



# **Vocational Training Authority of Sri Lanka**

## **Annual Report 2023**





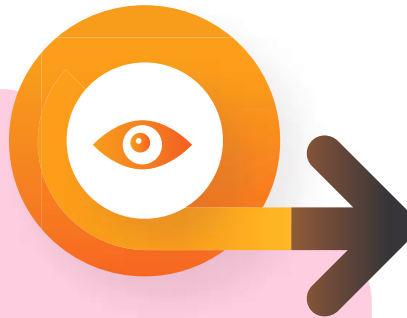
Institution	: Vocational Training Authority of Sri Lanka
Ministry	: Ministry of Education Skills Development, Vocational Education, Research & Innovation Division
Address	: "Nipunatha Piyasa", No. 354/2, Elvitigala Mawatha, Narahenpita, Colombo 05
Email address	: <a href="mailto:info@vtasl.gov.lk">info@vtasl.gov.lk</a>
Website	: <a href="http://www.vtasl.gov.lk">www.vtasl.gov.lk</a>
Auditors	: Auditor General, Department of Auditor General
Bankers	: Peoples Bank



# CONTENT

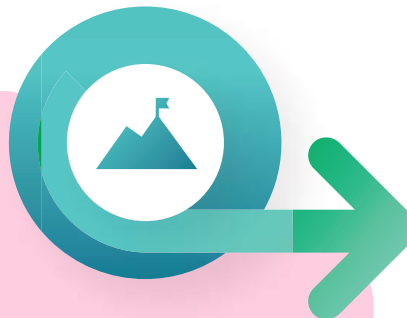
Vision & Mission .....	7
Functions .....	8
Acknowledgement .....	9
Introduction and Structure .....	10
Board of Directors .....	10 - 11
Operational Achievements .....	12 - 13
Special events of the year 2023 .....	14 - 15
Report of the Board of Directors .....	16
Achievements of the year 2023 .....	16 - 17
Agreements signed between the state and private sector institutions aiming to improve the quality of the vocational training courses and to adopt new technology .....	17 - 21
Programs and the targets for the year 2024 .....	22 - 23
Report of the Good Governance .....	24
Communal Social commitment .....	24
Sustainable Development .....	24
Higher and Senior Management Staff .....	25 - 27
Composition of the Staff .....	28 - 30
Implementation of Vocational Training Programmes .....	31 - 36
Improve the Knowledge, Attitudes & the Skills of the Staff .....	36
Distribution of training centers .....	37 - 39
Conduct Vocational Trade Tests and Assessments .....	40
Career Guidance and Counseling .....	41
Industry Relations and Job Placement .....	42 - 45
Programs conducted jointly with public and private institutions .....	46
Conducting the Entrepreneurship development programs .....	47
Challenges .....	47
Performance of the Audit & Management Committees .....	48 - 49
Report of the Financial Statement .....	50 - 85
Financial Analysis 20213 - 2023 .....	86
Report of the Auditor General .....	87 - 93
Reply Report for the report of the Auditor General .....	94 - 97





## ***VISION***

To enrich the lives  
through globally  
competent  
employments



## ***MISSION***

To be the most dynamic  
and innovative  
vocational education,  
training and service  
provider in Sri Lanka

## FUNCTIONS

**01**

Prepare vocational training programs and provide vocational training required to obtain talents for an employment to the qualified youth, directly or through a State or Private sector representing agency.

**02**

Conduct National Trade Tests and examinations and issue certificates and other offers for the apprentices who obtained the vocational training.

**03**

Conduct researches on vocational training and develop vocational training.

**04**

Examine and supervise the vocational training centers to maintain the formal standards of those centers.

**05**

Order and charge fees or other charges for the facilities and equipment provided for vocational training by the Authority.

**06**

Acquisition, affords, lease or let, mortgage, rent or execution of any movable or immovable property required for the functions of the Authority.

**07**

Enter to all the agreements required to accomplish the objective of the Authority and implement them.

**08**

Enter to agreements with employers to provide vocational training for the apprentices who are selected for the vocational training and register them in the Authority.

**09**

Authorize for the fact that each employer who intended to provide vocational training to the apprentices of the Authority should enter to an agreement with the trainee and the said agreement should be registered in the Authority.

**10**

Implement Career Guidance programs and provide counseling.



# ACKNOWLEDGEMENT

**Hon. Minister Dr. Susil Premajayantha,**

Minister of Education,  
Ministry of Education,  
Isurupaya,  
Battaramulla.

Hon. Minister,

## **Annual Report - 2023**

### **Vocational Training Authority of Sri Lanka (VTASL)**

I submit the Annual Report of the Vocational Training Authority of Sri Lanka for the year 2023, in terms of Section 25 of the Sri Lanka Vocational Training Authority Act No 12 of 1995 and Section 14 (2) C of the Financial Act No 38 of 1971.

Yours faithfully,



**S.K. Rajapaksha**

Chairman / Chief Executive Officer  
Vocational Training Authority of Sri Lanka

## INTRODUCTION & STRUCTURE

The Vocational Training Authority of Sri Lanka was established on 16th August 1995 under the provisions of Sri Lanka Vocational Training Authority Act No 12 of 1995. The “Manpower Division” which was functioned under the then Department of Labor, was transferred to the Sri Lanka Vocational Training Authority. With the mission of “Skills for Life – Employment for Skills”, the Vocational Training Authority functions, aiming the objective of reach the rural youth in country and provide vocational talents to refer the local and international employments.

Sri Lanka Vocational Training Authority is a statutory Board and currently fulfil the vocational training requirements under 18 vocational training sectors through its 204 training centers which established island widely. It provides immense contribution to the national economy by producing skilled youth to the global labor market.

### Board of Directors (Since 09.03.2023 to 31.12.2023)

- |   |  |
|---|--|
| <ul style="list-style-type: none"> <li>■ <b>Air Vice Marshal Prasanna Ranasinghe (Retired)</b><br/>Chairman<br/>Vocational Training Authority of Sri Lanka</li> </ul>       | <ul style="list-style-type: none"> <li>Director<br/>National Apprentice &amp; Industrial Training Authority</li> </ul>                           |
| <ul style="list-style-type: none"> <li>■ <b>Mr. Chathura De Silva</b><br/>Vice Chairman<br/>Vocational Training Authority of Sri Lanka</li> </ul>                           | <ul style="list-style-type: none"> <li>■ <b>Mrs. T.D. Rasika Prabodhini</b><br/>Deputy Director<br/>Ministry of Finance</li> </ul>               |
| <ul style="list-style-type: none"> <li>■ <b>Mrs. H.W.K. Athawudage</b><br/>Additional Secretary<br/>Skills Development Division</li> </ul>                                  | <ul style="list-style-type: none"> <li>■ <b>Mr. S.P. Lakshman Fernando</b><br/>Former Senior Director<br/>George Stuart &amp; Company</li> </ul> |
| <ul style="list-style-type: none"> <li>■ <b>Mr. S.A. Mahindala Lal Gunathilake</b><br/>Additional Secretary (Industry Development)<br/>Ministry of Industries</li> </ul>    | <ul style="list-style-type: none"> <li>■ <b>Mr. Viraj Harshana Perera</b><br/>Managing Director<br/>Reliance Capital Private Ltd.</li> </ul>     |
| <ul style="list-style-type: none"> <li>■ <b>Mr. B.K. Prabath Chandrakeerthi</b><br/>Commissioner General (Labor)<br/>Department of Labor</li> </ul>                         | <ul style="list-style-type: none"> <li>■ <b>Mr.S.K. Rajapaksha</b><br/>Chairman / Chief Executive Officer<br/>Cosmic Technology Group</li> </ul> |
| <ul style="list-style-type: none"> <li>■ <b>Mr. J.A.D. Roshan</b><br/>Director (Youth Affairs)<br/>Ministry of Sports &amp; Youth Affairs<br/>(Since 23.12.2022)</li> </ul> | <ul style="list-style-type: none"> <li>■ <b>Mr. Noel Joshep</b><br/>Managing Director<br/>Proprietor of N.J. Consultants</li> </ul>              |
| <ul style="list-style-type: none"> <li>■ <b>Mr. Channa Prasath Subasinghe</b></li> </ul>  |  |

