provincial Councils
03. Co-ordinate with department of Attorney General regarding the petitions filed at the court against the Ministry
04. Participate in the activities of Minor Courts and represent the Ministry.
05. Take necessary action for the petitions filed at Human Rights Commission

9.3.2. Progress of Legal Division in 2012

It is a very significant landmark to be noted in the history of elections that the Ministry could pass the Local Authorities (Special Provisions) Act.No.21 of 2012 and Local Authorities Elections (Amendment) Act No. 22 of 2012 in Parliament by introducing a Mixed Elections System based on Wards System for the Local Government Elections System.

9.4 Development and Planning Division

A major function of this Ministry is to conduct Local and Foreign funded development programmes and projects in order to minimize the regional development disparities within different provinces of the island. Co-ordination of such development works, conduct progress reviews and discussions at national level, prepare and submit the Ministry action plan related to the works of Local Authorities and Provincial Councils, preparation and forwarding of monitoring reports including performance reports are major duties of the Development and Planning Division.

9.4.1 Deyata Kirula National Development Exhibition and Development Programme -2012

For the Deyata Kirula National Development Exhibition held in Oyamaduwa, Anuradhapura from 4th to 10th February 2012 representing all Provincial Councils under the patronage of this Ministry the Provincial Councils participated successfully as a cluster. The Ministry of Local Government and Provincial Councils secured the 6th place among all the Ministries.

The following development projects under the Deyata Kirula Development Programme 2012 have been completed according to the following physical progress in 18 Local Authorities in

the Anuradhapura district. The provision for this year was Rs.100 Mn. while the actual payment was Rs. 52.15. Accordingly the financial progress at the end of the year was 52%.(Balance amount will be paid in the year 2013).

Accordingly Physical Progress of the on-going projects of the Deyata Kirula National Exhibition and Development Programme as at 31.12.2012 was as follows.

Name of the Project	Physical Progress %
01. Purchase of equipments to the auditorium and 2 storied library of Kahatagasdigiliya P.S.	100
02. Completion of balance work of Rajanganaya Pradeshiya Sabha building	100
03. Construction of ground floor of Horowpathna Pradeshiya Sabha building	100
04. Construction of Wilachchiya weekly Fair (Central Nuwaragam Palatha)	100
05. Beutification of Walisinghe Harischandra Play Ground	100
06. Construction of the security room and fence of Thuruliya Sewana holiday bungalow in Nuwaragam Palatha (East)	100
07. Construction of Medawachchiya Pradeshiya Sabha building	95
08. Construction of Mihintale Pradeshiya Sabha building	70
09. Construction of enterance road to clinical centre of Kudanelubewa (Eastern Nuwaragam Palatha	60
10. Construction of the ground floor of Thalawa Pradeshiya Sabha building	90
11. Construction of drain system from Eastern Nuwaragampalatha Nelubewa school to Muslim school	90
12. Construction of Nuwaragam Palatha (Eastern) Pradeshiya Sabha building	100
13. Construction of Padawiya Pradeshiya Sabha building	100
14. Construction of balance work of 1 st floor Tirappane Pradeshiya Sabha building	100
15. Development of the Library building in Kahatagasdigiliya Pradeshiya Sabha and Purchase of books	100
16. Construction of ground floor of Kebithigollewa Pradeshiya Sabha building	100
17. Construction of Library building of Rajanganaya Pradeshiya Sabha	100
18. Construction of the Town hall in Nochchiyagama Pradeshiya Sabha	95
19. Construction of the Thuruliya Sewana Holiday Resort	50
20. Construction of the Multipurpose building in Wilachchiya	100
21. Construction of the Auditorium in Kahatagasdigiliya Pradeshiya Sabhawa	100
22. Construction of ground floor of Ipologama Pradeshiya Sabha building	80
23. Construction of the balance work of the community centre of the Periumkulama(Central Nuwaragam Palatha)	100

Name of the Project	Physical Progress %
24. Purchase of equipments to the office of Oyamaduwa (Centra Nuwaragam Palatha) Pradeshiya Sabhawa	50
25. Renovation of Anuradhapura circuit bungalow	80
26. Construction of Rambewa Pradeshiya Sabha Canteen	75
27. Construction of the fence and front gate of Rambewa Pradeshiya Sabha	100
28. Construction of Rambewa Pradeshiya Sabha building	90
29. Construction of the boundary wall and side gutters of Kahatagasdiliya shopping centre	20
30. Construction of Nuwaragam Palatha (central) Pradeshiya Sabha building	90
31. Construction of the balance work of Pothanagama crematorium	90
32. Construction of fence, gate and toilets of Pothanagama crematorium and Landscaping of the ground.	90
33. Construction of fence and gate of Pandulagama Pradeshiya Sabha building under construction	25
34. Construction of fence and gate of Oyamaduwa pradeshiya sabha building	90
35. Construction of the store complex of Mahabulankulama Agricultural Sale Centre	20
36. Constructions of the drain system in front of the quarters of Nachchaduwa Divisional Secretary.	60
37. Construction of Nochchiyagama Library building	70
38. Construction of the 1st floor of Galnewa Pradeshiya Sabha building	70
39. Water supply scheme of Galenbindunuwewa.	
40. Construction of fence and gate of Kudanelubewa clinic centre	100
41. Construction of Kekirawa Public Market	40
42. Construction of the reading hall of Anuradhapura Municipal Council	20

9.4.2 Special Town Development

Implementation of small and medium scale town development projects has become a very significant feature in the development process of the Ministry with the technical and consultancy assistance of the Urban Development Authority and Sri Lanka Land Reclamation and Development Cooperation and with the intervention of the Commissioners of Local Government and the Departments of Engineering Services of the Provinces.

Accordingly, the physical progress of development activities in relevant towns, the time duration for projects of town development, project cost, total expenditure on projects and financial progress for the year of 2012 are as follows.

Town	Project	Physical Progress %
Hakmana Town Development 2008-2013 (Rs.Million) Total Project Cost 406 Total Expenditure 263 2012 (Rs.Million) Provision 37.30 Actual Expenditure 26.72 Financial Progress 72%	01. Construction of the P.S. building and stores 02. Construction of the Town hall 03. Construction of the Public toilet system 04. Construction of the Public library 05. Construction of the Playground and pavilion 06. Construction of the Internal roads & drain system 07. Construction of the Access roads 08. Renovation of the Public market The financial progress for 2008 – 2012 is 65%	100 100 100 100 100 100 15 10
Dehiowita Multi-Purpose Complex 2010-2013 (Rs.Million) Project cost 250 Total Expenditure 177 2012 (Rs.Million) Provisions 75.00 Actual Expenditure 74.99 Financial progress 100%	01. Construction of the Side walls and filling of land 02. Construction of the Multi -purpose Complex The financial progress for 2010 – 2012 is 71%	100 75
Pallepola Town Development 2010-2013 (Rs.Million) Project cost 350 Total Expenditure 19 2012 (Rs.Million) Provisions 10.00 Actual Expenditure 2.63 Financial progress 26%	01. Construction of the drain systems 02. Construction of the Public Vehicle Park 03. Construction of the Public toilet system The financial progress for 2010 – 2012 is 5%	100 100 100
Panduwasnuwara Town Development 2011-2013 (Rs.Million) Project cost 250 Total Expenditure 33 2012 (Rs.Million) Provisions 40.00 Actual Expenditure 22.14 Financial progress 55%	01. Improvement of Siyambalagaswewa as an environmental zone 02. Construction of the by roads in Panduwasnuwara 03. Completion of new administration building, 04. Construction of the Crematorium 05. Construction of the Bus stand The financial progress for 2011 – 2012 is 13%	100 100 100 30 20

