

Performance Report

2013

Ministry of Local Government & Provincial Councils

Contents

	Page No.
Message of the Hon. Minister	01 - 02
Message of the Hon. Deputy Minister	03
Message of the Secretary	04
1. Vision of the Ministry	05
2. Mission of the Ministry	05
3. Objectives of the Ministry	06
4. Priority Areas Identified Towards Achievement of Goals	07 - 08
5. Related Sectors to the Ministry of Local Government and Provincial Councils in the Mahinda Chinthana, Idiri Dekma	09
6. Various Divisions and Statutory Bodies under the Ministry of Local Government and Provincial Councils	10 - 11
7. Key Functions of the Ministry	12 - 13
8. Major Achievements in the Provincial Councils and Local Government Sector	14 - 15
9. Performance in 2013	16 - 43
10. Major Provincial and Regional Development Projects	44 - 45
11. Projects Portfolio	46 - 57
12. Sri Lanka Institute of Local Governance (SLILG)	58 - 61
13. Local Loans and Development Fund (LLDF)	62 - 66



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, (MP)

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 (MP)

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

- Coordinating 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 Pradeshiya Sabha Act
- Amendment of Laws relating to Local Government administration, Personnel administration and Revenue
- Formulation of laws relating to public health and environment
- formulation of Laws relating to 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
- Upgrading of Local Authorities

03. Improving efficiency in delivering services by Local Authorities

- Re-engineering of procedures
- Designing a mechanism to deliver computer related services
- Waste management
- Sewerage system management
- Assisting Local Authorities to fulfill their need for machinery, vehicle requirements

04. Provision of support services to Provincial Councils

- Releasing of necessary recurrent expenditure to the Provincial Councils
- Monitoring the expenditure of Provincial Councils

05. Equitable regional development

- Working for input of foreign investment towards minimizing regional disparities
- Assisting in implementing promotional projects to develop sectors such as regional roads, health, education etc.
- Activities to develop small and medium scale towns
- Develop Local Authorities through the Local Loans and Development Fund

***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 to “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
 - Local Government Reforms Division
 - Local Government Complaints and Information Unit
- Provincial Councils and Training Division
- Development & Planning Division
 - Upgrading of less revenue earning Local Authorities
 - Operational Unit
 - Development of Small and Medium Town Development Unit
 - Foreign Projects Coordinating Unit
 - Deyata Kirula Development Unit
 - Media and Information Technology Unit

- Policy and Legal Division
- National Solid Waste Management Support Centre
 - Dengue Control Unit
- Expenditure Monitoring Division
- Internal Audit 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.



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 services 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 on waste management through the National Solid Waste Management Support Centre
- Releasing funds for Provincial Councils and monitoring the expenditures
- Implementing foreign funded development projects
- 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 to carry out the Waste Management Programmes in a regular and a strong manner

- 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 facilities such as machinery, gully bowsers, water bowsers etc.

8

Major Achievements in the Provincial Councils and Local Government Sector

- Local Authorities Election (Amendment) Draft Bill and Local Authorities (Special Provisions) Draft Bill passed by the Parliament.
- Establishment and implementation of the National Committee on Delimitation, National Committee on district delimitation, and District Committees, to enable local government elections to be held according to the newly introduced election system.
- Skills development for compiling Provincial Council statutes.
- Compiling draft bills for amending of Municipal Councils Ordinance, Urban Councils Ordinance and Pradeshiya Sabha Act.
- Commencing the first step to provide basic assistance to develop the socio-economic infrastructure of 110 Local Authorities receiving an yearly income of less than 10 million Rupees.
- Commencing development projects in provinces to surpass the Millennium Development Goals by identifying poverty reduction programmes targeting areas in every province.
- Implementation of “Pura Neguma” project for the development of small and medium scale towns in 108 towns.
- Identification of core rural road network coming under the Local Authorities and formulation an Investment Plan and creating an awareness to develop rural roads network through preparation of Road Inventory.

- Successfully implementing foreign funded projects started to develop 1070 km of provincial roads in the Eastern , North Central , Sabaragamuwa, Central, Uva and Northern provinces.
- During the year 2013, double cabs, four wheeled tractors, backhoes, truck mounted water bowsers, tractor mounted water bowsers, tippers were distributed among Local Authorities, while in addition to these, gully bowsers, employee transport trucks and mobile cranes were distributed to the Colombo Municipal Council.
- Successfully implementing the action plan prepared according to the needs of the Local Authorities after identifying that solid waste management in all Local Government Institutions are a high priority.
- Establishing a Dengue Control Unit under the Ministry to take action considering that dengue control is a national need.
- Conducting required 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 16 Local Authorities in the Polonnaruwa, Ampara, Batticaloa, Trincomalee and districts under the Deyata Kirula National Development Exhibition and Development Programme, 2013.
- Securing the 7th place among the Ministries at the Deyata Kirula National Development Exhibition and Development Programme 2013.
- This Ministry has taken priority action to provide assistance and facilities at national level to prepare and develop existing legal provisions like Statutes and By-laws to suit the present.

Performance in 2013

9.1 Local Government Section

9.1.1. Upgrading Backward Local Authorities

During the year Rupees 10 million was set apart for 19 backward local authorities selected from 5 provinces to ensure delivery of public services in a satisfactory manner by the construction of buildings in these local authorities, provision of office equipment, and implementation of other infrastructure facilities out of which Rupees 37.47 million was spent as at 31.12.2013 to improve infrastructure facilities as mentioned below.

<i>Serial No</i>	<i>Project</i>	<i>Local Authority</i>	<i>Expenditure (Rs.Mn)</i>
1	Purchase of office equipment and furniture.	Galenbindunuwewa P.S., Horowpathana P.S., Weeraketiya P.S., Hambantota M.C., Meegahakiwla P.S., Akkaraipattu M.C	9.27
2	Development of buildings	Medirigiriya P.S., Badalkumbura P.S., Madulla P.S., Polpithigama P.S., Nindavur P.S., Akkaraipattu M.C.	24.67
3	Minimise shortcomings in pre schools	Panduwasnuwara P.S., Udubaddawa P.S., Ibbagamuwa P.S.	1.66
4	General utility services like water tanks, street lamps etc.	Naula P.S., Mahiyanganaya P.S., Gampaha P.S.	1.87
Amount spent			37.47
Financial Progress			94%

9.1.2. Repairs to Vehicles Owned by Local Authorities

Aimed at providing effective public services efficiently, 17 double cabs which are more than 10 years old and in a dilapidated condition in 17 local authorities in 5 provinces was repaired during the year 2013. The amount provided for this was Rupees 20 million, while the amount spent was Rupees 13.6 million..

<i>Serial No</i>	<i>Local Authority</i>	<i>Amount (Rs. Mn.)</i>
1	Rajanganayara Pradeshiya Sabhawa	0.45
2	Nochchiyagama Pradeshiya Sabhawa	0.27
3	Wariyapola Pradeshiya Sabhawa	0.27
4	Pannala Pradeshiya Sabhawa	0.89
5	Rideegama Pradeshiya Sabhawa	1.58
6	Polgahawela Pradeshiya Sabhawa	1.13
7	Mahawa Pradeshiya Sabhawa	0.67
8	Padavi Sri Pura Pradeshiya Sabhawa	0.23
9	Yatawatta Pradeshiya Sabhawa	0.65
10	Medadumbara Pradeshiya Sabhawa	0.94
11	Panvila Pradeshiya Sabhawa	1.12
12	Udapalatha Pradeshiya Sabhawa	0.56
13	Hambantota Municipal Council	1.02
14	Katuwana Pradeshiya Sabhawa	1.50
015	Nagoda Pradeshiya Sabhawa	0.85
16	Thihagoda Pradeshiya Sabhawa	0.80
17	Kotapola Pradeshiya Sabhawa	0.67
Total Expenditure		13.6
Financial Progress		68%

As stated in 9.1.1, Table No. 01 and Graph No.01 shows the distribution of funds spent on Backward Local Authorities, province wise under the Improvement of Backward Local Government Programme.

Province Wise Distribution of Funds for Backward Local Authorities

1	North Central	1,843,432
2	Southern	5,460,005
3	Central	350,000
4	Uva	4,942,232
5	Eastern	19,747,300
6	North Western	3,592,491
7	Western	1,513,000
Total		37,448,460

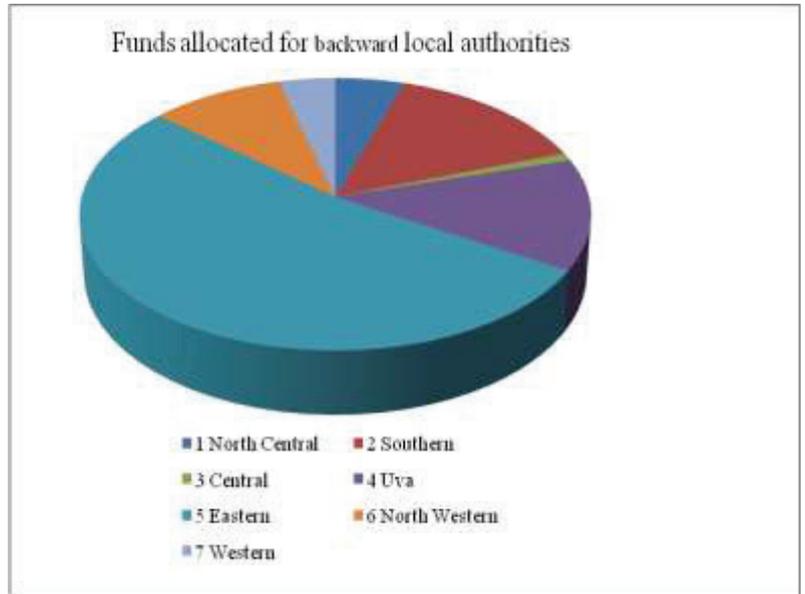


Table No.01

Graph No.01

As stated in 9.1.2, Table No.02 and Graph No. 02 shows the distribution of funds spent for repairs of vehicles owned by Local Authorities, province wise.