## Board of Directors (Since 09.10.2022 to 08.03.2023)

- **Mr. A.T. Upali Keppetipola**  
Chairman  
Vocational Training Authority of Sri Lanka
- **Mrs. Ruvini Dharmasiri**  
Vice Chairman  
Vocational Training Authority of Sri Lanka
- **Mr. Ruchika Amarasekara**  
Chairman  
National Apprentice & Industrial Training Authority
- **Mr. R.A.L. Udaya Kumara**  
Director  
Department of Public Enterprises
- **Mr. K.P. Manugama**  
Director  
Ministry of Education
- **Mr. J.M. Sanath Bandara Jayasundara**  
**Consultant and Corporate Secretaries Private Ltd.**

During the year 2023, 15 meetings for Board of Directors were conducted.

## Operational Functions

### Planning, Research & Development Division

This Division provides contribution to operational activities of the Authority. The Division prepares long term and short-term plans required to carry out the mission and objectives of the VTASL and plan necessary steps to commence new courses by analyzing progress as well as doing various researches in line with the vocational training, case studies and prepare & supervise new projects. The Management Information System (MIS) which established attached to this Division provides data analysis required for Institutional development.

### Career Guidance and Promotion Division

The Career Guidance and Counseling Division performs career guidance affairs in divisional, district and national level, relevant to vocational training through career guidance officers who attached in island wide centers. This Division provides further training to intake youth for training and guide for employments, as its key responsibility.

### Training Division

The Training Division of the VTASL is the prime Division in operational process and it is moderating the training centers located in island wide with providing academic staff as well as physical resources. Staff comprising 1,098 is being providing contribution directly to distribute training under this Division. (Including staff of the District centers)

### **Tests and Evaluation Division**

The Tests and Evaluation Division prepares the policies and procedures relevant to tests and evaluations, provide trainings to relevant instructors/ examination Inspectors/ staff. This Division is planning, conducting, regulating and supervising the pre - evaluations and final evaluations for NVQ and non - NVQ courses.

### **Administration Division**

The key responsibility of the Administration Division is the management of physical and human resources required for the services of the VTASL. This division maintains physical resources valuing nearly Rs. 7 billion and the management of infrastructure facilities. There are 562 members of the staff are attached to this Division.

### **Accounts Division**

Accounts Division prepares annual estimates and Final Accounting Statements in compliance to the Public Financial Policies. This Division governs all the financial affairs of the Authority.

### **Internal Audit Division**

Internal Audit Division plays an independent role to fulfill the objectives of the Institution and to provide accurate direction with advises for the operational functions aligned with the objectives. The productivity of the Authority multiplies through it.

## Special events achievements of the year 2023

- Among the vocational and technical training providers of the State sector, Vocational Training Authority of Sri Lanka has become as the Institution which provides vocational training for more than 31% of the youth.



### TVET Information Dash Board

NVQ CERTIFICATES ISSUED AS AT 2024-01-04

Institute	Level 1	Level 2	Level 3	Level 4	Level 5	Level 6	SUB Total
NAITA	438	13809	104926	57094	0	0	176267
DTET	99	4058	33551	35989	9985	1274	84956
NYSC	57	3009	11448	14722	7	0	29243
VTA	2428	18170	122339	84723	1803	17	229480
Private & Other	25521	11778	127988	46419	3681	4615	220002
TOTAL	28543	50824	400252	238947	15476	5906	739948

- Prepare a strategic plan for the year 2023 – 2027 which include targets to provide more efficient and productive service to the youth community of Sri Lanka.



- Asses the skills of the trained workers in collaboration with the Foreign Services Bureau and declared as the official examination Institute for issuing certificates.





- Issued 30,261 certificates as 22,635 National Vocational Qualifications (NVQ) certificates, 4,139 non – NVQ certificates and 3,487 certificates under Recognition of Prior Learning (RPL) .



- Take initial actions to commence Information Technology Training course for the children with special needs (autism) in collaboration with University of Colombo expecting to provide them future livelihood opportunities.



- Conduct “VTA Global Job Fair” at National Vocational Training Center – Narahenpita on 12.12.2023 with the participation of 40 local institutions and 20 foreign institutions aiming the local and foreign employments. 1,022 youth have been participated for it.



## REPORT OF THE BOARD OF DIRECTORS

The Vocational Training Authority of Sri Lanka was established on 16th August 1995, under the Vocational Training Authority of Sri Lanka Act No 12 of 1995. The Authority implements a network of 204 vocational training centers which include as 08 National Vocational Training Institutions, 22 District Vocational Training Centers and 174 Regional Vocational Training Centers and provide vocational knowledge, attitudes and technical talents for the youth in the year 2023. Aiming to reach above targets Authority has conducted 1,695 full time & 444 part time vocational training programs for 39,236 youth.

### Achievements of the year 2023

The approved cadre of the Vocational Training Authority of Sri Lanka is 2,733. Out of it, 67% are instructors of the Academic cadre. A shortage of 174 instructors has been existed in the cadre of the year 2023. Therefore, out of the Treasury Provisions of Rs. 650 Mn. allocated for the operational activities of the Authority, only 29% has been received for the Authority.

Although such financial and legal hindrances were existed, VTASL has succeeded to earn Rs. 357 Mn. income during the year 2023.

VTASL also achieved the following performances in the year 2023.