Town	Project	Physical Progress %
Beliatta Town Development 2011-2015 (Rs.Million) Project cost 300 Total Expenditure 41 2012 (Rs.Million) Provisions 70.00 Actual Expenditure 13.62 Financial progress 20%	01. Improving of Ampitiya lake as an environmental zone, 02. Construction of the Children's park and play ground, The financial progress for 2011 – 2012 is 14%	100 100
Horana Town Development 2010-2013 (Rs.Million) Project cost 300 Total Expenditure 12 2012 (Rs.Million) Provisions 22.70 Actual Expenditure 7.26 Financial progress 32%	01. Renovation of Library 02. Renovation of the old court building and establishment of Urban Council office 03. Renovation of sport pavilion The financial progress for 2009 – 2012 is 4%	100 50 100
Buttala Town Development 2010 (Rs.Million) Project cost 69 Total Expenditure 69 Financial progress 100%	01. Construction of the Bus stand 02. Construction of the drain system 03. Construction of the shopping complex 04. Construction of the shops 05. Development of internal roads	100 100 100 100 100
Akkaraipattu Town Development 2011-2015 (Rs.Million) Project cost 300 Total Expenditure 143 2012 (Rs.Million) Provisions 90.00 Actual Expenditure 81.88 Financial progress 91%	01. Construction of phase 1 & 2 of public market 02. Construction of the Municipal Council building 03. Construction of the phase 1 & 2 shopping complex The financial progress for 2011 – 2012 is 48%	100 80 100

Several Projects Successfully Completed Under Special Town Development Programme

Hakmana Town Development



Ceremonially opening of the Hakmana new Pradeshiya Sabha Building by His Excellency the President



Hakmana Library

Buttala Town Development



Construction of Shopping Complex



Construction of Market Shops



Construction of Bus Stand

Akkaraipattu Town Development



Construction of Bus Stand



Construction of the Market Complex

9.5 Waste Management

Vision : “More Comfortable Environment for all”

Objective : Waste Management at local authority areas

Activities

01. Formulation of procedural codes and provide consultancy to introduce regular and suitable waste management activities for Local Authorities
02. Provide required technical assistance on waste management for Provincial Councils and Local Authorities
03. Encourage Local Authorities for Waste Management through Local and foreign experience
04. Encourage Local Authorities for good governance and better practice on waste management
05. Assist Local Authorities to obtain technical and financial assistance from Non Governmental Organizations and Finance Institutions

9.5.1. Financial and Physical Progress of the Inputs of Waste Management Support Centre as at 31.12.2012

(a). Progress of inputs in Western Province (No. of projects :01)

Projects	Project Area	Amount granted in 2012 (Rs.Mn)	Financial Progress %	Physical Progress %
01. Distribution of 500 home composting barrels	Homagama Pradeshiya Sabha	0.02	40	70

(b). Progress of inputs in Central Province (No. of projects :16)

Projects	Project Area	Amount granted in 2012 (Rs.Mn)	Financial Progress %	Physical Progress %
01. Environment Conservation Centre	Nuwaraeliya P.S.	2.301	20	10
02. Compost Project	Minipe P.S.	0.948	20	10
03. Establishment of Bio Gas Unit	Gampola U.C.	1.079	100	100
04. Establishment of 12 barrels for garbage disposal	Nuwaraeliya P.S.	0.226	40	40
05. Establishment of recyclable material collection centers at schools	Sumana M.V & Tamil M.V. in Thalawakele Lidula U.C. area	0.513	100	100
06. Project on distributing 750 home composting barrels	Kandy M.C.	0.30	40	30
07. Project on distributing 200 home composting barrels	Pathadumbara P.S.	0.800	40	30
08. Project on distributing 100 home composting barrels	Medadumbara P.S.	0.120	50	25
09. Project on distributing 300 home composting barrels	Udunuwara P.S.	0.100	50	50
10. Distribution of Tractor Tailors	Medadumbara P.S.	0.119	50	100
11. Project on distributing 50 home composting barrels	Yatinuwara P.S.	0.250	100	100
12. Project on distributing 208 home composting barrels	Thlawakele Lidula U.C.	0.112	50	30
13. Compost Huller Machine	Mathale P.S.	0.175	100	100
14. Project on distributing 50 home composting barrels	Mathale P.S.	0.212	45	100
15. Project on distributing 50 home composting barrels	Yatawaththa P.S.	0.825	100	100
16. Training 35 laborers	Waththegama U.C. Nuwaraeliya P.S. Harispaththuwa P.S. Minipe PS&.Ella P.S.	0.256	100	100

(c). Progress of inputs in Southern Province (No. of projects :14)

Projects	Project Area	Amount granted in 2012 (Rs.Mn)	Financial Progress %	Physical Progress %
01. Construction of a building for composting	Thangalla U.C.	0.585	20	80
02. Development of a building for composting and construction of a small building to establish Huller Machine	Pasgoda P.S.	0.581	100	100
03. Project on distributing 150 waste separation bins	Thangalla P. S	0.088	50	100
04. Project on distributing 100 waste separation bins	Akuressa P.S.	0.292	90	100
05. Provision of machinery for establishing a center to recycle non decaying material	Weligama U.C	2.48	45	60
06. Project on distributing 500 Home Composting Barrels	Ambalangoda U.C.	0.270	100	100
07. Project on distributing 250 Home Composting Barrels	Malimbada P.S.	0.140	60	70
08. Establishment of a Compost Yard	Thawalama P.S	3.653	0	40
09. Improvement of Compost Yard	Baddegama P.S.	0.213	20	100
10. Training 200 labourers	Mathara M.C.	0.572	100	100
11. Training 30 labourers	Thihagoda P.S. Malimbada P.S. Kirinda Puhulwella Thawalama P.S. Nagoda P.S. Baddegama P.S. Pasgoda P.S.	0.429	100	100
12. Distribution of four wheel tractors	Hakmana P.S.	1.475	100	100
13. Distribution of four wheel tractors	Hanbanthota P.S.	1.475	100	100
14. Provision of gully bowsers	Hambanthota U.C.	2.575	100	100

(d). Progress of inputs in Northern Province (No. of projects :06)