Province Wise Distribution of Funds for repairs of vehicles owned by Local Authorities

1	North Central	725,575
2	North Western	4,545,600
3	Eastern	230,100
4	Central	3,272,829
5	Southern	4,828,372
Total		13,602,476

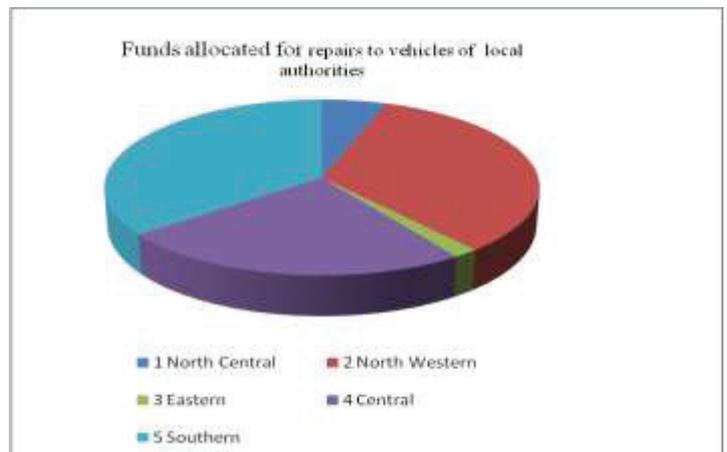


Table No.02

Graph No 02

9.1.3 Local Government Week

Different programmes are implemented during the Local Government Week with the aim of building cordial relationships and favourable attitudes among the public about local government institutions and public services, to create the necessary background to provide to the public with maximum efficiency by utilizing human and physical resources, to take necessary action to develop public utility services performed by these institutions within the Local Government Institutional system of Sri Lanka,

9.1.4 Local Government Management Competition and holding the National Local Government Symposium

The National Symposium was held with the participation of the Heads of Local Authorities under the patronage of His Excellency the President at Temple Trees on January 08th 2013 to award prizes and certificates to the victorious institutions at the national level on the basis of the Local Government Management Competition held at the national level by this Ministry to increase good governance and management efficiency of the local government institutions.



Moments of awarding of prizes to victorious local government institutions at the National Symposium of Local Government held at Temple Trees under the patronage of His Excellency the President on January 08th 2013

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.

Cabinet papers were forwarded to the Cabinet to obtain necessary approval based on the recommendation to fill the vacancies in the Provincial Public Service All Island Services with retired officers of those services on contract basis..

Financial and Physical Progress of the Activities of this Division as at 31.12.2013

Serial No.	Activity	Provision	Actual Expenditure (Rs. m)	Physical Progress %	Financial and Physical Progress %
1	Human resource development Local and foreign training	1.25	1.25	Provide local training to 179 officers and foreign training to 63 officers	Financial Progress 100%
2	Purchasing of vehicles for Provincial Councils			12 requests were recommended and Treasury approval obtained	Physical Progress 100%
3	Issuing of vehicle permits to provide benefits and facilities to designated officers			Issuing of 364 vehicle permits to designated officers	Physical Progress 100%
4	Modification of Service Minutes sent by the National Salaries and Cadre Commission to suit the Provincial Public Service			Service Minutes of 5 posts were sent to the Chief Secretaries after obtaining the recommendation from the Salaries and Cadre Commission	Physical Progress 45%

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 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 2013

The final draft of the amendments to be included in the Municipal Councils, Urban Councils, Pradeshiya Sabha laws were sent after obtaining the observations of the Attorney General to the Legal Draftsman's Department. Similarly, the final draft for the amendments to the Nuisance Ordinance and General Cemeteries and Burial Grounds Ordinance were submitted to the Attorney General during the year.

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 Development of Libraries of Local Authorities

A sum of Rs.5 million was allocated under the budgetary allocations of this Ministry during the year 2013 to develop libraries with minimum facilities coming under the purview of local authorities in this country. Considering the allocation available, one library from each province with minimum facilities and most suited for improvement would be selected on priority basis on the recommendation of the Commissioner of Local Government and activities such as providing books to these libraries providing office furniture and equipment and carrying out essential repairs to libraries are implemented under this programme. This programme is being successfully implemented in the following local authorities while the main objective of this programme is to provide the basic facilities to improve the knowledge of readers and school children in rural areas with limited facilities.

The activities performed and the libraries developed during the year 2013 are as follows

Serial No.	Local Authority	Development Activities
1	Weeraketiya Pradeshiya Sabha	Provision of cupboards, tables, chairs, racks etc. to the newly constructed library building.
2	Weligepola pradeshiya Sabha	Provision of library furniture, computers and books..
3	Udunuwara Pradeshiya Sabha	Provision of computers, computer printers, nipping press, chairs, book binding machines and book racks to the Gelioya public library.
4	Puttalam Pradeshiya Sabha	Repairs to building, provision of computers, photocopy machines and books to the Welusumana public library
5	Horowpathana Pradeshiya Sabha	Provision of books to the public library.
6	Badalkumbura Pradeshiya Sabha	Provision of tables, books racks, plastic name boards, computers and books to the library.
7	Palindanuwara Pradeshiya Sabha	Provision of book racks and books to the public library.
8	Thirukkivil Pradeshiya Sabha	Provision of tables, chairs, cupboards and past papers to the Thampilivil library.
9	Kayts Pradeshiya Sabha	Provision of book cabinets, Tables, chairs and books to the Naranthanei new public library.
Total Expended		*Rs 0.39 million
Financial Progress		8%
Physical Progress		100%

*The balance funds of these 100% physical progress programmes are to be expended during the year 2014

9.4.2 Deyata Kirula National Development Exhibition and Development Programme -2013

This ministry participated successfully as the Provincial Cluster at the Deyata Kirula National Development Exhibition held at the Ampara Hardy Advanced Technological Institute from March 23rd to April 01st 2013, representing all Provincial Councils under the patronage and direction of this Ministry. A provision of Rs 100 million was allocated to implement various projects in 16 Local Authorities in the two provinces of Eastern and North Central under the Deyata Kirula National Development Exhibition 2013. Accordingly, the financial and physical progress is as follows.

The total cost of this is Rs 99.92 m. The financial and physical progress of the projects implemented from this amount is as follows.

<i>Serial No.</i>	<i>Project</i>	<i>Payments during 2013 (Rs. m)</i>	<i>Physical Progress %</i>
1	Construction of the ground floor of the Ipologama Pradeshiya Sabha office building.	2.56	100%
2	Purchasing of goods for the opening of the Oyamaduwa Pradeshiya Sabha office building.	1.00	100%
3	Repairing the Anuradhapura circuit bungalow.	8.7	100%
4	Construction of the Kahatagasdilliya Pradeshiya Sabha auditorium.	3.65	100%
5	Construction of the East Nuwaragampalatha Pradeshiya Sabha office building	1.98	100%
6	Development of the Central Nuwaragampalatha Villachchiya weekly fair.	0.31	100%
7	Completing the balance work of the Periyakulam community hall	0.38	100%
8	Construction of the ground floor of the Horowpathana Pradeshiya Sabha.	1.65	100%
9	Construction of the Kekirawa Pradeshiya Sabha public market and vehicle park.	3.49	100%
10	Construction of the Kahatagasdilliya bus stand.	4.84	100%
11	For Deyata Kirula exhibition work	14.00	100%
12	For the Pradeshiya Sabha common amenities empowerment programme.	2.24	100%

<i>Serial No.</i>	<i>Project</i>	<i>Payments during 2013 (Rs. m)</i>	<i>Physical Progress %</i>
13	Construction of Rajanganaya library building.	0.43	100%
14	Construction of Mihintale Pradeshiya Sabha building.	2.14	100%
15	Construction of Kebithigollawa Pradeshiya Sabha building.	3.94	100%
16	Purchasing of goods to the Kudanelumbawa health centre.	1.62	100%
17	Construction of Kahatagasdilliya Pradeshiya Sabha auditorium.	1.21	100%
18	Construction of Nochchiyagama Pradeshiya Sabha library building	1.14	100%
19	Construction of Rambawa Pradeshiya Sabha canteen.	0.88	100%
20	Construction of stores complex of the Mahabulakulama agricultural sales centre.	1.96	100%
21	Construction of the Nachchaduwa Kudanelumbawa health centre access road.	0.73	100%
22	Construction of fence and security hut of the Kudanelumbawa Thuruliya Sevana economic centre	1.54	100%
23	Purchasing of water pipe accessories for the Galenbindunuwewa water project.	3.45	100%
24	Construction of the Kekirawa Pradeshiya Sabha public market and vehicle park.	1.08	100%
25	Construction of the ground floor of the Rajanganaya Pradeshiya Sabha building.	0.77	100%
26	For Eravur Urban Council flood control project.	4.92	Under construction.
27	Construction of Damana Pradeshiya Sabha circuit building.	1.44	Under construction.
28	Construction of Verugal Pradeshiya Sabha childrens' park.	2.95	Under construction.
29	Supply of Damana Pradeshiya Sabha common amenities.	0.42	100%