1. Intake 39,236 trainees as 30,151 for full time courses and 9,085 for part time courses in 204 island wide training centers during the year 2023.
2. Year 2023 was a challengeable year to the Authority. VTASL had to appear for the Committee on Public Enterprises (COPE) after 9 years and on the instructions of the COPE, it was ordered to prepare a Corporate Plan including National Economic Development Plans and suitable strategic objectives for it within a short period of time and to implement operational activities accordingly. Therefore, the Corporate Plan has been prepared for the year 2023 – 2027 including the targets to provide efficient and effective service for the Sri Lankan youth.
3. In order to refer the trained workers to the overseas employments through identifying potential job opportunities, a Memorandum of Understanding (MoU) was signed with the Sri Lanka Foreign Employment Bureau for a period of 05 years to introduce training courses catering to it. Accordingly, VTASL has endorsed as the Official Testing Institute to issue certificates by assessing skills of the workers who seek the overseas employments in Saudi Arabia, South Korea (E7), Israel, Rumania, Singapore the countries which have more employment opportunities.
4. Commenced 44 special training programs for 7 vocational subject areas aiming the overseas employments to overcome the prevailing economic crisis in the country. Furthermore, actions have been taken to increase the teaching capacity to conduct 3 courses per day by changing the courses beginning time in the daily routine as 7.30 a.m. without hindering to the fulltime courses which conduct daily. The training capacity has been increased in 150% through commencing weekend courses.
5. Issued total 30,261 certificates as 22,635 in National Vocational Qualifications certificates (NVQ), 4,139 as Non – NVQ certificates, 3,487 certificates as Recognition of Prior Learning (RPL).



6. In compliance with the Government policies, VTASL has taken actions to introduce short term courses of 300 hours in NVQ level 3 of the Information Technology course for the students who sat for the G.C.E. O/L and G.C.E. A/L examinations in collaboration with the Sri Lanka Information & Communication Technology Agency.
7. Selected 22 vocational training centers for the "Career Platform Program" which implemented with initial coordination of Tertiary & Vocational Education Commission under the prime Program of "Career Platform Program – Korea" and exchanged the data with Korea by developing software based on the experiences of the Authority. Aware 188,485 persons including school students, school leavers, parents and teachers by conducting 4,069 career guidance programs.
8. Participated for the exhibitions aiming to socialize the services of the Vocational Training Authority and to provide publish on the objectives of the vocational training.  
Ex: Skills Expo – 2023, GIOCAL FAIR – 2023, Edufirst Expo 2023 -, AFTEX 23
9. Successful life stories of 25 trained trainees has been edited as videos and published in the social media and issued them for the Career Guidance Programs.
10. Commence the Project work for receiving new training equipment and associated training facilities of \$ 1.5 Mn and \$ 1.61Mn respectively for the Orugodawatta and Niyagama National Vocational Training Institutions under the grants of EXIM Bank and "Human Resources Development Program" of South Korea. Accordingly, the courses of these Institutions will be implemented according to the Korean standard and transformed them into Official Assessment and languages centers.
11. Provide two kitchens equipment with training facilities for the students of Kaduruwela center of Polonnaruwa and Ahangama center of Galle who follow the cookery course, under S4IG Project grants. Therefore, it was able to and increase the training capacity and enhance the cookery subject stream along with providing facilities to train instructors as well.
12. Implement special training programs in collaboration with leading industries. Eg: Lanka Tiles, Keels, David Peris Motors, Ideal Motors, Asian Paints, Akzonobel
13. Out of the 14 training centers selected to launch the "Quick Service Restaurant Crew Members (QSR)" NVQ level 4 course with the patronage of "Pizza Hut", improvements have been done for the 03 centers of Narahenpita, Orugodawatta and Jaffna. It was able to increase the training capacity and to provide internationally recognized employments opportunities to the apprentices through this effort.
14. Under the Program of "Implementing Digital Promotions" VTASL produced 61 Video Clips for 05 NVQ courses to telecast in VTV- Youtube channel.
15. Conduct 02 Plumber Technician Training programs for the officers in the Ministry of Water Supplies and trained 50 officers.
16. Established "STEM CLUBs" with the patronage of Commercial Bank to provide basic knowledge and technical training to the students of G.C.E. O/L and G.C.E. A/L in 12 schools in Colombo and its adjacent areas, by identifying new vocational trades.

**AGREEMENTS SIGNED BETWEEN THE STATE AND PRIVATE SECTOR INSTITUTIONS AIMING TO IMPROVE THE QUALITY OF THE VOCATIONAL TRAINING COURSES AND TO ADOPT NEW TECHNOLOGY**

- ❖ **Sri Lanka Foreign Employment Bureau:** Identifying the courses required for the occupations which existing in the overseas job vacancies and carrying out the relevant assessment affairs. 1,504 trainees in 75 programs and 17 training programs have already been benefitted through these opportunities.
- ❖ **Causeway Paints Lanka (Pvt) Ltd:** Implement training programs for the instructors in Training center – Orugodawatta and trained 8 Auto Painter instructors. Furthermore, during the year 2024, it is expected to provide training material for the painting course.
- ❖ **Akzonobel Paints Lanka (Pvt) Ltd:** Implemented 04 instructor training programs in Painting sector and train 61 instructors.
- ❖ **Ministry of Women, Child Affairs and Social Empowerment:** Take actions to commence Bakery, Cookery and Beauty courses for 80 women who are in the age between 18- 30.
- ❖ **Pizza Hut Institute:** Implement the “Quick Service Restaurant Crew Member (QSR)” course in NVQ level 4 in selected 14 vocational training centers and modernized selected training centers. There are 19 trainees in National Vocational Training Center in Orugodawatta and 15 trainees in National Vocational Training Center in Narahenpita and 20 trainees in Vocational Training Center in Kareinagar are already being in the trainings.
- ❖ **Swisstec and Alumex Institute:** Provide Aluminium training material required for 12 courses implementing in the selected 12 districts and launch the training programs. Conduct 6 training programs with 223 participants.
- ❖ **Peoples Leasing Company Ltd.:** Conduct 02 skills development training programs for the students in Automobile Technicians course and trained 35 students through it.
- ❖ **Bellows Lanka (Pvt) Ltd.:** Conduct skills development programs for the trainees in Hair Stylists course and trained 80 students through it.

### Workshop on preparing strategic plans



### Agreement between Foreign Employment Bureau



### Skills Expo Exhibition 2023





### Agreement signed for the HRD Korea project



### Kitchen Opening ceremony at Ahangama and Kaduruwela S4IG



### Kitchen Opening ceremony at Ahangama and Kaduruwela S4IG



## Signed Memorandum of Understanding (MoUs)



**MoU  
between  
Foreign  
Employment  
Bureau**



**MoU  
between Ak  
zoNobel  
Paints  
Institute**



**MoU  
between  
Asian Paint  
Causeway  
Institute**



**MoU  
between  
Swisstec  
Aluminium  
Company**

## PROGRAMMES & TARGETS FOR THE YEAR 2024

Skills Development and Vocational Educations is a sub – sector of the education of Sri Lanka. Therefore, it is required to enhance the quality of the said sector, than the currently prevailing development. Sri Lanka Vocational Authority as the pivotal vocational training provider of the Public sector should accomplishes a considerable social service during the year 2024. In this context VTASL will be dedicated to produce skilled and competitive work force caters to the global job market.