Projects	Project Area	Amount granted in 2012 (Rs.Mn)	Financial Progress %	Physical Progress %
01. Centre for Environmental Conservation	Mannar U.C.	3.917	40	30
02. Centre for Environmental Conservation	Karachchi P.S.	1.569	20	0
03. Training on Solid Waste Management	For Local Authorities in Jaffna District	0.176	88	100
04. Provision of Tractor Mounted Gully Bowsers	Jaffna M.C.	2.575	100	100
05. Provision of Tractor Mounted Gully Bowsers	Musali P.S.	2.575	100	100
06. Provision of Tractor Mounted Gully Bowsers	Vavniya P.S.	2.575	100	100

(e). Progress of input in Eastern Province (No. of projects :06)

Projects	Project Area	Amount granted in 2012 (Rs.Mn)	Financial Progress %	Physical Progress %
01. Preparation of an action plan on Solid Waste Management	Baticalloa District	0.345	45	80
02. Provision of Gully Bowser	Erawur P.S.	2.575	100	100
03. Provision of compactor vehicle	Akkaraipaththu P.S.	6.272	100	100
04. Construction of compost yard	Kinniya P.S.	2.922	40	40
05. Project on distributing 100 waste separation bins	Dehiaththakandiya P.S.	0.352	100	100
06. Project on distributing 150 waste separation bins	Kanthale P.S.	0.114	100	100

(f). Progress of Inputs in North Western Province (No. of projects :08)

Projects	Project Area	Amount granted in 2012 (Rs.Mn)	Financial Progress %	Physical Progress %
01. Improvement of Final Disposal Yard	Kuliyapitiya U.C.	0.733	51	80
02. Project on distributing 100 waste separation bins	Kuliyapitiya U.C.	0.938	100	100
03. Project on distributing 400 waste separation bins	Ibbagamuwa P.S.	0.141	40	50
04. Project on distributing 250 Home Composting Barrels	Wennappuwa P.S.	0.100	70	75
05. Project on distributing 200 Home Composting Barrels	Kobeigane P.S.	0.200	68	70
06. Construction of a Compost Yard	Kalpitiya P.S.	3.251	38	40
07. Project on Composting	Chillaw P.S.	0.398	100	100
08. Project on distributing 245 waste separation bins	Paduwasnuwara P.S.	0.131	46	25

(g). Progress of Inputs in North Central Province (No. of projects :02)

Projects	Project Area	Amount granted in 2012 (Rs.Mn)	Financial Progress %	Physical Progress %
01. Project on producing Organic fertilizers.	Central Nuwaragam Palalatha P.S.	0.911	20	10
02. Project on producing Organic fertilizers.	Nochchiyagama P.S	2.983	75	100

(h). Progress of Inputs in Uva Province (No. Of projects :03)

Projects	Project Area	Amount granted in 2012 (Rs.Mn)	Financial Progress %	Physical Progress %
01. Project on composting	Haldummulla P.S.	0.640	20	30
02. Training labourers	Selected Local Authorities	0.500	50	100
03. Provision of a tractor trailer	Mahiyanganaya P.S.	0.250	100	100
	Haldummulla P.S.	0.250	100	100
	Thanamalwila P.S.	0.250	100	100
	Passara P.S.	0.250	100	100
	Madulla P.S.	0.250	100	100

(i). Progress of Inputs in Sabaragamuwa Province (No. of projects :04)

Projects	Project Area	Amount granted in 2012 (Rs.Mn)	Financial Progress %	Physical Progress %
01. Project on distributing Organic Fertilizers	Pelmadulla P.S.	1.897	20	35
02. Project on distributing Organic Fertilizers	Embilipitiya U.C	2.969	100	100
03. Development of Final Disposal Ground	Rayhnapura M.C	0.654	20	65
04. Project on distributing 100 waste separation bins	Nivithigala P.S	0.675	100	100

(j). Inputs for other Activities (No. of projects :02)

Projects	Project Area	Amount granted in 2012 (Rs.Mn)	Financial Progress %	Physical Progress %
National Vocational Training programme for Labourers	Local Authorities 40	0.439	50	30
Deyata Kirula National Exhibition 2012	Anuradhapuraya	0.991	100	100

Activities of Waste Management programme



*Distribution of Tractors for the Local Authorities
by the Hon. Minister*



*A Waste Management Training Workshop of the
Monaragala Pradeesiya Sabawa*



*Producing Organic Fertilizer
Kuliyapitiya Urban Council*



*Sewer Management Yard
Kuliyapitiya Urban Council*

9.6. Monitoring Division

9.6.1 Financial Progress of Provincial Council Sector

Major role of the Monitoring Division is to make a continuous evaluation of the way Provincial Councils utilize the grants given by the Central Government annually. The grants given by the Central Government, Provincial Council Estimates, information regarding actual income and expenditure are used for this task. Measures are taken to focus on the variations and issues arising by monitoring this information and its objective is to guide Provincial Councils to achieve expected targets.

Accordingly, as per the information obtained in 2010, 2011, and 2012 from Provincial Councils the prepared financial progress are as follows.

(a) Central Government Grants and Releases to Provincial Council. (Rs.Mn)

Type of Grants	2010			2011			2012		
	Estimate	Actual	%	Estimate	Actual	%	Estimate	Release as at 2012.12.31	%
Recurrent Expenditure (Block grants)	85,300	85,299	100	94,603	94,603	100	94,877	91,551	96
(a). Total Recurrent Grants (Block grants)	85,300	85,299	100	94,603	94,603	100	94,877	91,551	96
(b). Capital Grants									
Criteria based Grants (C.B.G)	3,075	2,612	85	4,460	3,854	86	4,125	2,859	65
Provincial Specific Development Grants (PSDG)	12,423	12,222	98	12,019	9,952	83	13,520	6,409	47
Total Capital Grants	15,498	14,834	96	16,479	13,806	84	17,645	9,268	52
Total Grants (a+b)	100,798	100,133	99	111,082	108,409	98	112,522	100,819	89

(b). Total Income of Provincial Councils.*(Rs.Mn)*

Type of Income	2010		2011		2012	
	Estimate	Actual	Estimate	Actual	Estimate	Actual Income as at 31.12.2012
Turn over tax	23,110.0	19,986.0	19,352.0	4,617.0	635.0	188.0
Vehicle License	3,590.0	3,588.0	3,934.0	4,362.0	4,737.0	5142.0
Liquor License	470.0	529.0	362.0	577.0	658.0	794.0
Interest	256.8	1,075.0	1,063.0	1,244.0	1,430.0	1,921.0
Court Fine	1,005.7	1,506.6	1,021.0	1,465.0	1,673.0	1,890.0
Stamp Duty	5,616.5	6,712.0	5,933.0	13,987.0	6,266.0	6,458.0
Other	6,772.0	3,429.4	4,196.0	14,739.0	36,006.0	32,842.0
Total Income	40,821.0	36,826.0	35,861.0	40,991.0	51,405.0	49,235.0

(C). Recurrent Expenditure and Capital Expenditure*(Rs.Mn)*

Nature of Expenditure	2010			2011			2012		
	Estimate	Actual	%	Estimate	Actual	%	Estimate	Actual	%
(a).Recurrent expenditure	125,653	119,162	95	128,860	129,601	101	145,229	139,120	96
Capital expenditure									
Expenditure under Criteria based Grants	4,018	3,654	91	5,958	6,612	111	10,445	8,223	97
Expenditure under Provincial Specific grants *	13,942	10,945	79	11,810	10,364	88	13,520	8,866	66
(b)Total of Capital Grants	17,960	14,599	81	17,768	16,976	96	23,965	17,089	71
Total (a +b)	143,613	133,761	93	146,628	146,577	100	169,194	156,209	92

* Education and Health sector improvement grants are included under Provincial Specific Development Grants.