Serial No.	Project	Payments during 2013 (Rs. m)	Physical Progress %
30	For Uhana Pradeshiya Sabha programmes.	1.29	100%
31	For repairs to Ampara Urban Council vehicles.	0.66	100%
32	Construction of Chenkalady library building.	0.90	100%
33	Construction of Rambawa Pradeshiya Sabha office building.	4.11	100%
34	Construction of Central Nuwaragampalatha Pradeshiya Sabha office building.	3.82	100%
35	Construction of Horowpathana Pradeshiya Sabha office building.	1.48	100%
36	Construction of Thirappane Pradeshiya Sabha office building.	1.79	100%
37	Construction of Galnewa Pradeshiya Sabha office building.	1.99	100%
38	Construction of Rambawa Pradeshiya Sabha barbed wire fence and front gate.	0.36	100%
39	Construction of Namal Oya Pradeshiya Sabha cultural centre.	5.17	Under construction
40	Construction of Karathivu Pradeshiya Sabha public library.	1.04	Under construction
41	Construction of Medawachchiya Pradeshiya Sabha office building.	1.49	100%
42	For repairs to Ampara Urban Council vehicles.	0.40	100%
Total		99.92	

Deyata Kirula total provision (Rs. Million) - 100.00

Total expenditure (Rs. Million) - 99.92

Total financial progress - 99.92%

Activities Concurrent to Deyata Kirula 2013



Instance of using mobile huts
at Deyata Kirula mobile services



Instance of repairing Galgamuwa P.S.
rural roads during Deyata Kirula Road
Week



Opening of Maha Oya Pradeshiya Sabha
building concurrent to Deyata Kirula

9.4.3 Small and Medium Scale 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, Sri Lanka Land Reclamation and Development Cooperation and Buildings Department with the intervention of the Commissioners of Local Government and the Departments of Engineering Services of the Provinces.

<i>Town</i>	<i>Project</i>	<i>2013 Physical Progress</i>	<i>2013 Financial Progress</i>
<i>Hakmana Town Development</i> (2008-2016) (Rs.Million) Total Project Cost 406.00 Total Expenditure 302.99 Total Financial Progress 75%	<ul style="list-style-type: none"> • Renovation of crematorium • Construction of Town hall • Purchasing of Library Equipment • Development of market facilities • Repairing of town access roads 	100% 100% 100% 100%	Net Allocation Rs. M 40.00 Actual Expenditure Rs. M 39.99 Financial Progress 100%
<i>Dehiowita Multi-Purpose Complex</i> (2010-2014) (Rs.Million) Total Project Cost 250.00 Total Expenditure 204.86 Total Financial Progress 82%	<ul style="list-style-type: none"> • Construction of multipurpose building 	85%	Net Allocation Rs. M 35.00 Actual Expenditure Rs. M 27.86 Financial Progress 80%
<i>Pallepola Town Development</i> (2010-2016) (Rs.Million) Total Project Cost 350.00 Total Expenditure 24.84 Total Financial Progress 7%	<ul style="list-style-type: none"> • Construction of multipurpose building 	85%	Net Allocation Rs. M 20.00 Actual Expenditure Rs. M 5.84 Financial Progress 29%
<i>Panduwasnuwara Town Development</i> (2011-2016) (Rs.Million) Total Project Cost 250.00 Total Expenditure 102.13 Total Financial Progress 41%	<ul style="list-style-type: none"> • Construction of S.W.R.D. Bandaranaike MM Vidyalaya School Building • Completion of new administration building • Construction of crematorium • Construction of Bus Stand 	100% 40% 87% 60%	Net Allocation Rs. M 70.00 Actual Expenditure Rs. M 69.13 Financial Progress 99%

<p><i>Beliatta</i> <i>Town Development</i> (2011-2016) (Rs.Million) Total Project Cost 300.00 Total Expenditure 46.73 Total Financial Progress 16%</p>	<ul style="list-style-type: none"> • Construction of the Children's park and play ground • Construction of vehicle park • Construction of town facility supplying centre 	<p>Opening Stage</p>	<p>Net Allocation Rs. M 50.00</p> <p>Actual Expenditure Rs. M 5.73</p> <p>Financial Progress 11%</p>
<p><i>Horana</i> <i>Town Development</i> (2010-2016) (Rs.Million) Total Project Cost 300.00 Total Expenditure 36.93 Total Financial Progress 12%</p>	<ul style="list-style-type: none"> • Renovation of Library • Renovation of the old court building and establishment of urban Council office • Purchasing of equipment for the town hall • Construction of the public market 	<p>100%</p> <p>100%</p> <p>100%</p> <p>-</p>	<p>Net Allocation Rs. M 25.00</p> <p>Actual Expenditure Rs. M 24.93</p> <p>Financial Progress 100%</p>
<p><i>Akkaraipattu</i> <i>Town Development</i> (2011-2016) (Rs.Million) Total Project Cost 300.00 Total Expenditure 227.79 Total Financial Progress 76%</p>	<ul style="list-style-type: none"> • Construction of public market • Construction of the Municipal Council building • Construction of the pradeshiya sabha building 	<p>75%</p> <p>75%</p> <p>95%</p>	<p>Net Allocation Rs. M 86.29</p> <p>Actual Expenditure Rs. M 84.79</p> <p>Financial Progress 98%</p>

Different Stages of Successfully Completed Projects under Small and Medium Scale Town Development Programme

Hakmana Town Development



Town Hall

Pavilion Stadium

Construction of Interior Roads

Horana Town development



Urban Council Building

Library

Akkaraipattu Town Development



Municipal Council Complex

Public Market

Dehiowita Town Development



Multi Purpose Complex

9.5 Waste Management

Vision : More Comfortable Environment for all

Objective : Waste Management at local authority areas

Policies and Strategies:

1. Minimise Waste Generation

Introduce methodologies to encourage domestic, commercial and industrial sectors to minimize waste generation.

2. Maximise Resource Recovery

- Segregation of waste at source.
- Direct, householders to produce compost from degradable waste.
- Establish town centered compost units through local authorities.
- Introduce waste recycling methods and encourage the public.

3. Introduction of sanitary landfills.

9.5.1. Financial and Physical Progress of the Inputs of Waste Management Support Centre as at 31.12.2013

Projects	Project Area	Actual Expenditure (Rs.Mn)	Financial Progress	Physical Progress
Home composting barrels project	Kobeigane P.S.	0.10	100%	100%
	Kundasale P.S	0.07	100%	100%
	Rattota P.S.	0.17	100%	100%
	Kandy M.C.	0.45	100%	100%
	Homagama P.S.	0.30	100%	100%
	Medadumbara P.S.	0.12	50%	100%
	Pathadumbara P.S.	0.08	100%	100%
	Talawakelle Lindula P.S.	0.11	67%	100%
Establishment of recycling centers	Weligama U.C.	2.96	118%	100%
Establishment of Environment Conservation Centre (Establishment of compost yards, development and compost projects)	Ratnapura M.C.	1.55	143%	100%
	Kuliapitiya U.C.	0.11	100%	100%
	Baddegama P. S.	0.69	100%	100%
	Tangalle U.C.	2.04	100%	100%
	Kalpitiya P.S.	1.96	41%	100%
	Nochchiyagama P.S.	0.89	100%	40%
	Kinniya U.C.	1.93	75%	100%
	Central Nuwaragampalatha P.S.	0.24	26%	100%
	Mipe P.S.	3.36	129%	90%
	Mahayanganaya P.S.	3.66	60%	45%
	Uva Paranagama P.S.	1.63	25%	100%
Madulla P.S.	0.04	40%	100%	

Provision of waste segregation barrels	Uva Province	2.0	100%	60%
	North Central Province	2.0	100%	60%
	Eastern Province	2.0	100%	60%
	Northern Province	2.0	100%	60%
	Central Province	2.0	100%	60%
	Western Province	2.5	100%	60%
	North Western Province	2.5	100%	60%
	Sabaragamuwa Province	2.5	100%	preliminary work
	Southern Province	2.5	100%	60%
	Ibbagamuwa P.S.	0.21	100%	60%
Total		42.67		