1. In view of generating skilled youth generation to the national work force under 18 vocational training sectors VTASL conduct 4,069 island wide Career Guidance program and train 41,865 apprentices as 31,580 for full time courses and 10,285 for part time courses. Additionally, it has planned to launch short term training programs cater to the demand of the youth by following flexible learning methods and mixed methodologies.
2. Adhering to the recommendations of the Government Expenditure Review Report issued for the Ministry of Education, actions will be taken to charge course fees from the apprentices who enroll for the all training courses which implement in the year 2024 while introducing a scholarship system. VTASL expects to earn an income through this, instead of being depending under Treasury Provisions.
3. Following a formal assessment method, assessments were conducted for 27,000 NVQ assessments and 4,600 non – NVQ assessments as well as 4,000 assessments for Recognition of Prior Learning (RPL) system. VTASL also confirmed the skills of workers through RPL (Recognition of Prior Learning) system for the employment opportunities available more than 50,000 in construction sector in Israel relating Tiller, Bar - bender, Plastering, Brick layer, Form work.
4. Establish strategic Business Units in each district and conduct 50 entrepreneurship training programs to transform the apprentices who gained the skills in enterprises as successful entrepreneurs and provide awareness on new trends in the vocational training sector. Moreover, 43 Awareness workshops will be held for the industrialists in order to identify the new trends which existing currently in the industrial sector.
5. Among the VTASL prime objectives, one of the main targets to confirm a job opportunity for each trainee. Accordingly, actions will be taken to strengthen the Pubic and private partnerships and it is expected to hold 38 programs to improve vocational talents via public and private sector partnership. Refer
6. In compliance to the new educational reforms and 13 year continuous education system, plan to hold awareness programs for 10 Open days for the school students, island widely aiming to provide awareness on training environment and training courses.
7. Create 25 Success stories based on successful entrepreneurs and the employees who obtained training under Sri Lanka Vocational Training Authority and left the Island for overseas employments.
8. Develop the subject curriculums of selected courses aiming the overseas employments and obtain the accreditation levels which suit for international standards. Introduce new courses and update the syllabus of the ICT level V course to meet the industry sector requirements.
9. Provide assistance to issue RPL certificates to the employees who engage in the work in local and international labor market in an expedite manner, jointly with Ministry of Labor, Embassies, Employers in order to provide them endorsement for their services and to obtain economic benefits. Additionally, it has planned to start 25 RPL (Recognition of Prior Learning) Centers Island widely.



10. Establish 05 Innovation Units under the Program for establishing innovation units by the apprentices who are in the training and trainers.
11. Conduct 10 training programs to minimize the gaps of the vocational talents of the workers in the industries and provide training opportunities related to the industries to 400 trainers in the Sri Lanka Vocational Training Authority. Moreover, 43 training programs will be conducted for academic and non – academic staff under staff development program.
12. Establish district wise “Entrepreneurship Societies” ((ED Clubs) referring the trainees who are in the training for it, in order to provide motivation to transform them as successful entrepreneurs.
13. Agreements will be signed as follows under Public and Private sector Partnership (PPP) in the year 2024, aiming to enhance the vocational training development.

- ❖ Insight Interior EDMUN (IIEEM)
- ❖ WSK Business Services (PVT) Ltd
- ❖ South Asia Gateway Terminals (SAGT)
- ❖ GK GLOBAL
- ❖ VIDATHA (Industrial Ministry)
- ❖ International Vocational Training Collage (PVT) LTD
- ❖ National Youth Crops Sri Lanka
- ❖ Ideal Motors (PVT) LTD
- ❖ Steam ED Global (PVT) LTD

Sri Lanka Vocational Training Authority will achieve the fruitful programs and goals through formulating the plans in expedite manner seeking more effective social mission by adhering to a strategic plan which include the objectives target to facilitate more effective and productive service for the youth in Sri Lanka. එයාට් එයිස් සර



**Vice Marshal Prasanna Ranasinghe (Retired)**

USP, MHR, MSc (Def Stu) in Mgt, MSc (Mil Stu), MSc (NSWS - Pak),

LLM, LLB, ndc, psc, Z

Chairman / Chief Executive Officer

Vocational Training Authority of Sri Lanka

## Report of the Good Governance

Sri Lanka Vocational Training Authority which was established under the Vocational Training Authority Act No.12 of 1995 has become an Institute which is consisted of island wide network.

Achieving the pivotal objectives of the Authority through its well-organized structure and in compliance with the mostly transparent policies and supporting to overcome the economic crisis which is prevailing currently in the country, VTASL implements with an immense network of 204 vocational training centers in district wise, spreading out as 08 National Vocational Training Institutes, 22 District Vocational Training centers and 174 Regional Vocational training centers.

As per the strategic plan prepared for the year 2023 – 2027 by us, the strategic business units will be established in each district in order to reach more effective goals for the coming years and initial actions have been taken to proceed the operational process of the training centers through the income earned from it. Furthermore, methodologies will be introduced to measure financial sustainability effectively.

## Communal Social Commitment

Sri Lanka Vocational Training Authority refers the youth who concluded the school education in various levels to vocational education and provide the paths to secure their employments security. In view of this, Authority implements various strategic plans.

In this context, academic and non – academic staff which is well educated are being engaged in the teaching activities in district wise effectively and productively. Especially, Authority accomplishes the responsibility of providing special program to facilitate career guidance identifying the talents of the youth and to guide them for suitable courses.

In order to develop the soft skills of the youth VTASL conducts blood donation programs, hospital maintenance activities, Shramadana programs in elder care centers. Moreover, Information Communication Technology and Food & Beverages courses have been commenced for the Trainees who are with special needs and secured their future lives.

## Sustainable Development

Among the vivid Institutions which provide vocational education, Sri Lanka Vocational Authority provides strong island wide service through its mission. In view of this, VTASL has acquired proficient staff and strong financial facilities.

Accordingly, in order to find the solutions for the financial crisis prevailing currently in the country, VTASL provides the required guidance to the youth who completed vocational education successfully under various sectors to refer for the overseas employments. In view of this, VTASL has launched an immense mission in collaboration with the Foreign Employment Bureau and local entrepreneurs to refer the trainees for the overseas employments.



## UPPER & SENIOR MANAGEMENT STAFF

### Chairman

1. Air Vice Marshal Prasanna Ranasinghe (Retired) - Since 09.03.2023
2. Mr. A.T.Upali Keppetipola - Since 06.10.2022 to 08.03.2023

### Vice Chairman

1. Mr. Chathura De Silva - Since 17.03.2023
2. Ms. Ruvini Dharamasiri - Since 06.10.2022 up to now

### Director General

- Major General Priyantha Weerasinghe (Retired) - Since 30.10.2023
- Mrs. H. Chulangani Perera - Retired on 21.05.2023

### Directors

1. **Mrs. S.M. Edirisinghe (Training)**
2. **Mr. P.V.P. Niroshana Perera** (Human Resources & Administration)  
(Since 01.01.2023 up to 11.01.2023 – Acting )  
(Research & Assessments - Since 12.01.2023)
3. **Mrs. J.A.D.S. Nishamani** (Finance) (Since 19.12.2019 – Acting basis)
4. **Mr. A.M.T.S. Atigala** (Human Resources & Administration) – Since 13.01.2023  
(Perform the duty basis)
5. **Mrs. G.H.P. Damayanthi** (Planning, Research & Development) -  
Since 26.05.2022 – Perform duty basis)
6. **Mr. E.A.D.S. Senarathne**, (Career Guidance, Job Placements and Promotions) -  
Since 10.01.2023 (Perform duty basis)
7. **Mr. C.J. Vidhanapathirana** (Career Guidance, Job Placement and Promotions) -  
Since 29.09.2021 to 10.01.2023 – (Perform duty basis)