* Supplementary allocation wasn't included in the year 2011.

9.6.2 Province wise Financial Progress of Local Authorities

335 of Local Authorities; Municipal Councils, Urban Councils and Pradeshiya Sabhas are operate under the 09 Provincial Councils of Sri Lanka. Assessment Rates, license fees, service charges, warrant cost and fine, stamp duty and court fine are the major sources of income of these Local Authorities. Apart from them, these institutions are granted revenue grants and capital grants by Central Government, Provincial Councils and other institutions.

Likewise, payments of salaries, travelling expenses, purchasing of office requisition, maintenance expenses of capital assets, transportation charges, interests charges, payments of subsidies, payments of pensions and capital expenditure could be mentioned as classification of major expenditure.

The report of the Financial performance including income, expenditure, information of cadres and public utilities are prepared annually by the Monitoring Division and it has been prepared for the year of 2012 as well. The information published in these reports are submitted to Central Bank of Sri Lanka, Department of Census and Statistics and other institutions.

Accordingly, actual particulars of income and expenditure for the year of 2012 are given below.

(a). Provincial wise Income of Local Authorities in 2012

(Rs.Mn)

Province	No. of LA s	Revenue Estimate	Actual Income			Total Income	Progress %
			Revenue Grants	Capital Grants	Council Revenue		
Western	48	17,373	4,800	2,029	9001	15830	91
Central	43	5,578	1,160	3,861	2,277	7,298	131
Southern	49	5,057	834	1,559	1,205	3,598	71
Northern	34	5,220	761	433	775	1,969	38
North Western	33	3,916	682	805	1,461	2,948	75
North Central	26	2,276	257	748	492	1,497	66
Uva	28	1,470	416	420	585	1,421	97
Sabaragamuwa	29	1,820	461	275	827	1,563	86
Eastern	45	3,834	503	940	538	1,981	52
Total	335	46,544	9,874	11,070	17161	38,105	82

(b). Provincial Wise Expenditure of Local Authorities in 2012*(Rs.Mn)*

Province	No of LAs	Estimate of Expenditure	Actual Expenditure		Total Expenditure	Progress %
			Capital	Recurrent		
Western	48	17,545	3,374	11,675	15,049	86
Central	43	5,672	2,016	2,702	4,718	83
Southern	49	4,593	1,897	1,895	3,792	83
Northern	34	5,114	649	1,252	1,901	37
North Western	33	3,824	1,010	1,769	2,779	73
North Central	26	2,136	623	726	1,349	63
Uva	28	2,162	486	797	1,283	59
Sabaragamuwa	29	1,559	232	1,033	1,265	81
Eastern	45	3,767	1,081	1,040	2,121	56
Total	335	44,813	11,368	22,889	34,257	76

10

Major Provincial and Regional Development Projects (Foreign Funded)

10.1 Assistance of foreign finance for Provincial Council and Local Government Sector

Financial assistance for major provincial and regional development projects has been granted through foreign financial institution such as World Bank, Asian Development Bank, Japanese International Cooperation Agency, European union, Government of Netherland and Asian Foundation and attempts have been made to build cooperation and coordination with them. Accordingly, the amount of funds has been increased on a large scale. The following projects have been implemented for 2012 as well.

10.1.1 Major Provincial and Regional Development Projects

01. Local Government Infrastructure Improvement Project (LGIIP) Asian Development Bank (ADB)
02. Provincial Roads Development Project – Central & Sabaramaguwa (PRDP), Japanese International Cooperation Agency (JICA)
03. Provincial Road Improvement Project – Uva, Eastern and Northern Provinces - World Bank (WB)
04. Eastern and North Central Provincial Road Project - Asian Development Bank (ADB)
05. Northern Road Connectivity Project - Asian Development Bank (ADB)
06. Improving Connectivity to Support Livelihood & Gender Equality Project - Asian Development Bank (ADB)
07. Greater Colombo Waste water Management Project - Asian Development Bank (ADB)
08. Upgrading the Disaster Response Network in Urban Local Authorities in Sri Lanka (UDRN) 2nd Phase (Govt. of Netherlands)
09. “Pura Neguma” Project – Local Government Enhancement Sector Project (LGESP) - Asian Development Bank (ADB)
10. Iranamadu Irrigation Development Project. (IFAD)

11. Jaffna and Killinochchi Water Supply and Sanitation Project - Asian Development Bank (ADB)
12. Project of Transforming the School Education System as the Foundation of a Knowledge Hub (TSEP) World Bank (WB)
13. Emergency Natural Disaster Reconstruction Project - Japanese International Cooperation Agency (JICA)

10.1.2 Assistance towards the massive Development of Provincial and Rural Road Sector

The works of 85% of the selected 151km in Eastern Province and 88% from selected 220 km of North Central Province have been completed under the Asian Development Bank funded project on provincial road development under the development of provincial roads.

Further, 58% of the selected 142 km of Asian Development Bank funded Northern Road Connectivity Project has been already completed.

Apart from that 250 km of rural roads have been developed under the project on improving connectivity to support livelihood & gender equality the life standards of Rural Public through Asian Development Bank Funded Rural Road Development Project.

57% of the selected 124 km of Uva Province 50% of 60 km of Eastern Province and 23% of 56 km of Northern Province have been completed under World Bank Funded Provincial Road Development Project.

161km has been developed under World Bank funded Rural Road Development Pilot Project. It is important to mention that 20% of 163 km of Central Province and 8.5% of 180 km of Sabaragamuwa province have been developed under JICA funded Provincial Road Development Project.