Different Activities of Waste Management Programme

Establishment of Recycling Centre – Weligama Urban Council



Establishment of Environment Conservation Centre



Kalpitiya Pradeshiya Sabha



Nochchiyagama Pradeshiya Sabha



Final Disposal Ground - Ratnapura Municipal Council

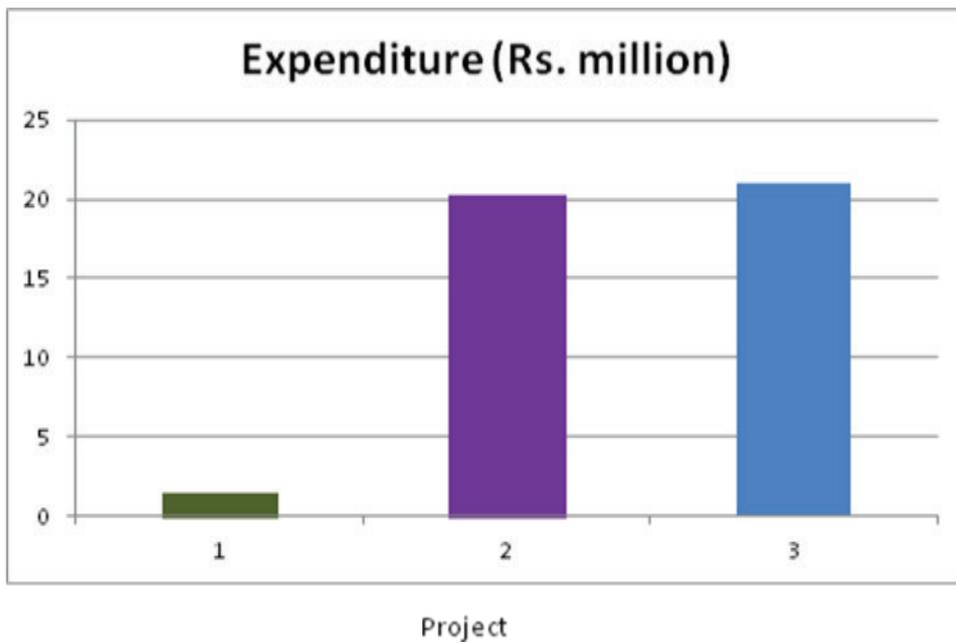


Ministry Secretary presenting a prize to a child who participated at the art competition for school children held concurrently with the 2013 Deyata Kirula National Exhibition.

The expenditure for waste management project wise is shown in Table No. 03 and Graph No, 03

Serial No.	Project	Expenditure (Rs. million)
01	Provision of home composting barrels	1.40
02	Provision of waste segregation barrels	20.21
03	Establishment of environment conservation centres	21.06
Total		42.67

Table No. 03

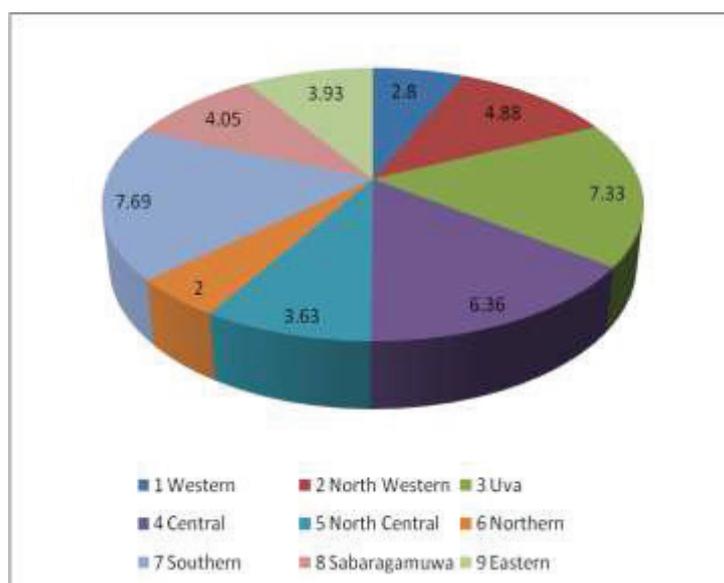


Graph No. 03

The actual expenditure borne for waste management province wise is shown below.

Serial No.	Province	Expenditure (Rs.m.)
1	Western	2.80
2	North Western	4.88
3	Uva	7.33
4	Central	6.36
5	North Central	3.63
6	Northern	2.00
7	Southern	7.69
8	Sabaragamuwa	4.05
9	Eastern	3.93
Total		42.67

Table No. 04



Graph No.04

9.5.2. Special Projects Implemented Under Waste Management

Serial No.	Project	Project Area	Estimated Amount Rs. mn	Financial Progress 2013 Rs.mn	Physical Progress 2013
1	Holding of All Island Waste Management Competition.	Here the local authority in the island with the best waste management process is selected.	3.765	2.98	100%
2	Implementation of the Cleanliest town Programme concurrent to the Deyata Kirula National Exhibition held at the Hardy College – Ampara (Deyara Kirula provision)	Ampara Urban Council	2.450	2,450	100%
		Uhana P.S.	1.642	0.328	100%
		Namaloya P.S.	1.352	0.270	100%
3	Holding of an Art Exhibition for school children and awarding of prizes concurrent to the Deyata Kirula Exhibition (sponser – Solex)	Children from Ampara District participated in this.	0.055	0.055	75%
4	Awareness programmes for school children concurrent to the World Environment	For students of Gampaha Bandaranayaka	-	-	100%

	Day	Vidyalaya and for 5 schools in the Ambalangoda Urban Council area (Dharmashoka Vidyalaya, Sri Devananda Vidyalaya, S. Kularatne Vidyalaya, Prajapathi Gothami Balika Vidyalaya, Gamini Vidyalaya)			
5	Purchasing of Backhoe machines	To develop waste management processes	9.5	9.5	100%
6	Implementation of waste management enhancement programmes.	Advertising activities	0.46	0.46	100%
7	Provision of waste bins free of charge to methodically collect city waste in local authority areas.	Under the sponsorship of Hayleys, ICF and BASF, the following local authorities were supplied with waste bins free of charge. Trincomalee U.C. Mannar U.C. Eravur U.C. Ampara U.C. Seethawakapura U.C. Kahatagasdilliya P.S. Thirappane P.S. Ella P.S. Pallepola P.S. Harispaththuwa P.S. Panduwasnuwara P.S. Attanagalle P.S. Mahawa P.S. Galgamuwa P.S. Giribawa P.S.	-	-	100%

9.5.3. Dengue Alleviation Programme Implemented by the Ministry of Local Government and Provincial Councils

A Dengue Alleviation Unit has been established in the Ministry of Local Government and Provincial councils as a division of the National Solid Waste Management Centre.

Objective

Build a dengue free environment by compiling programmes to minimize dengue risk environment and continually implementing them in all institutions under the Ministry of Local Government and Provincial Councils.

Programmes Implemented up to Now

- Informing the Presidential Secretariat and the Health Ministry through a report containing the activities performed by the Ministry and local authorities regarding dengue control from January to September 2013.
- Necessary action has been taken to notify in writing to the local authorities named as high risk dengue areas that they are at risk and educating them through observation tours of the Ministry officials.
- Implementing short term programmes about dengue control.

9.6. Monitoring and Finance 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 2011, 2012, and 2013 from Provincial Councils the prepared financial progress are as follows.

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

(Rs.Mn)

Type of Grants	2011			2012			2013		
	Estimate	Actual	%	Estimate	Actual	%	Estimate	Release as at 2013.12.31	%
Recurrent Expenditure (Block grants)	94,603	94,603	100	94,877	91,551	96	108,765	97,713	90
(a). Total Recurrent Grants (Block grants)	94,603	94,603	100	94,877	91,551	96	108,765	97,713	90
(b). Capital Grants									
Criteria based Grants (C.B.G)	4,460	3,854	86	4,375	2,859	65	2,390	2,284	96
Provincial Specific Development Grants (PSDG)	12,019	9,952	83	13,520	6,409	47	16,609	6,720	40
(b) Total Capital Grants	16,479	13,806	84	17,895	9,268	52	18,999	9,004	47
Total Grants (a+b)	111,082	108,409	98	112,772	100,819	89	127,764	106,717	84

(b) Total Income of Provincial Councils.

(Rs.Mn)

Type of Income	2011		2012		2013	
	Estimate	Actual Income as at 31.12.2011	Estimate	Actual Income as at 31.12.2012	Estimate	Actual Income as at 31.12.2013
Turn over tax	19,352.0	4,617	635	188	81	117
Vehicle Licence	3,934.0	4,362	4,737	5142	5,090	6,588
Liquor Licence	362.0	577	658	794	756	835
Interest	1,063.0	1,244	1,430	1,921	1,184	1,884
Court Fine	1,021.0	1,465	1,673	1,890	1,621	1,891
Stamp Duty	5,933.0	13,987	6,266	6,458	7,636	6,678
Other	4,196.0	14,739	36,006	32,842	42,264	31,655
Total Income	35,861.0	40,991	51,405	49,235	58,632	49,648

(C). Recurrent Expenditure and Capital Expenditure

(Rs.Mn)

Nature of Expenditure	2011			2012			2013		
	Estimate	Actual	%	Estimate	Actual	%	Estimate	Actual	%
(a). Recurrent expenditure	128,860	129,601	101	145,229	139,120	96	162,837	154,129	95%
(b). Capital expenditure	5,958	6,612	111	10,445	8,223	79	9,371	8,117	87%
Expenditure under Criteria based Grants									
Expenditure under Provincial Specific grants *	11,810	10,364	88	13,520	8,866	66	10,771	6,720	62%
(b) Total of Capital Grants	17,768	16,976	96	23,965	17,089	71	20,142	14,937	74%
Total (a +b)	146,628	146,577	100	169,194	156,209	92	182,979	169,066	95%

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

2011* Supplementary allocation is not 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 and 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 2013 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 2013 are given below.