### Chief Internal Auditor

1. Mr. L.N.P.S. Kumara - Perform Duties basis since 26.10.2023
2. Mrs. J.M.G. Siriwardhana (Acting basis) - Since 02.03.2022 to 15.06.2023

## Deputy Directors

1. Mr. H.W. Rohan Priyantha (Retired from 08.12.2023)
2. Mr. V. Kanagasundaram
3. Mr.T. Vinodharaja
4. Mr. P.N. Abeysinghe
5. Mr. D.A.S. Athukorala
6. Mr.B.H.A. Nelson (Up to 25.04.2023)
7. Mr. H.A.P. Gunawardana
8. Mr. M.G.G. Saman (Up to 30.06.2023)
9. Mr. R.Sunil
10. Mr. M.K.B. Jayathilaka
11. Mr. V.G. Nimalsiri
12. Mr. S. Maddegoda
13. Mr. M.B. Naleem
14. Mrs. R. Pathirage
15. Mr. A.A. Jabeer
16. Mr. C.J. Vidhanapathirana
17. Mr. K.D.N. De Silva
18. Mrs. P.J. Jayawardhana
19. Mrs. W.M.A.S.L. Wijenayaka

## Assistant Directors

1. Mr. Radha Krishnan Madhurathan
2. Mr. K. Niranjan
3. Mr. A.A.W.G.R.R. Bandara
4. Mr. P.G. Prasanna
5. Mrs. H. Edirisinghe
6. Mr. Mr. A.A.D.T. Shantha
7. Mr. T.V.W. Dewapriya
8. Mr. U.G.J. Priyadhrshana
9. Mrs. R.D. Pradeepika
10. Mr. E.J. Wijethunga
11. Mr. H.L. Sisira
12. Mr. W.K. Sumith Wasantha
13. Mr. R. Ahilan
14. Mr. Thilina Ranasinghe
15. Mrs. G.D. Shayamali
16. Mr. C.D. Samaranayaka
17. Mrs. C.U.M. Kodithuwakku
18. Mr. Sunil Abeysinghe
19. Mr. G.K.D.C. Kumara
20. Mr. S.M.J. Suwendra
21. Mrs. S.M.M.K. Siyamudhali
22. Mrs. N.K. Ambagahawaththa
23. Mrs. D.C.O. Vithana
24. Mr. A.D.S. Samarasinghe
25. Mr.A.P. Jagath Nishantha
26. Mr. L.P.K.W. Weliwaththa
27. Mr. D.M. Yahampath
28. Mr. K.P.D.P. Sirisena
29. Mr. N.A.A.D. Nagahawaththa
30. Mr. M.M.N.B.Madurasinghe
31. Mrs. N.D.D. Edirisinghe
32. Mrs. M.T. Daluwaththa
33. Mr. K.S.G.S. Gunasekara
34. Mrs. D.A.M. Amarasinghe
35. Mr. T.M.A. Tennakoon
36. Mrs. I.U.Wickckramanayaka
37. Mr. H.A.D.R. Jayarathne
38. Mr. H.W.R.S. Jayawardhana
39. Mrs. A.K. Jayawardhana
40. Mr. N.G.D.I. Gunarathne
41. Mr. K.W.Ranjith Lal
42. Mr. S.M.S.B. Samarakoon
43. Mr. S.A.A.S. Atukorala
44. Mr. K.G. Bathitay Amaranatha
45. Mr. J.M.N. Dissanayake
46. Mrs. B.G.D.K. Kariyawasam
47. Mr. R.K. Sogeesman
48. Mr. D.N. Ranaweera
49. Mrs. K. Abhishadana

## Legal Officer

50. Mrs. D.A.S. Aloka De Silva

## COMPOSITION OF THE STAFF

As per the provisions of the Department of Management Services, the composition of the staff of the Vocational Training Authority of Sri Lanka is 1,660 employees as at 31.12.2023 and the approved cadre for the year 2023 is 2,733.

	Designation	Approved staff	Staff as at the end of the year	Vacancies / Surplus at the end of the year	Service category
01	Director General	1	1	-	HM 2-1
02	Director	6	1	5	HM1-1
03	Chief Internal Auditor	1	-	1	
04	Manager	1	-	1	MM 1-3
05	Deputy /Assistant Director	85	67	18	MM 1-1
06	Assistant Director - Procurement	1	1	-	
07	Assistant Director – Academic	3	-	3	
08	Assistant Director – Mechanic	1	-	1	
09	Assistant Registrar	1	-	1	
10	Legal Officer	1	1	-	
11	Internal Auditor	1	-	1	
12	Engineer	1	-	1	
13	Administrative Officer	3	2	1	JM 1-1
14	Testing & Evaluation Officer	13	6	7	
15	Investigation Officer	1	1	-	
16	Transport Officer	1	-	1	
17	Supplies Officer	1	1	-	
18	Printing Officer	1	-	1	
19	Internal Auditor	3	3	-	
20	System Analyst	1	-	1	
21	Welfare Officer	1	1	-	
22	Finance Officer	33	26	7	
23	Senior Program Officer	10	9	1	

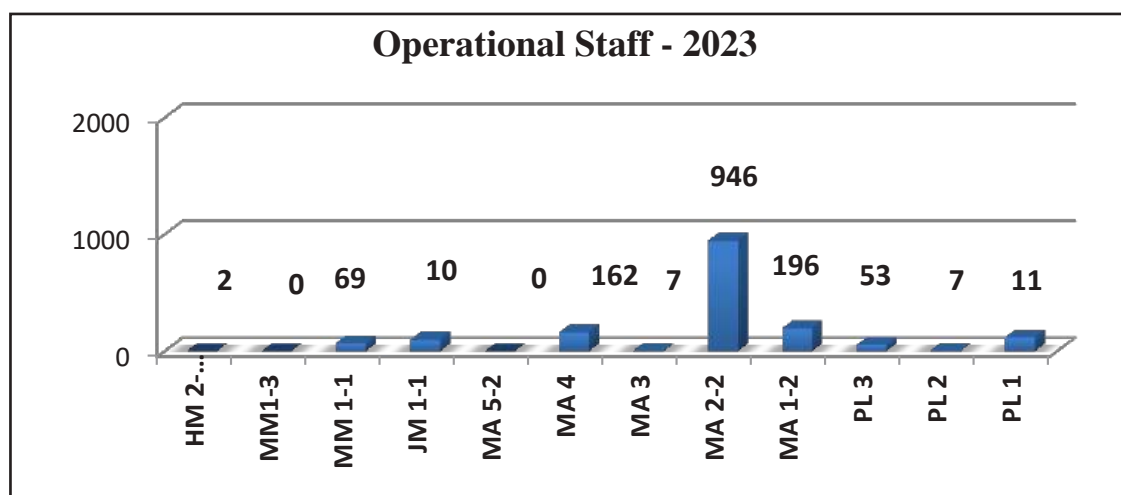
24	Training Officer	98	45	53	
25	Research Officer	2	1	1	
26	Planning Officer	2	1	1	
27	Personal Assistant to Chairman	1	-	1	
28	Personal Assistant*	7	4	-	
29	Translator (Sinhala / English)	1	-	1	MA 5-2
30	Translator (Sinhala / Tamil)	3	-	3	
31	Senior Instructor	201	108	93	MA 4
32	Program Officer	70	54	16	
33	Audit Assistant*	3	-	-	
34	Assistant Librarian	1	-	1	MA 3
35	Project Assistant*	34	7	-	
36	Technical Assistant	3	1	2	MA 2-2
37	Instructor	1614	945	669	
38	Sports Instructor	31	-	31	
39	Management Assistant	196	167	29	MA 1-2
40	Assistant Instructor (LRUC)*	38	28	-	
41	Compositor (Printing)	3	1	2	
42	Hostel Keeper	2	-	2	
43	Supervisor (Printing)	1	-	1	
44	Supervisor (Building)	1	-	1	
45	Driver	67	53	14	PL 3
46	Store Keeper*	2	2	-	PL 2
47	Printing Assistant	3	2	1	
48	Book Binder (Printing)	2	1	1	
49	Machine Operator (Printing)	2	2	-	
50	Office Assistant	8	5	3	PL 1
51	Watchers*	65	33	-	
52	Laborers	101	80	21	
	<b>Total</b>	<b>2733</b>	<b>1660</b>	<b>998</b>	