(a). Road Details of Sri Lanka

Province	A grade roads (km)	B grade roads (km)	Provincial roads	Rural road E class road km		
			C & D roads (km)	Tar	Concrete	Gravel
Western	1813.88	1208.75	1951.87	6696.65	2356.96	7979.77
North Western	354.56	968.28	1722.63	1004.00	722.55	17901.23
Central	408.57	1330.79	2025.77	1344.58	2432.27	5769.79
Uva	471.04	693.03	1737.38	3603.76	1754.61	6552.26
Sabaragamuwa	415.57	804.18	2112.54	1724.30	1132.13	3365.21
North Central	489.00	700.02	11575.20	747.79	344.21	14315.09
Eastern	618.83	551.13	1097.76	1270.05	461.72	8775.22
Southern	346.88	1018.51	4958.29	2820.72	2522.27	6801.69
North	852.88	560.54	1827.42	1607.05	5790.41	1348.68
Total	5771.21	7835.53	29008.86	20818.9	17517.13	72808.94

(b). New Road Development Projects

Project	Funding Agency	Length (km)
(a). Development of Eastern and Northern Provincial Roads	Asian Development Bank (ADB)	371
(b). Improvement of Provincial Roads (Eastern, Northern, Uva provinces)	World Bank (WB)	240
(c). Development of Provincial Roads (Sabaragamuwa and Central Provinces)	Japanese International Cooperation Agency (JICA)	350 (rehabilitation)
(d). Uplifting the Life Standards of Rural Public improving connectivity to support Livelihood Gender equality (Eastern and Central Provinces)	Asian Development Bank (ADB)	250.55 (rehabilitation)
(e). Northern Road Connectivity Project	Asian Development Bank (ADB)	142 (rehabilitation)

11

Project Portfolio

11.1 Local Government Infrastructure Improvement Project

Funding Agency : Asian Development Bank (ADB)

Major Objectives : To promote human development and Good Local Governance in Local Authorities by enhancing the capacity of Municipal Management and strengthening the delivery of basic social services.

Project Components : Improvement of Provincial and Rural Roads, Construction of office buildings, libraries, community centers etc., construction of crematorium, supply of road maintenance equipment and other machinery.

Project Cost : Rs.6,570 million

Project Duration : 2006 – 2013 January

Total Expenditure as at 31.12.2012 : Rs. 5,606 million

Financial Progress as at 31.12.2012 : 85%

Provisions for 2012 is Rs.1,660 million and the expended amount as at 31.12.2012 is Rs.1,274 Million. Accordingly, financial progress for the year of 2012 is 77% and the total financial progress for the period 2006 – 2012 is 85%. The balance funds under the project will be utilized during 2013. Since the 202 sub projects will be completed by the end of the project period. The physical progress could be stated as 100%. Several successfully completed projects are shown below.



Godakawela Library and Medical Center - Sabaragamuwa Province



Katugampala Ayurveda Building North Western Province



Crematorium of Niyagama Pradeshiya Sabhawa Southern Province

11.2 Provincial Roads Development Project – (Central & Sabaragamuwa) (PRDP)

Funding Agency : Japanese International Cooperation Agency (JICA)

Project Objectives : To contribute to the development of Local Economy through the Improvement of connectivity, reliability and service level of Provincial Road Network by rehabilitating and upgrading of secondary roads (C & D class roads) in Central and Sabaragamuwa Provinces and also strengthening institutional capacities of Provincial Road Agencies and contractors, and thus reduction of regional disparities.

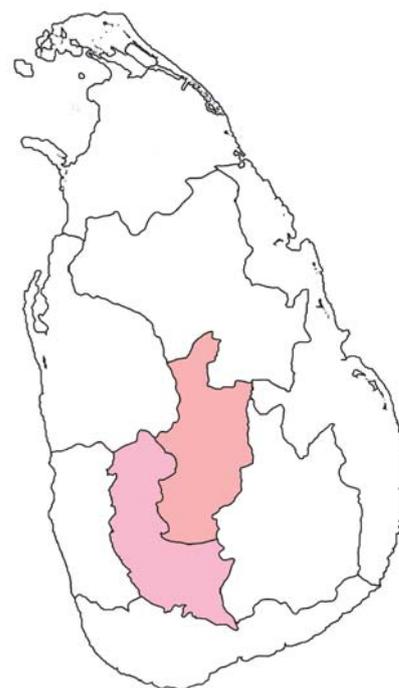
Project Cost : Rs. 14,212 million

Project Duration : 2010 -2014

Total Expenditure as at 31.12. 2012 : Rs. 2,665 million

Total Financial Progress as at 31.12.2012 : 19%

Project Areas	Length (km)
Sabaragamuwa Province	180
Central Province	163
Total	343



Financial Progress in 2012

Project Areas	Grants (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Sabaragamuwa Province	1,125	839	75
Central Province	1,125	974	87
Co-ordinating Unit	287	257	90
Total	2,537	2,070	82

It can be stated that according to the physical progress 20% of the roads in Central province and 8.5% of roads in Sabaragamuwa province have been completed under this project so far.

Projects in progress



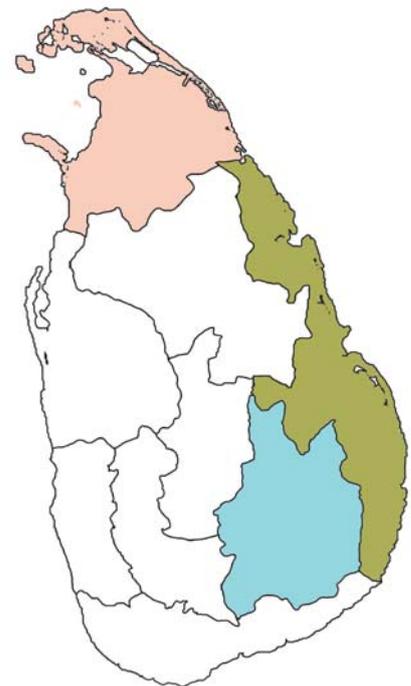
Construction of Karaliyadda Putuhapuwa Weeraliyadda Road - Central Province



Broadening and developing Theldeniya Cobet Gap Road - Central Province

11.3. Provincial Roads Improvement Project

- Funding Agency** : World Bank
- Project Objective** : Improving access to socio-economic centers in Northern, Eastern and Uva Provinces through the sustainable management of infrastructure.
- Project Cost** : Rs. 11.760 million
- Project Period** : 2010-2015
- Total Expenditure as at 31.12.2012** : Rs. 4,769 million
- Total Financial Progress as at 31.12.2012** : 41%



Implementing Areas	Length (km)
Uva Province	124
Eastern province (Ampara)	60
Northern Province (Jaffna)	56
Total	240

Financial Progress in 2012

Implementing Areas	Provisions (Rs. Mn)	Expenditure (Rs. Mn)	Financial Progress %
Eastern Province	568	516	91
Uva Province	1,420	1,292	91
Northern Province	503	447	89
Coordinating Unit	85	78	92
Total	2,576	2,333	91

According to the physical progress 52% of the roads in Uva Province, 50% of the roads in Eastern province and 23% roads in Northern Province have been completed so far and the project is being implemented successfully.