(a.) Provincial wise Income of Local Authorities in 2013

(Rs. Mn)

Province	No. of LA s	Revenue Estimate	Actual Income			Total Income	Progress %
			Revenue Grants	Capital Grants	Council Revenue		
Western	48	24,785	4,578	1,304	10,394	16,275	65%
Central	43	6,921	1,300	962	2,443	4,705	68%
Southern	49	5,769.	1,180	1,217	1,393	3,790	65%
Northern	34	4,001	785	756	891	2,432	60%
North Western	33	4,294	730	684	1,647	3,061	71%
North Central	26	2,656	235	822	596	1,654	62%
Uva	28	1,813	427	380	677	1,484	81%
Sabaragamuwa	29	2,320	489	409	853	1,751	75%
Eastern	45	4,665	605	1,100	881	2,586	55%
Total	335	57,224	10,329	7,634	19,775	37,738	63%

(b) Provincial Wise Expenditure of Local Authorities in 2013**(Rs. Mn)**

Province	No of LAs	Estimate of Expenditure	Actual Expenditure		Total Expenditure	Progress %
			Capital	Recurrent		
Western	48	24,946	2,602	12,643	15,245	61%
Central	43	6,961	1,506	2,960	4,466	64%
Southern	49	6,064	1,514	2,062	3,576	58%
Northern	34	3,688	1,170	1,315	2,485	67%
North Western	33	4,603	1,015	1,989	3,004	65%
North Central	26	2,254	625	966	1,591	70%
Uva	28	1,909	472	910	1,382	72%
Sabaragamuwa	29	2,515	496	1,109	1,605	63%
Eastern	45	4,343	1,057	1,211	2,268	52%
Total	335	57,283	10,457	25,165	35,622	62%

9.6.3 Provision of Vehicles and Machinery to Local Authorities

The finance division implements the procurement process, direct the accounting activities etc. of the total expenditure provision relevant to the Ministry, while this division also grants the funds allocated in the annual budget by the Central Government to Provincial Councils as Block Grant for recurrent expenditure and providing necessary financial assistance to Local Authorities.

The following vehicles were provided by the Ministry with the assistance of this Division during the year 2013.

Serial No.	Vehicle Type	Institution Granted	Amount Spent (Rs.M)
1	Latest model TAFE tractors and trailers (100)	Gampaha P.S., Jaela P.S., divlapitiya P.S., Mahara P.S., Minuwangoda P.S., Biyagama P.S., Kaduwelam P.C., Kotkawatta Mulleriyawa P.S., Kesbewa P.S., Horana U.C., Madurawela P.S., Horana P.S., Bulathsinhala P.S., Udubaddawa P.S., Wariyapola P.S., Ridigama P.S., Bingiriya P.S., Mahawa P.S., Giribawa P.S., Kuliapitiya U.C., Galgamuwa P.S., Ibbagamuwa P.S., Polgahawela P.S., Wanathavilluwa P.S., Karuwalagaswewa P.S., Anamaduwa P.S., Wattedagama U.C., Kadugannawa U.C., Harispththuwa P.S., Pathadumbara P.S., Pujapitiya P.S., Gangawatakorale P.S., Akurana P.S., Dambulla M.C., Ukuwela P.S., Galewela P.S., Yatawatta P.S., Matale P.S., TAlawakelle Lindula U.C., Hatton Dickoya U.C., Walapane P.S., Haputale U.C., Mahiyanganaya P.S., Haldummulla P.S., Monaragala P.S., Balapitiya P.S., Yakkalamulla P.S., Welivitiya Divithura P.S., Elpitiya P.S., Neluwa P.S., Akmeemana P.S., Hikkaduwa U.C., Bentota P.S., Matara M.C., Weligama U.C., Kamburupitiya P.S., Pasgoda(Urubokka) P.S., Hambantota M.C., Lunugamvehera P.S., Tangalla P.S., Tissamaharama P.S., Beliatta P.S., Weeraketiya P.S., Katuwana P.S., Eheliyagoda P.S., Embilipitiya P.S., Aranayaka P.S., Rambukkana P.S., Ruwanwella P.S., Yatiyantota P.S., Medawachchiya P.S., Thirappane P.S., Nochchiyaagama P.S., Horowpathana P.S., Galenbindunuwewa P.S., Medirigiriya P.S., Welikanda P.S., Karainagar P.S., Kayts P.S., Chavakachcheri P.S., Mannar P.S., Vavniya U.C., Vavniya South Sinhala P.S., Eravur U.C., Koraleipaththu North P.S., Eravurpaththu - Chenkaladi P.S., Koraleipaththu West (Oddamawadi) P.S., Porathivupaththu P.S., Koraleipaththu P.S., Namaloya P.S., Mahaoya P.S., Padiyathalawa P.S., Akakraipattu P.S., Akkaraipattu M.C., Trinomalee U.C., Trincomalee four Gravats P.S., Kinniya U.C., Seruwawila P.S., Yatnuwara P.S., Yatinuwara P.S.,	146.32

2	Provision of latest model 02 tractor mounted water bowsers.	Akkaraippttu M.C., Akakraipattu P.S.	3.26
3	Provision of 26 latest model double cabs.	Dambulla M.C., Matale M.C., Ampara U.C., Kinniya U.C., Galenbindunuwewa P.S., Bingiriya P.S., Hambantota P.S., Ambalangoda P.S., Moosali P.S., Puttalam U.C., Ambagamuwa P.S., Vavniya South Sinhala P.S., Dambulla P.S., Namaloya P.S.,Padiyathalawa P.S.,Jaffna M.C., Akkaraippttu M.C., Hambantota P.S., Hakmana P.S., Haputale P.S., Balangoda U.C., Pannala P.S., Weeraketiya P.S., Athureliya P.S., Mahawa P.S., Dickwella P.S. (The Ministry of Finance has provide 09 vehicles)	53.71
4	Provision of 40 latest model standard 350 Di tractor mounted gully bowsers.	Lankapura P.S., Beruwal U.C., Bentota P.S., Puttalam P.S., Mahiyanganaya P.S., Haputale P.S., Nuwaraeliya M.C., WAttala P.S., Ambalangoda P.S., Seruwila P.S., Mawanella P.S., Mahara P.S., Balapitiya P.S., Nawalapitiya U.C., Pasgoda P.S., Wennappuwa P.S., Homagama P.S., Ratnapura M.C., Ratnapura P.S.,Haliela P.S., Eheliyagoda P.S., KuruwitaP.S., Akkaraippttu M.C., Akkaraippttu P.S., Potuvil P.S., Hambantota M.C., Ampara M.C., Anuradhapura M.C., Mihintale P.S., Pathdumbara P.S., Matugama P.S., Kalmunai M.C., Pannala P.S., Kurunegal M.C., Wariyapola P.S., Polgahawela P.S., Mawathagama P.S., Kuliapitiya P.S.	139.2

Major Provincial and Regional Development Projects (Foreign Funded)

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, Japanese Government, Netherland Government 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 2013 as well.

10.1 Major Provincial and Regional Development Projects

1. Local Government Infrastructure Improvement Project - (LGIIIP) – (Asian Development Bank - ADB)
2. “Pura Neguma” Project – Local Government Enhancement Sector Project - (LGESP) – Asian Development Bank (ADB)
3. Provincial Roads Development Project – Central & Sabaramaguwa - (PRDP) – (Japanese International Cooperation Agency - JICA)
4. Provincial Road Improvement Project –Uva, Eastern and Northern Provinces – (World Bank - WB)
5. Eastern and North Central Provincial Road Project – (Asian Development Bank - ADB)
6. Northern Road Connectivity Project – (Asian Development Bank - ADB)
7. Greater Colombo Waste Water Management Project – (Asian Development Bank - ADB)
8. Project of Transforming the School Education System as the Foundation of a Knowledge Hub- (TSEP) – (World Bank - WB)
9. Jaffna Killinochchi Water Supply Sanitation Project (Asian Development Bank - ADB)
10. Iranamadu Irrigation Development Project.- (IFAD)
11. Health Facilities and Safe Drinking Water Facilities Production Project – (JFPR)
12. Secondary Health Sector Development Project – (World Bank – WB)

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

The works of 95% of the selected 163 km in Eastern Province and 220 km of North Central Province have been completed as at 31.12.2013, under the Asian Development Bank funded project on development of provincial roads.

Similarly, 86% of the selected 142 km of Asian Development Bank funded Northern Road Connectivity Project has been already completed.

Under the JICA funded Provincial Road Development Project work of 46% on 164 km of roads selected from the Central Province and 180 km of roads selected from the Sabaragamuwa province have been completed during this year.