\* These posts have been approved in order to personal for the person who holds the position. Since then, the post will be ended.

## OPERATIONAL STAFF - 2023

	Designation	Approved staff	Staff as at the end of the year	Vacancies / Surplus at the end of the year
1	HM 2-1 Senior Manager HM 1-1 Senior Manager	08	02	06
2	MM 1-3 Manager	01	-	01
3	MM 1-1 Manager	94	69	25
4	JM 1-1 Junior Manager	178	100(*04)	75
5	MA 5-2 Enforcing /Implementing Extension Officers	04	-	04
6	MA 4 Operational / counseling Service	274	162	109
7	MA 3 Associated Officers	35	07(*07)	01
8	MA 2-2 Management Assistant - Technical	1648	946	702
9	MA 1-2 Management Assistant Non - Technical	241	196(*28)	35
10	PL 3 Primary Skilled	67	53	14
11	PL 2 Semi Primary Skilled	09	07(*02)	02
12	PL 1 Non – Primary Skilled	174	118(*33)	24
	<b>Total</b>	<b>2733</b>	<b>1660</b>	<b>998</b>

\* These posts have been approved in order to personal for the person who holds the position. Since then, the post will be ended.



## IMPLEMENTATION OF VOCATIONAL TRAINING PROGRAMMES

### PROVISION OF VOCATIONAL TRAINING TO THE YOUTH THROUGH THE IMPLEMENTATION OF VOCATIONAL TRAINING PROGRAMMES

39,236 of apprentices have been trained in the Institutional training through island wide training programs comprising of 1,695 trainees for full time courses and 444 trainees for part time courses in the year 2023. There are 28,835 trainees have been completed the Institutional training as at 31.12.2023 and 7,740 apprentices are to be completed the courses in the year 2024.

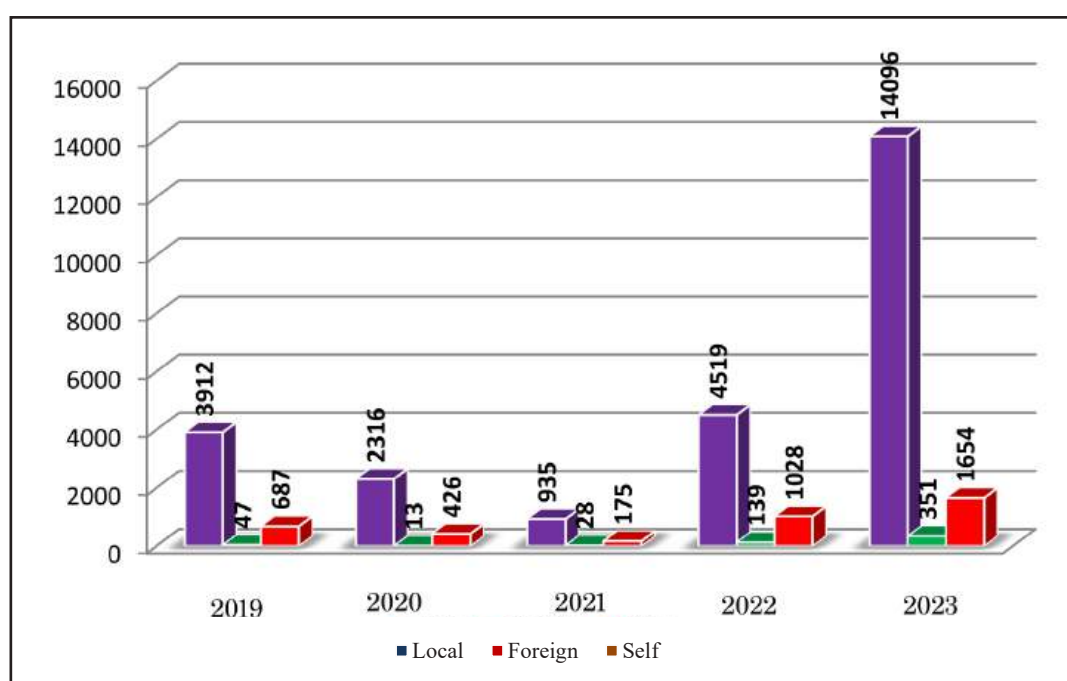
#### Intakes for vocational training / completion of the training

Year	2019	2020	2021	2022	2023
Capacity of the trainees	18450	22450	21800	23180	22315
Number intakes for training	37936	23417	33407	35001	39236
Number completed training	34235	19346	28539	29726	28835

#### Number of apprentices who are scheduled to be completed their trainings in the year 2024,

Full time courses	-	5029	} 7740
Part time courses	-	2711	

Intake of the apprentices for the institutional training have been increased by introducing Academic terms, Part Time courses, weekend courses and various studying hours.



**Note:** Capacity can be defined as number of apprentices which can be provided skills in one term in a training workshop.