Projects in progress



Construction work Kottagoda- Maspamma – Yalagamuwa roads (28 Km) Uva Province



Construction Viliniyadi Road Eastern Province

11.4 Eastern and North Central Provincial Road Project

Funding Agency : Asian Development Bank

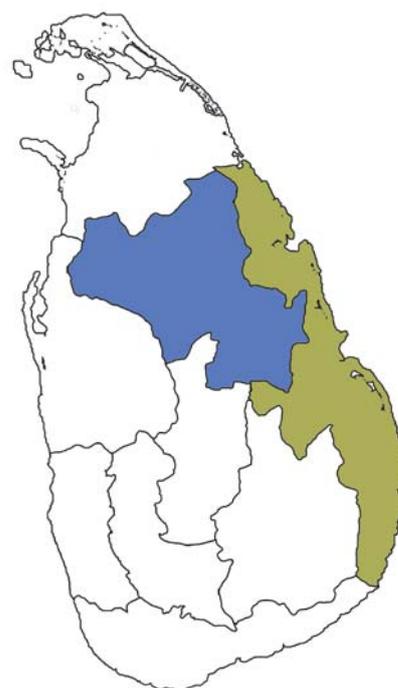
Project Objective : The project objective is to improve the connectivity by the development of two poverty stricken and conflict affected provisions and to strengthen the provincial road development institution in North Central and Eastern peovinces The project will also help strengthened their institutional capacity in road assets management.

Project Cost : Rs. 6,825 million

Project Period : 2009-2013

Total expenditure as at 31.12.2012 : Rs. 6,398 million

Total Financial Progress as at 31.12.2012 : 94%



Implementing Areas	Length (km)
Eastern Province	151
North Central	220
Total	371

Financial Progress in 2012

Implementing Areas	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Eastern Province	888	810	91
North Central	1,175	978	83
Co-ordinating Unit	16	11	68
Total	2,079	1799	87

85% of roads in the Eastern Province and 88% of roads in the North Central Province have been completed at present and the project is being implemented successfully at the final stage.

Several projects completed in 2012



*Development of the Parasangaswewa- Katukeliyawawa
Katukeliyawa – Anurachpura road and bridge (32 km)*

11.5. Northern Road Connectivity Project

Funding Agency : Asian Development Bank

Project Objective : The Provincial component of the project will improve connectivity in the transport networks of the Northern Province. The provision of improved roads will contribute to poverty reduction. The project will improve connectivity to lagging areas supporting socially inclusive development.

It is also expected to strengthen particularly the ability of planning, programming and contract administration together with institutional capacities of NPRBD. The Project will also help to strengthen their institutional capacity in road assets management.

Project Cost : Rs. 2775 million

Project Period : 2010- 2015

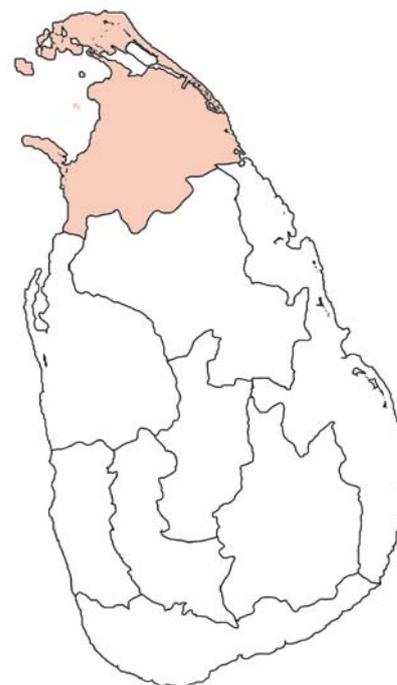
Total expenditure as at 31.12.2012 : Rs.1,508 million

Total Financial Progress as at 31.12.2012 : 54%

Implementing Areas	Length (km)
Northern Province	142
Total	142

Financial Progress in 2012

Implementing Area	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Northern Province	870	749	86
Coordinating Unit	13	5	38
Total	883	754	85

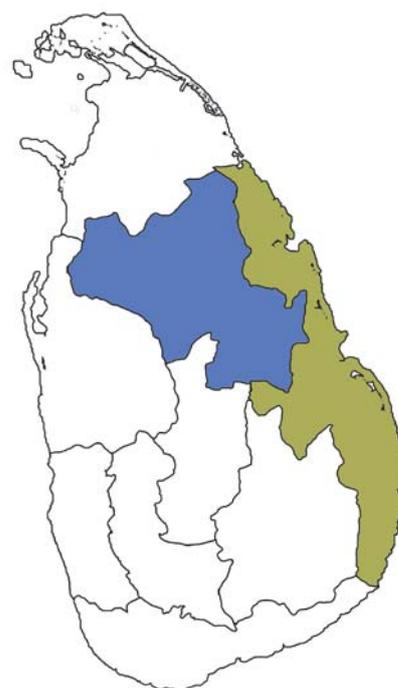


58% from 142 km of the above roads has been completed and the total amount spent on it was Rs.1508 million. Accordingly, total financial progress is 54%. Similarly financial progress for the year 2012 is given above. The project is being successfully implemented at present and scheduled to be completed in 2015.

11.6 Improving Connectivity to Support Livelihood & Gender Equality Project

Funding Agency : Asian Development Bank (ADB)
Project Objective : The objective of the project is to improve the quality of life for conflict affected and isolated rural poor communities in selected Districts of the Eastern & North Central Provinces through the development of rural roads
Project Cost : Rs. 353 million
Project Period : 2011-2012
Total Expenditure as at 31.12.2012 : Rs.323 million

Implementing Area	Length (km)
North Central Province	142.70
Eastern Province (Trincomalee, Batticaloa)	107.85
Total	250.55



Financial Progress in 2012

Name of the Project	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Improving connectivity to support Livelihood & Gender equality project.	203	186	92
Total	203	186	92

The project is being successfully implemented achieving 97% of physical progress and 92% of financial progress as at the end of 2012.



Distribution of road maintenance equipment to the Local Authorities

11.7 Greater Colombo Wastewater Management Project

- Funding Agency** : Asian Development Bank
- Project Objective** : To upgrade existing wastewater infrastructure in Colombo Municipal Council, Dehiwala Mount Lavinia Municipal Council and Kolonnawa Urban Council areas.
- Main Activities** : Main activities are construction of 04 wastewater pumping stations, rehabilitation of 07 pumping stations, construction of 02 pressure pipe lines, rehabilitation of 09 km of the wastewater system and the rehabilitation of main pipe lines for disposing wastewater to the sea.
- Project Cost** : Rs. 12,771 million
- Project Period** : 2010-2014
- Total expenditure as at 31.12.2012** : Rs. 607 million
- Total Financial Progress as at 31.12.2012** : 5%

Financial Progress in 2012

Name of the Project	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Greater Colombo Wastewater Management Project	879	387	44
Total	879	387	44

The project is being implemented successfully with a physical progress of 25% by the end of 2012. Similarly, total finance progress and progress up to 2012 is mentioned above.