(a). Road Development Projects of Sri Lanka

<i>Project</i>	<i>Funding Agency</i>	<i>Length (km)</i>
(a). Development of Eastern and Northern Provincial Roads	Asian Development Bank (ADB)	383
(b). Improvement of Provincial Roads (Eastern, Northern, Uva provinces)	World Bank (WB)	236
(c). Development of Provincial Roads (Sabaragamuwa and Central Provinces)	Japanese International Cooperation Agency (JICA)	309
(d) Northern Province Road Connectivity	Asian Development Bank (ADB)	142

Project Portfolio

11.1 Local Government Infrastructure Improvement Project

Funding Agency : Asian Development Bank (ADB)

Major Objectives : Through development activities of selected local authorities in the island, raise the economic and living standard of the people living in these local authority areas and to make the local authorities efficient and attractive administrative units by enhancing them with advanced technological knowhow and technical knowledge.

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

Project Cost : Rs.6,496 million

Project Duration : 2006 – 2013 January

Total Expenditure as at 31.12.2013 : Rs. 6007 million

Financial Progress as at 31.12.2013 : 92%

Physical Progress as at 31.12.2013 : 100%

Financial Progress relevant to the year 2013

Provision (Rs.m)	Expenditure (Rs. m)	Financial Progress %
403	401.1	99.5%

During the project period 202 sub projects implemented under this project was successfully completed.

Some of the successfully completed projects are shown below.



Library – Hewagama
North Central Province

Lbrary and Health Center
Rambukkana Pradeshiya
Sabhawa

Library Building
PannalaPradeshiya Sabhawa

11.2.Pura Neguma – Local Government Enhancement Sector Project

Funding Agency : Asian Development Bank

Project Objective : Programme for redesigning Local Government activities and development of 108 small towns in 108 Backward Local Authority areas.

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 centers, water projects, crematoriums and offices of Pradeshiya Sabha Buildings etc. are constructed under this project.

Project Cost : Rs. 8,940 million

Project Period : 2012-2015

Total Expenditure as at 31.12.2013 : Rs. 412 million

Financial Progress as at 31.12.2013 :4.6%

Physical Progress as at 31.12.2013 : 26%

Under this programme, infrastructure facilities of 108 towns, selected from 108 Backward Local Authorities in the island will be developed, while the total number of projects implemented will be 190.

Financial Progress relevant to the year 2013

<i>Provisions (Rs.Mn)</i>	<i>Expenditure (Rs.Mn)</i>	<i>Financial Progress %</i>
549	387.64	71%

Different Events of Pura Neguma Project



The event of distribution of tractors and water bowsers to local authorities under the patronage of His Excellency the President



Construction of Haldummulla
Pradeshiya Sabha building
Opening Ceremony

Distribution of vehicles to local
authorities

11.3. 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. 2013 : Rs.5,843 million

Financial Progress as at 31.12.2013 : 41%

Physical Progress as at 31.12.2013 : 46%



Project Areas	Length (km)
Sabaragamuwa Province	145
Central Province	164
Total	309

Financial Progress irrelevant to the year 2013

Project Areas	Grants (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Sabaragamuwa Province	1,553	1,416	91%
Central Province	1,360	1,358	100%
Co-ordinating Unit	569	404	71%
Total	3,482	3,178	91%

Projects in progress



Udupussellewa Nildandahinna – Wathumulla
Road before development (Nuwaraeliya District)



Udupussellewa Nildandahinna – Wathumulla
Road after development (Nuwaraeliya District)

11.4. Provincial Roads Improvement Project

(PRP – Uva, Northern, Eastern Provinces)

Funding Agency : World Bank

Project Objective : Improving the necessary infrastructure facilities for the socio-economic development in Uva, Northern and Eastern Provinces and thereby improve the self sufficient economic pattern of these provinces..

Project Cost : Rs.12.053.75 million

Project Period : 2010-2015

Total Expenditure as at 31.12.2103 : Rs.8,921 million

Total Financial Progress as at 31.12.2013 : 74%

Total Physical Progress as at 31.12.2013 : 87%



Implementing Area	Length (km)
Uva Province	124
Eastern province (Ampara)	56
Northern Province (Jaffna)	56
Total	236

Financial Progress relevant to the year 2013

Implementing Areas	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress%
Eastern Province	1,110	1,063	96%
Uva Province	2,620	2,483	95%
Northern Province	760	543	71%
Coordinating Unit	65	63	97%
Total	4,555	4,152	91%

Projects in progress



Developed Medithale – Pathanawatta –
Thennepanguwa – Kirivehera Road



Developing Galauda – Kandeketiya –
Karametiya Road

11.5. Eastern and North Central Provincial Road Project

Funding Agency : Asian Development Bank
Project Objective : Increasing connectivity through the development of the road network of two poverty stricken and conflict affected provinces and strengthening the provincial road development institutions in North Central and Eastern provinces.

Project Cost : Rs. 8,868.15 million

Project Period : 2009-2013

Total expenditure as at 31.12.2013 : Rs.7,760 million

Total Financial Progress as at 31.12.2013 : 88%

Total Physical Progress as at 31.12.2013 : 97%



Implementing Area	Length (km)
Eastern Province	163
North Central Province	220
Total	383

Financial Progress Relevant to the Year 2013

Implementing Area	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Eastern Province	1,396	942	67%
North Central	517	410	79%
Co-ordinating Unit	14.5	9.5	65%
Total	1,927.5	1,361.5	71%

Projects in progress



Vavnathiv – Athiyamalai Road

Batticaloa District



Paankulam – Kiwlekada – Thiriyayei Road

Tincomalie District

11.6. Northern Road Connectivity Project

Funding Agency : Asian Development Bank

Project Objective : Improve connectivity throughout the province by developing n the transport networks of the two districts of Vavniya and Mannar in the Northern Province and strengthening the Provincial Road Development Department.

Project Cost : Rs. 2,296.95 million

Project Period : 2010- 2015

Total expenditure as at 31.12.2013 : Rs.1,956 million

Total Financial Progress as at 31.12.2013 : 85%

Total Physical Progress as at 31.12.2013 : 86.%

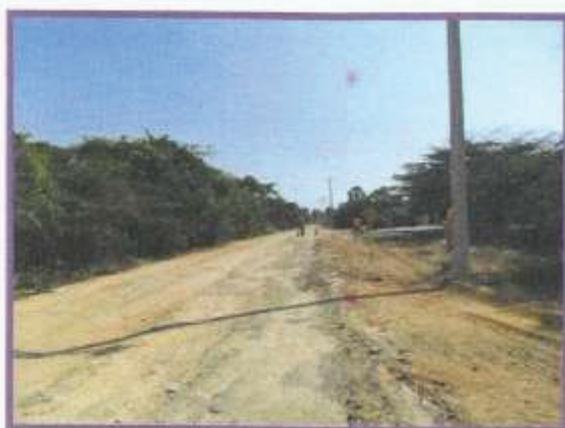


Implementing Area	Length (km)
Northern Province	142
Total	142

Financial Progress Relevant to the Year 2013

Implementing Area	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Northern Province	494.7	440.2	89%
Coordinating Unit	7.9	8.3	105%
Total	502.6	448.5	89%

Projects in progress



Thoddavelli – Oluvadi road before and after development

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 9 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 31.12.2013 : Rs.1.391 million

Total Financial Progress as at 31.12.2013 : 11%

Total Physical Progress as at 31.12.2013 : 40. %

Financial Progress relevant to the year 2013

Name of the Project	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Greater Colombo Wastewater Management Project	920	785	85%
Total	920	785	85%

Different events of the wastewater project



11.8 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 : 2012-2016

Total expenditure as at 31.12.2013 : Rs.3,577 million

Total Financial Progress as at 31.12.2013 : 28%

Total Physical Progress as at 31.12.2013 : 32.%

Implementing Area

Island wide



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 2013 is given below.