## COURSES ACCREDITATION

Full time courses – National Vocational Qualifications (NVQ) - 1210			
Level	Number of courses which completed the accreditation	Number of courses to be accredited *	Total
3	242	33	275
4	825	81	906
5	29	-	29
	<b>1096</b>	<b>114</b>	<b>1210</b>

Part time courses – National Vocational Qualifications (NVQ) - 110			
Level	Number of courses which completed the accreditation	Number of courses to be accredited *	Total
3	61	15	76
4	20	6	26
5	3	3	6
6	2	-	2
	<b>86</b>	<b>24</b>	<b>110</b>

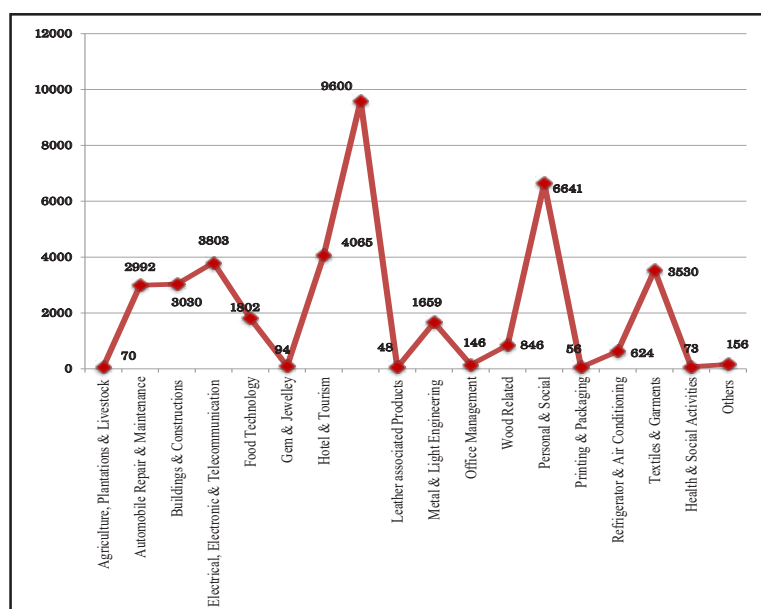
\* Tertiary & Vocational Education Commission accomplishes Accreditation activities.



## INTAKE APPRENTICES AS PER THE AREAS OF THE TRAINING COURSES – 2023

	Sector	No of enrolled apprentices (Institutional Training)	Percentage
1	Agriculture, Plantations & Livestock	70	0.18%
2	Automobile Repair & Maintenance	2992	7.63%
3	Buildings & Constructions	3030	7.72%
4	Electrical, Electronic & Telecommunication	3803	9.69%
5	Food Technology	1804	4.60%
6	Gem & Jewellery	94	0.24%
7	Hotel & Tourism	4066	10.36%
8	Information Communication Technology & Multi Media Technology	9600	24.47%
9	Leather associated Products	48	0.12%
10	Metal & Light Engineering	1659	4.23%
11	Office Management	146	0.37%
12	Wood Related	846	2.16%
13	Personal & Social	6640	16.92%
14	Printing & Packaging	56	0.14%
15	Refrigerator & Air Conditioning	624	1.59%
16	Textiles & Garments	3530	9.00%
17	Health & Social Activities	73	0.19%
18	Others a	155	0.39%
	<b>Total</b>	<b>39236</b>	<b>100.00%</b>

Intake apprentices for the Training - 2023

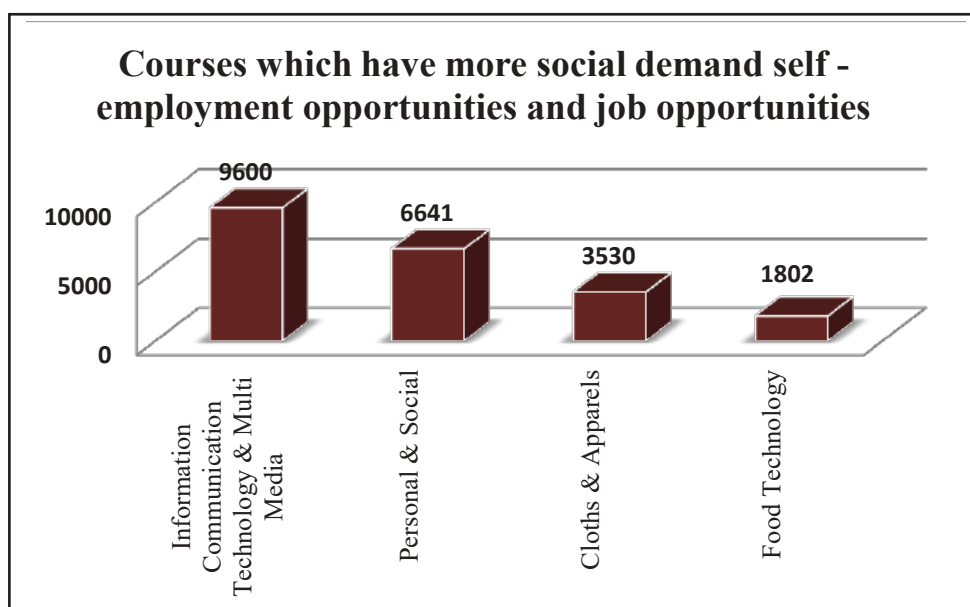


## INTAKE APPRENTICES AS PER THE AREAS OF THE TRAINING COURSES – 2023

### COURSES WHICH HAVE MORE SOCIAL DEMAND AND SELF-EMPLOYMENT OPPORTUNITIES AND JOB OPPORTUNITIES

Sector	Male	Female	Total	Percentage
Information Communication Technology & Multi Media Technology	3810	5790	9600	24.47%
Personal and Social	1399	5241	6640	16.93%
Clothes & Apparels	522	3008	3530	9.00%
Food Technology	1271	533	1804	4.59%
<b>Total</b>	<b>7002</b>	<b>14572</b>	<b>21574</b>	<b>54.99%</b>

Women participation for the vocational training is 68%.

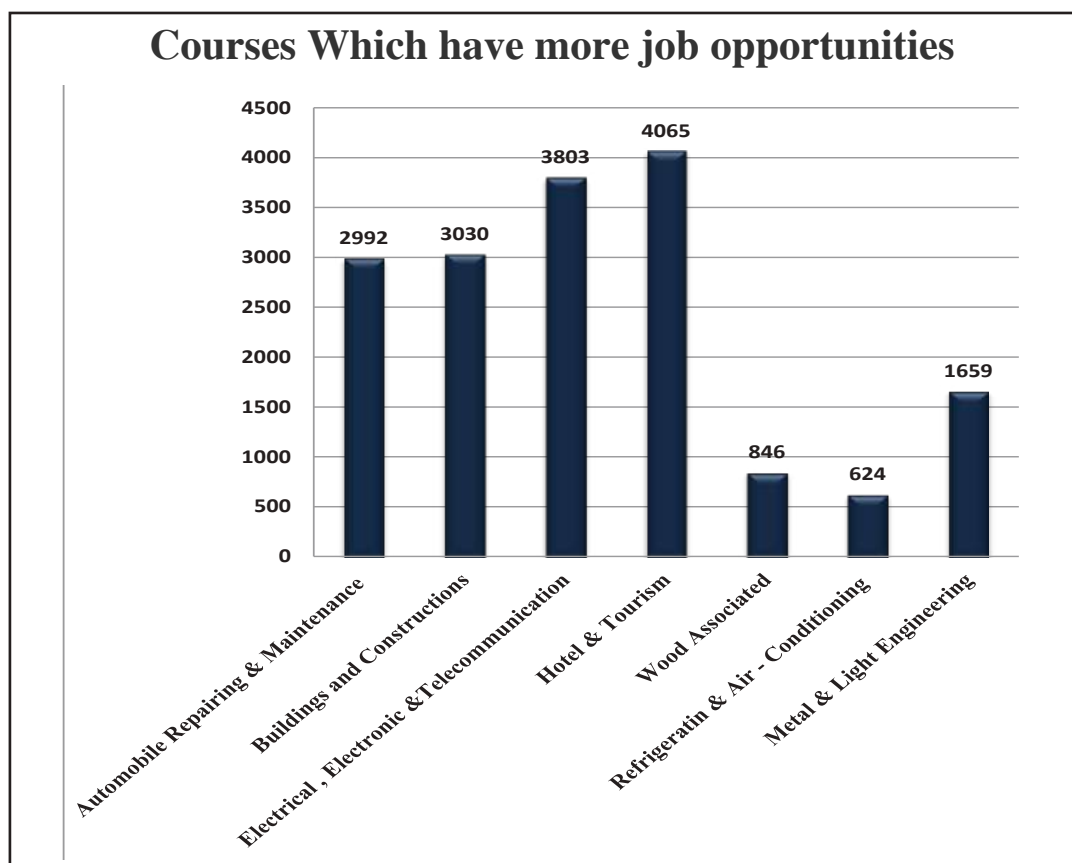


The number of apprentice's intake to the courses which have more employment opportunities and labor market demand is 43.38% from total enrolment.