Rehabilitation of the waste water system in the Colombo City

11.8 Upgrading Disaster Response Network (Phase II)

Funding Agency : Government of Netherlands

Major Objective : To provide fire fighting facilities and rescue technology to 21 Local Authorities

Project Cost : Rs. 4791 Million

Project Period : 2010-2012

Phase	Implementing Area
i	Municipal Councils 14, Urban Councils 4, P.S. 1
ii	Trincomalee and Chilaw Urban Councils
iii	Northern Province – Jaffna Municipal Councils, Vavuniya Urban council Eastern Province – Akkaraipattu Municipal Council Batticaloa Municipal Council, Ampara Urban Council

Financial Progress in 2012

Name of the project	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Upgrading Disaster Response Network (Phase II)	1,555	673	43
Total	1,555	673	43

The project was successfully completed achieving 95% of physical progress and 93% of financial progress.

Vehicles distributed among Local Authorities



11.9. Pura Neguma – Local Government Enhancement Sector Project

- Funding Agency** : Asian Development Bank
- Project Objective** : Programme for redesigning Local Government activities and Development of Infrastructure facilities in 108 small town in 108 lagging Local Authority areas.
- Project Cost** : Rs. 7,568 million
- Project Period** : 2012-2015
- Project Component** : This is a programme to develop small cities. Weekly fairs, shopping complexes, children parks, libraries, vehicle parks, cafeterias, health and maternal clinics, community and information centres, water projects, crematoriums and office bildings of the Pradeshiya Sabhas are constructed under this project.

Financial Progress in 2012

Name of the Project	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Pura Neguma	434	25	6
Total	434	25	6

The cities selected to implement projects

Province	District	Selected Town
North Western	Kurunegala	Polpitiyagama, Giribawa, Kithalawa, Udubaddawa, Bowatta, Alawwa, Mawathagama, Ridigama
	Puttalam	Wanathawilluwa, Norochcholai, Madampe, Arachchikattuwa, Nawagattegama
	Kegalle	Galigamuwa. Dippitiya, Morantota, Ruwanwella, Deraniyagala, Dehiovita, Yatiyantota, Bulathkohupitiya
Sabaragamuwa	Ratnapura	New Town Ratnapura, Welioaya, Pelmadulla, Kahawatta, Ayagama, Kolonna, Udawalawa, Belihuloya
	Matale	Rattota, Kimbissa, Naula, Hettipola, Metihakka, Pussella, Elakkaraya, Kalugaga Nuwara Kade
	Kandy	Ududumbara, Hasalaka, Galaha, Teldeniya, Galagedara, Gurudeniya, Panwila, Barigama, Uda Palatha
	Nuwara Eliya	Maskeliya, Ragala

Province	District	Selected Town
Uva	Moneragala	Siyambalanduwa, Hingurukaduwa, Medagama, Madulla, Wellawaya, Thanamalwila, Kataragama
	Badulla	Uduwela, Diyathalawa, Halatutenna, Lunugala, Heeloya, Kandaketiya, Meegahakivula, Lunuwatta, Aanda Ulpatha
Western	Colombo	Hanwella
	Gampaha	Pallewela, Diulapitiya, Mawaramandiya
	Kalutara	Mathugama, Dodamgoda, Anguruwatota, Aglawaththa, Baduraliya, Ittepana
Southern	Hambantota	Katuwana, Debarawewa, Bellagaswewa, Lunugamwehera, Sooriyawewa
	Galle	Uragasmanhandiya, Ethkandura, Udugama, Tawalama (East), Neluwa, Imduwa
	Matara	Hakmana, Kamburupitiya, Urubokka, Kathuduwa, Thihagoda, Kirinda, Puhulwella, Akuressa, Malimbada, Thibbotuwawa, Deniyaya, Pitabeddara
North Central	Polonnaruwa	Aralaganwila, Welikanda, Talpotha
	Anuradhapura	Horowpathana, Galanbindunuwewa, Parakramapura, Kabithigollewa, Andigala, Bulnewa, Rambewa, Thirappane, Phekanuwa, Mahailuppallama

The project is being successfully completed with 6% financial progress by the end of 2012.

11.10 Iranamadu Irrigation Development Project

- Funding Agency** : International Fund for Agricultural Development (IFAD)
- Project Objective** : To promote the effective and sustainable management of the irrigation of infrastructure and to sustainably improve water and land productivity.
- Project Cost** : Rs. 3800 million
- Project Period** : 2012-2017

Implementing Area	Length (km)
Killinochchi District	288

Financial Progress in 2012

Implementing Areas	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Northern Province	200	3	1.5
Co -ordinating Unit	6	-	-
Total	206	3	1.5

Preliminary plans are being prepared.

11.11 Transforming the School Education System as foundation of a Knowledge Hub Project (Human Capital Foundation for a Knowledge Economy – Education Project)

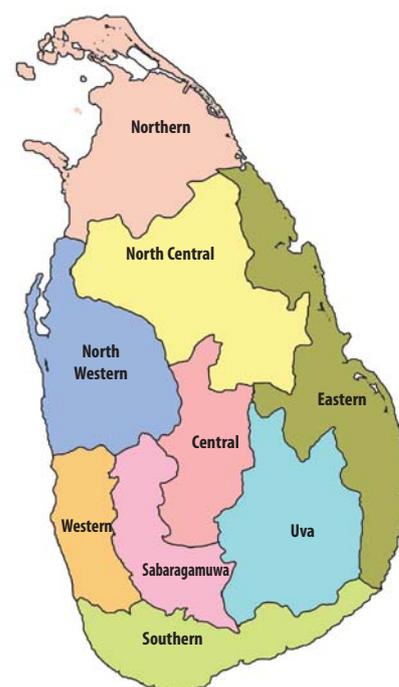
Funding Agency : World Bank

Project Objective : The Project Development Objective (PDO) is to enhance access to, and Quality of, primary and secondary education to provide a foundation for the knowledge-based economic and social development of the country.

Project Cost : Rs. 13,000 million

Project Period : 2012-2017

Implementing Area
Islandwide



It is expected to implement the development activities in 1000 secondary schools and 1500 primary schools. Activities of this project commenced after signing Memorandums of Understandings (MOUs) between the Ministry and Provincial Councils and financial progress for the year 2012 is given below.

Financial Progress in 2012

Implemented Areas	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Co-ordinating Unit	12	11.9	99
Western Province	145	126.0	99
Central Province	116	101.0	87
Southern Province	124	102.0	82
Northern Province	144	125.0	87
North Western Province	144	125.0	87
North Central Province	127	111.0	87
Uva Province	137	115.0	84
Sabaragamuwa Province	132	115.0	87
Eastern Province	144	125.0	87
Total	1225	1056.9	86

11.12 Emergency Natural Disaster Rehabilitation Project

Funding Agency : Japanese International Cooperation Agency

Project Objective : To restore socio-economic activities and prevent further damages in the flood stricken Central, North Central and Eastern Provinces by rehabilitating damaged roads and irrigation schemes, thereby contributing to prompt restoration of safe and sustainable living environment in the affected areas.