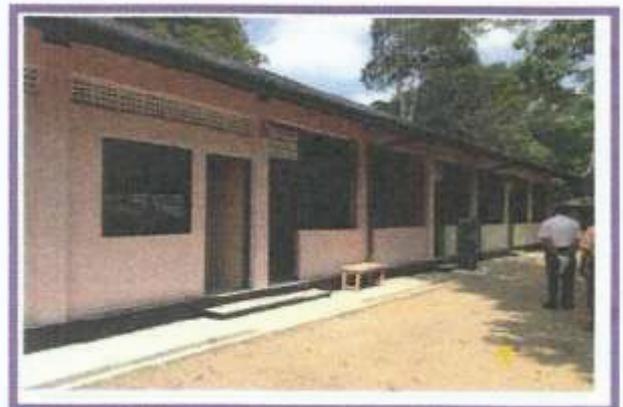
Financial Progress relevant to the year 2013

<i>Implemented Areas</i>	<i>Provisions (Rs.Mn)</i>	<i>Expenditure (Rs.Mn)</i>	<i>Financial Progress %</i>
Co-ordinating Unit	25	24.77	99%
Western Province	245	245	100%
Central Province	285	285	100%
Southern Province	245	245	100%
Northern Province	310	310	100%
North Western Province	275	275	100%
North Central Province	250	250	100%
Uva Province	295	295	100%
Sabaragamuwa Province	250	250	100%
Eastern Province	340	340	100%
<i>Total</i>	<i>2,520</i>	<i>2,519.77</i>	<i>100%</i>

Province	Construction of Mahindodaya Labs		Construction of Classrooms		Construction of Sectoral and Regional Offices		Repairs (Classrooms, Buildings and Office Buildings)	
	Amount Planned	Amount Constructed	Amount Planned	Amount Constructed	Amount Planned	Amount Constructed	Amount Planned	Amount Constructed
Western	15	05	02	02	0	0	122	120
Central	15	15	0	0	06	06	0	0
Southern	15	03	12	12	0	0	32	32
Northern	15	0	17	16	04	0	0	0
Eastern	15	02	74	53	04	04	20	20
North Western	15	12	17	17	03	0	27	27
North Central	15	06	29	29	0	0	37	37
Uva	15	14	41	30	10	01	12	12
Sabaragamuwa	15	05	10	10	0	0	09	09
Total	135	62	202	169	27	11	259	257



Occasion of constructing Mahindodaya Lab
D.B. Wijetunga M.Vidyalaya, Geliyoa
Central Province



Occasion of constructing Mahindodaya Lab
D.B. Wijetunga M.Vidyalaya, Geliyoa
Central Province

11.9 Jaffna & Kilinochchi Water Supply and Sanitation Project

Funding Agency : Asian Development Bank

Project Objective : To improve water supply services of Jaffna and Kilinochchi districts, strengthen water supply management in the Jaffna Peninsula and sanitary infrastructure facilities for the people within the Jaffna Municipal Council limits.

Project Cost : Rs. 2,212.60 million

Project Period : 2012-2016

Total Expenditure as at 31.12.2013 : Rs.33.34 million

Total Financial Progress as at 31.12.2013 : 1.5%

Financial Progress Relevant to the year 2013

<i>Name of the Project</i>	<i>Provisions (Rs.Mn)</i>	<i>Expenditure (Rs.Mn)</i>	<i>Financial Progress %</i>
Northern Province	320.00	23.25	7%
Coordinating Unit	5.45	-	-
Total	325.45	23.25	7%

11.10 Iranamadu Irrigation Development Project

Funding Agency : International Fund for Agricultural Development (IFAD)

Project Objective : Develop sustainable water and land productivity and develop irrigation infrastructure facilities for an effective and sustainable management.

Project Cost : Rs. 3,300 million

Project Period : 2012-2017

Total Expenditure as at 31.12.2013 : Rs.338 million

Total Financial Progress as at 31.12.2013 : 10%

Total Physical Progress as at 31.12.2013 : 15%

<i>Implementing Area</i>	<i>Length (km)</i>
Killinochchi District	288

Financial Progress in relevant to the year 2013

Name of the Project	Provisions (Rs.Mn)	Expenditure (Rs.Mn)	Financial Progress %
Northern Province	475	335	71%
Co -ordinating Unit	06	-	-
Total	481	335	70%



11.11. Health Facilities and Safe Drinking Water Facilities Production Project – (JFPR)

Funding Agency : Japanese Fund for Poverty Reduction (JFPR)

Project Objective : Introduction of new methods to raise the quality of underground drinking water, provide support to community organizations through local authorities to implement community water supply schemes and manage them and prevent long term illnesses caused by water

Project Cost : Rs. 400 million

Project Period : 2013-2015

Implementing Areas
North Central (Anuradhapura-Kebithigollawa, Medawachchiya Polonnaruwa – Medirigiriya, Dimbulagala)

The preliminary work of this project is ongoing.

11.12. Secondary Health Sector Development Project

Funding Agency : World Bank

Project Objective : Improve public health facilities, so as to successfully face the challenges arising regarding nutrition and non communicable diseases.

Project Cost : Rs. 26,000million

Project Period : 2013-2016

Total Physical Progress : 10%

Implementing Areas

Island wide

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

02.Financial Management Division

03.General Management Division

04.Research Division

05. Human Resource Development Division

06.Physical Planning Division

07.Legal 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 Planned Programmes for the year 2013

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 is published in Sinhala and Tamil medium.

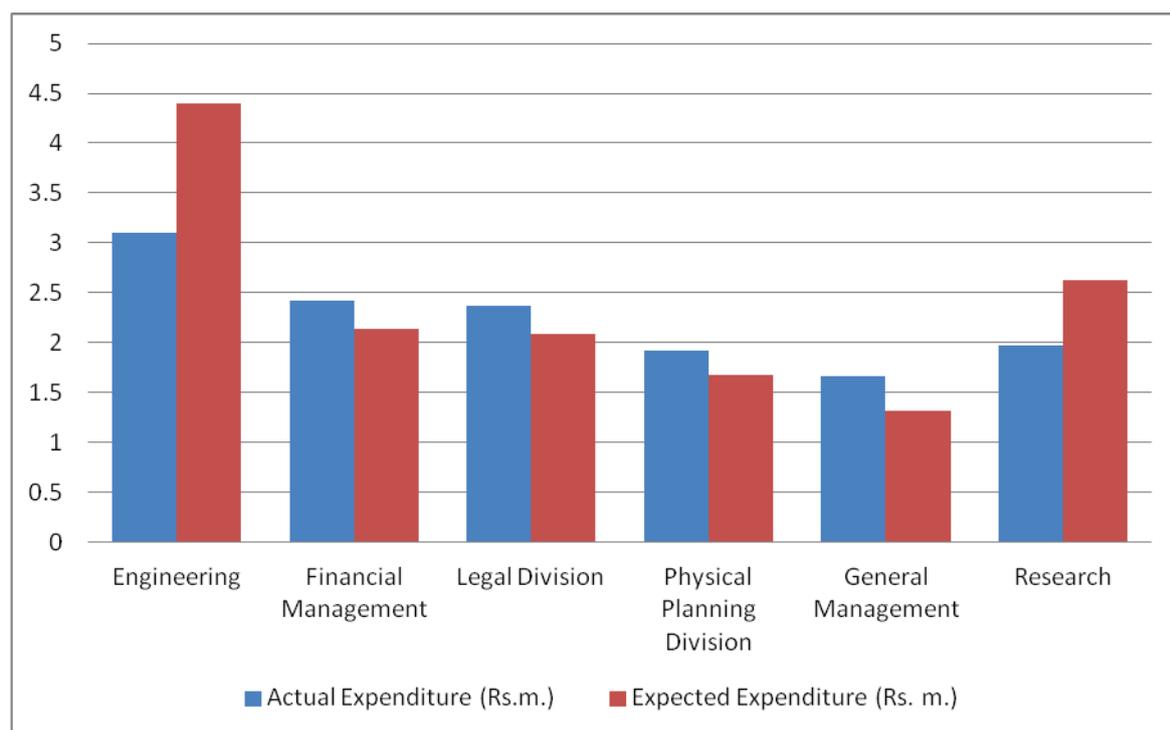
(a) Financial and Physical Progress of Planned Programmes for the year 2013

Division	Activities	Workshops/ Programmes conducted during the year	Expected Expenditure (Rs.Mn)	Actual Expenditure (Rs.Mn) & No. of participants	Financial Progress %	Expected No. of Trainees/ Workshops	Actual No. of Trainees/ Workshops	Physical Progress
Engineering	Awareness Programmes	33	4.40	3.10	70%	1962	1941	99%
Financial Management	Training workshops and programmes	02	2.00	2.34	111%	550	654	118%
	Financial Statement Preparation Workshops	01	0.14	0,08	57%	02	01	50%
Legal Division	Awareness Programmes	20	2.08	2.37	114%	1000	1336	133%
Physical Planning Division	Awareness programmes	11	1.68	1.92	114%	460	734	159%
General Management	Awareness programmes	15	1.32	1.66	125%	600	903	150%
Research	Provincial wise training programmes and research work programmes	01	0.41	0.21	51%	40	35	87%
	Other research and workshops No. of participants	04	2.22	1.76	79%	-	-	-
Total		87	14.25	13.44		4.614	5,604	

The distribution of Expected and Actual Expenditure, division wise is shown in Table no.05 and Graph No.5.

Division	Actual Expenditure (Rs.m.)	Expected Expenditure (Rs. m.)
Engineering	3.10	4.40
Financial Management	2.42	2.14
Legal Division	2.37	2.08
Physical Planning Division	1.92	1.68
General Management	1.66	1.32
Research	1.97	2.63
Total	13.44	13.25

Table No.05



Graph No.05



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.

01. Construction of Economic centres and Streamlining Weekly fairs.
02. Solid Waste Management.
03. Construction of Crematoriums.
04. Purchase of machinery for road construction and Tractors for garbage disposal.
05. Construction of public markets.
06. Construction of office buildings and Libraries.
07. Road development projects.
08. Drinking water supply projects.
09. 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 2013

In the year 2013 a sum of Rs. 300 million has been allocated for the purpose of granting loans to Local Authorities. During the year Rs.225.48 million was released to 33 Local Authorities.

(a).Summary of Progress in the release of Loans project wise during the year is as follows

<i>Serial No.</i>	<i>Project Category</i>	<i>Amount (Rs.m)</i>	<i>No. of Projects</i>
i	Machinery and Equipment	197.86	25
ii	Construction of crematoriums	1.98	01
iii	Construction of Weekly Fairs and Economic Centres	10.65	04
iv	Construction of Public Market Buildings	14.99	03
Total		225.48	33

(b).Financial and Physical Progress of Release of Loans is as follows

i	Financial Progress	Expected Expenditure	Actual Expenditure	Financial Progress
		(Rs. Million)	(Rs. Million)	%
		300	225.48	75.16
ii	Physical Progress	Expected Number of	Actual Number of	Physical Progress
		Projects	Projects	
		44	33	75

©.Progress of Recovery of Loans in 2013 Installment and Interest Wise Separately

	Loan Type	Installment (Rs. million)	Interest Recovered (Rs. million)	Total (Rs. million)
<i>i</i>	Loans released by Local Loans and Development Fund (LLDF)	54.39	124.09	178.48
<i>ii</i>	Loans released by Perrennial Crop Development Project	1.37	7.43	8.79
<i>iii</i>	Urban Development and Low Income Housing Project	82.46	90.35	172.81
<i>iv</i>	Local Government Infrastructure Improvement Project	86.16	170.48	256.64
	Total	224.38	392.35	616.72

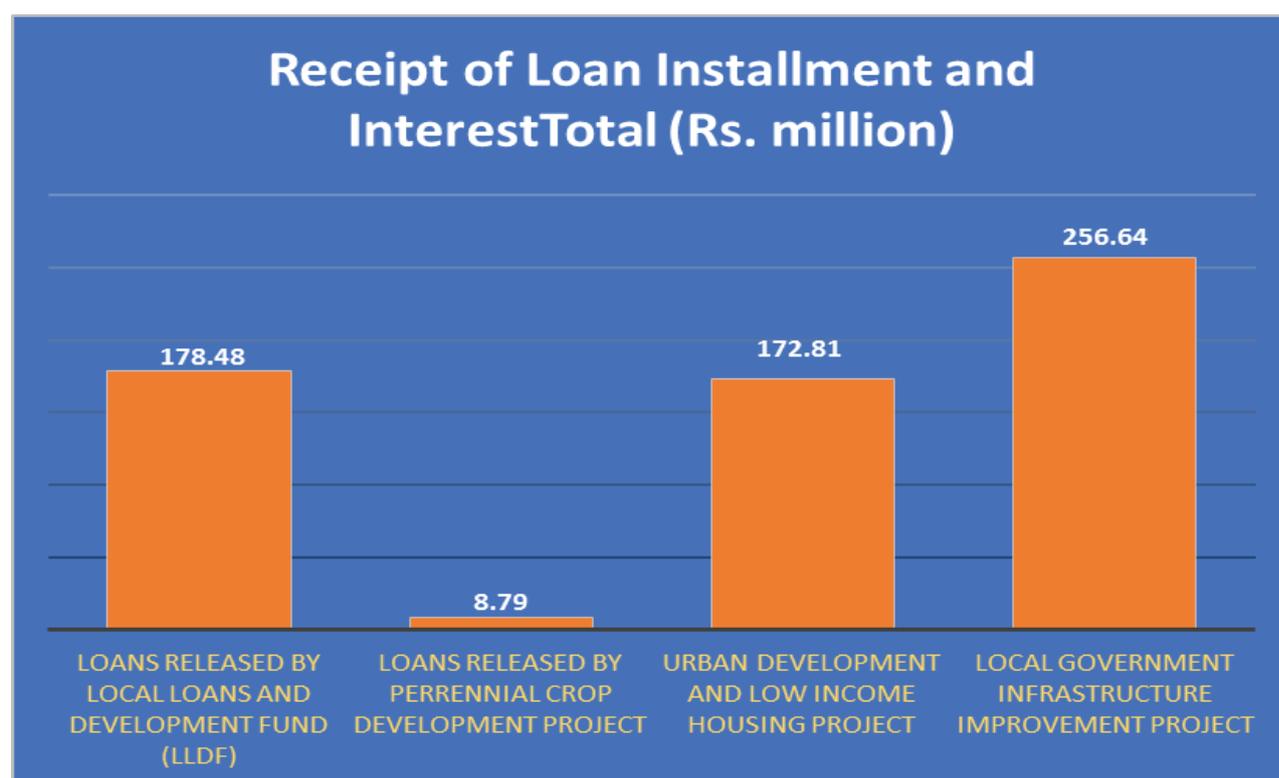
(d).The Progress of Loan Payback to the General Treasury during the past 06 years is as follows

Year	Installments (Rs.million)				Interest (Rs.million)				Total (Rs. million)
	LLDF	PCDP	UDLIHP	LGIIP	LLDF	PCDP	UDLIHP	LGIIP	
2008	21.5	-	10.7	-	27.0	6.0	85.4	-	150.6
2009	21.5	0.34	56.2	-	25.7	7.6	73.3	-	184.64
2010	22.9	0.17	56.2	-	25.1	6.0	67.2	-	177.57
2011	22.9	1.15	56.2	-	23.5	6.0	67.2	34.7	211.65
2012	22.9	1.26	109.6	-	21.8	7.6	90.8	29.0	282.96
2013	22.8	1.02	90.55	-	20.37	5.87	99.0	35.65	275.26
Total	134.5	3.94	379.45	-	143.47	39.07	482.9	99.35	1282.68

(d).The Progress of Loan Recovery in 2013 is shown in Table No.06 and Graph No. 06

Loan Type	Receipt of Loan Installment and Interest Total (Rs. million)
Loans released by Local Loans and Development Fund (LLDF)	178.48
Loans released by Perennial Crop Development Project	8.79
Urban Development and Low Income Housing Project	172.81
Local Government Infrastructure Improvement Project	256.64
Total	616.72

Table No. 06

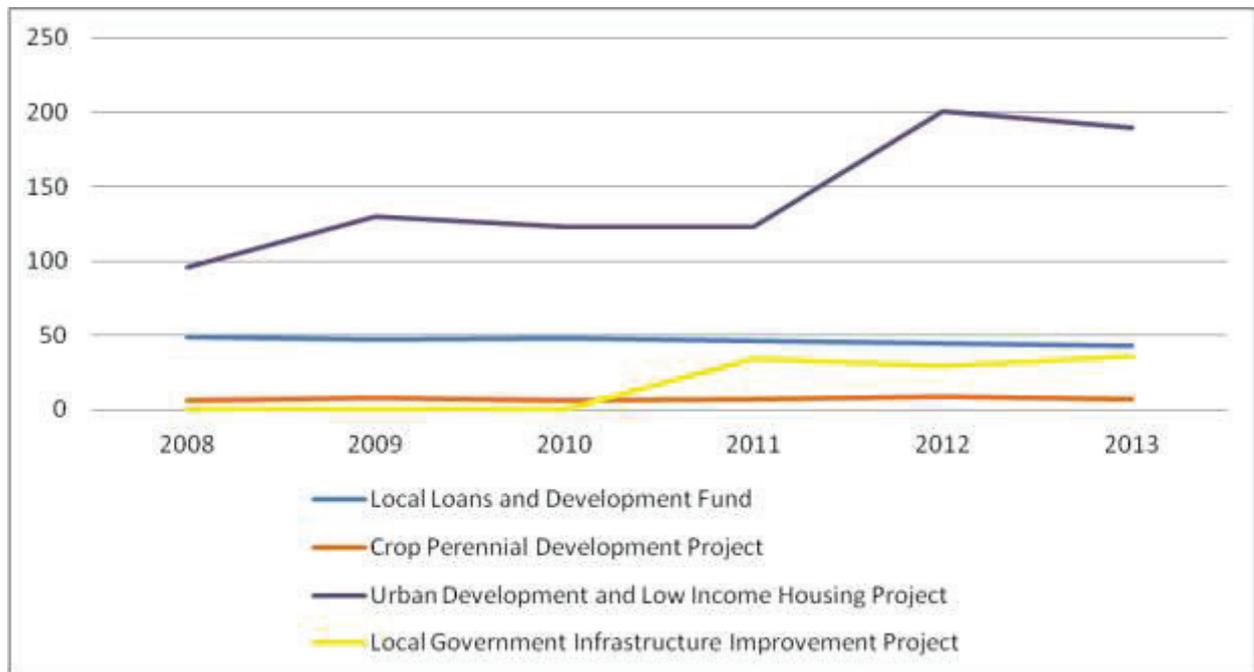


Graph No.06

(e).The progress of repayments of installment and interest to the General Treasury according to the type of loan released is shown in Table No. 07 and Graph No. 07.

Year	Loan Installment and Interest (in Rupees Million)			
	Local Loans and Development Fund (LLDF)	Crop Perennial Development Project (PCDP)	Urban Development and Low Income Housing Project (UDLIHP)	Local Government Infrastructure Improvement Project (LGIIP)
2008	48.50	6.00	96.10	-
2009	47.20	7.94	129.50	-
2010	48.00	6.17	123.40	-
2011	46.40	7.15	123.40	34.70
2012	44.70	8.86	200.40	29.00
2013	43.17	6.89	189.55	35.65
Total	277.97	43.01	862.35	99.35

Table No. 07



Graph No. 07