Project Cost : Rs. 10,887 million

Project Period : 2012-2013

Implementing Area	Road k.m.	Water Supply km
Central Province	30	-
North Central Province	28	50
Eastern Province	67	20
Total	125	70

Financial Progress in 2012

Implementing Areas	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Emergency Natural Disaster Rehabilitation Project	1,995	1,990	100
Total	1,995	1,990	100

Physical progress of road sector is 66% and physical progress of irrigation sector is 49%.

11.13 Jaffna & Kilinochchi Water Supply and Sanitation Project

Funding Agency : Asian Development Bank

Project Objective : To reduce poverty and improve the quality of life in post conflict rural communities and returning internally displaced people in Jaffna and Kilinochchi districts through improved water supply and sanitation services.

Project Cost : Rs. 21325.20 million

Project Period : 2011-2016

Financial Progress in 2012

Implementing Areas	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Northern Province	85	10	12
Co - ordinating Unit	6	-	-
Total	91	10	12

Preliminary plans are being prepared.

12

Sri Lanka Institute of Local Governance (SLILG)

12.1 INTRODUCTION

- The Sri Lanka Institute of Local Governance was established by Parliament Act No. 31 of 1999.
- The Management of the affairs of the institute are vested in a Governing Council, which consists of 08 ex officio members including the Secretary to the Ministry and 05 others appointed by the Minister.
- Administration of this institute is conducted by the Director who is the Chief Executive Officer.

VISION

Aiming at upliftment of the quality of the life of the people by becoming the apex national agency in local governance through Advocacy, Training, Research and Consultancy Services.

The Sri Lanka Institute of Local Governance consists of the following divisions

01. Engineering Division

05. Human Resource Development Division

02. Financial Management Division

06. Physical Planning Division

03. General Management Division

07. Legal Division

04. Research Division

OBJECTIVES

- To organize programmes in order to improve the institutional strength of related institutions of Local Authorities with the participation of Provincial Management Development and Training Unit.
- To strengthen Provincial Management and Training Unit in order to enhance the efficiency of Local Authorities and Provincial Councils.
- To function as a resource center on Local Governance, providing technical and information services for its stakeholders.
- To function as the focal point for Local Governance, networking with relevant National & International Institutions.

- To provide expertise services in the development and management of human resources and improvement of organizational affairs.
- To provide consultancy services in legislative affairs of the Provincial Councils and Local Authorities.
- To collect and update data bases relevant to Provincial Councils & Local Authorities

MISSION

To be the foremost National Agency in Local Governance for building capacity of Sub National (regional/provincial) and Local Government Institutions through Advocacy, Training, Research and Consultancy Services towards upliftment of the quality of the people.

The following activities are conducted by SLILG with the view of achieving them.

- Prepare and implement plans to enhance the institutional capacities with the assistance of Provincial Management and Development of Training Units.
- Provide consultancy, training and research services to strengthen Local Authorities and Provincial Councils.
- Develop Local Governance by building up inter relations with national and international organizations related to Local Authorities.
- Function as an information delivery centre of for the system of Local Authorities.
- Implement support, training and development programmes

- 12.2** To fulfill these objectives the SLILG provides with Training Programmes/ Workshops, Seminars and practical training sessions. Further Local Authorities Newsletter consists of Local Authorities news and is published in Sinhala and Tamil medium.

(a) Financial and Physical Progress of the Programmes Scheduled for 2012

Division	Activities	Workshops/ Programmes conducted during the year	Expected Expenditure (Rs.Mn)	Actual Expenditure (Rs.Mn) and No.of participants	Financial Progress %	Physical Progress
General Management and Human Resource Management	Conduct of training workshops	16	1.95	2.11	108	91%
	No.of participants		1,220	1,110		
Researches	Provincial wise training programmes and researches	06	3.19	2.76	87	Complete expected programmes 100%
Financial Management	Training Workshops and courses	03	1.98	1.86	94	Complete expected programmes 100%
Legal Division	Awareness programmes	14	1.80	1.93	107	100%
	No.of participants		945	1005		
Engineering	Conduct of training workshops	04	0.35	0.18	52	92%
	No.of participants		225	206		
Physical Plans	Awareness programmes	14	1.98	1.58	80%	117%
	No.of participants		630	738		
Total		57	11.29	10.42	92%	100%

13

Local Loans and Development Fund (LLDF)

Vision

To be a leading financial institution for Local level infrastructure financing.

Mission

Provision of loan facilities at a concessionary rate of interest to the Local Authorities for improvement of infrastructure facilities and revenue generating projects

Functions

Local Loans and Development fund is a statutory body established by ordinance no 22 of 1916. This institute was brought under Ministry of Finance and Planning since 2010 and the Ministry is vested with the powers to implement the act. LLD Fund is the only institute providing loans on Concessionary terms for infrastructure facility development and income generating projects.

13.1. Following are the development projects for which loans are granted to Local Authorities.

1. Construction of Economic centres and Streamlining Weekly fairs.
2. Solid Waste Management.
3. Construction of Crematoriums.
4. Purchase of machinery for road construction and Tractors for garbage disposal.
5. Construction of public markets.
6. Construction of office buildings and Libraries.
7. Road development projects.
8. Drinking water supply projects.
9. Other income generating projects.

Funds

Treasury grants a loan repayable in 25 years at a concessionary rate in order to fund the granting of loans.

Furthermore Local Loans and Development fund is responsible for recovering loans granted to the Local Authorities on ADB grant aid and pay back to the Treasury in addition to this, revolving loan facility has been provided for issue of loans to Local Authorities out of the funds.

13.2 Tasks fulfilled in 2012

In 2012 a sum of Rs. 181 million has been allocated to the fund for the purpose of granting loans. The total amount released to 15 Local Authorities was Rs.76 million. This amount should be paid back on concessionary interest rate within 05 -10 years. Additionally, although it has been approved the amount of loan issued on the progress of construction is Rs. 270 million.

a). Progress on Receipt of loan installments and interest in 2012

Institutions/Projects	Estimated loan amount for 2012 (Rs. Mn)		Actual receipt of loan amount for 2012 (Rs. Mn)		Progress %	
	Installments	Interest	Installments	Interest	Installments	Interest
Municipal Councils	25	10	21.28	8.98	85	90
Urban Councils	18	9.5	21.88	13.41	12	141
Pradeshiya Sabha	70	29.0	71.88	27.37	103	98
Urban Development and low income housing project	60	90.0	76.69	93.59	128	104
Perennial crops Development project	1.5	7.2	1.26	7.56	84	105
National Water Project supply and drainage Board	0.4	0.8	0.22	0.46	55	58
Total	174.9	146.5	193.21	152.37		

(b). Summary of Progress in the release of Loans in the year

Project Category	Interest Rate	Amount (Rs.mil)	No. of Projects
Establishment of Road Maintenance Units	9%	62.72	10
Construction of crematoriums	7.5%	2.20	01
Construction of Public Market	12%	10.53	03
Garbage Disposal Projects	6.5%	0.80	01
Total		76.25	



“Let us ensure good governance everywhere”