Sector	Male	Female	Total	Percentage
Automobile Repairing & Maintenance	2956	36	2992	7.63%
Buildings & Constructions	2584	446	3030	7.72%
Electrical, Electronic & Telecommunication	3723	80	3803	9.69%
Hotel & Tourism	3446	620	4066	10.36%
Wood Associated	803	43	846	2.16%
Refrigeration & Air Conditioning	622	2	624	1.59%
Metal & Light Engineering	1648	11	1659	4.23%
<b>Total</b>	<b>15782</b>	<b>1238</b>	<b>17020</b>	<b>43.38%</b>

Although male apprentices participation is more for these courses, 7% female apprentices are being participated for these courses at present.

## COURSES THAT DO NOT DIRECT TO PLACE IN EMPLOYMENTS DIRECTLY - 2023



## COURSES THAT DO NOT DIRECT TO PLACE IN EMPLOYMENTS DIRECTLY - 2023

Course	Number of Enrolment
Information & Communication Technology Technicians (level 4)	3297
Computer Hardware Technician – A Plus	921
Information & Communication Technology Technicians (level 3)	1740
Computer Hardware Technician	119
<b>Total</b>	<b>6077</b>

## IMPROVE THE KNOWLEDGE, ATTITUDES & THE SKILLS OF THE STAFF

Vocational Training Authority of Sri Lanka develops the knowledge, skills and attitudes of the staff annually and in view of that Rs. 5 MN has been allocated for the Academic staff, in the year 2023. However, due to limitation of the Provisions in the year 2023 the training programs planned for the Non - academic staff could not be conducted.

VTASL has been achieved to conduct training programs for the Academic staff under numerous sponsorships.

- Conducted 02 skills training programs associated Hotel sector by Cookery experts and trained 140 instructors.
- Trained 20 instructors for Professional Cookery.
- Conducted 02 programs related to Italian meals by Embassy of Italy and trained 56 instructors in Professional Cookery and Bakery.
- Conducted 04 Trainer Training programs for the instructors in Carpentry Technicians and trained 56 instructors.

## FOREIGN TRAINING -2023

	Scholarship	Country	Number of participants
01	Program on TVET policies	Republic of Korea	02
02	Program for training Main Assessors in Refrigeration and Air- Condition	Malasia	01
03	Under the Program created to strengthen the demand of labor market, TVET capacity building program for the public servants and vocational trainers of Sri Lanka	Republic of Korea	09
04	Global Training program on TVET engineering plans and education science	Republic of Korea	01
05	Seminar on vocational education	China	02
06	International debate on Industry Literal combination and Sustainable Entrepreneurship	India	01

## DISTRIBUTION OF THE TRAINING CENTERS

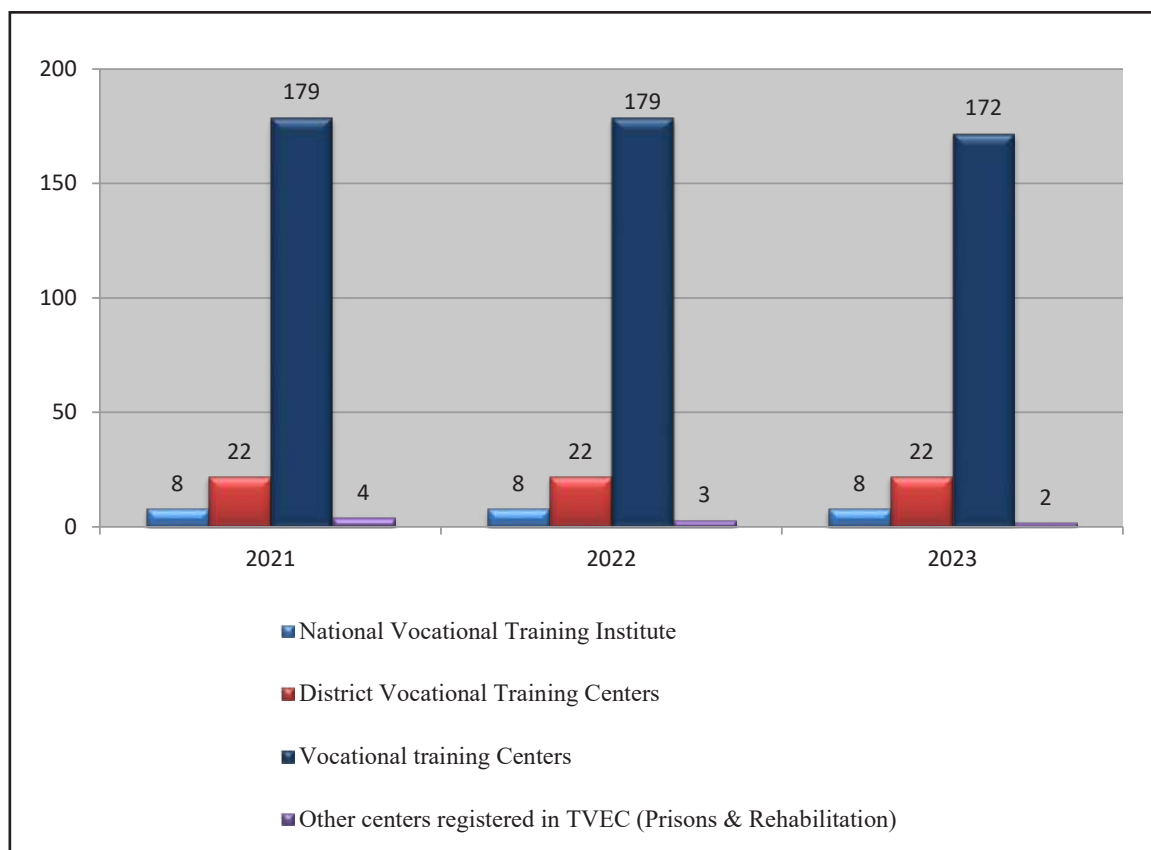
The number of training centers functions Island widely in the year 2023 is as follows.

Number of courses which completed the accreditation

Training centers	2021	2022	2023
National Vocational Training Institutions	08	08	08
District Vocational Training centers	22	22	22
Vocational Training centers	179	179	172
Other centers registered in the Tertiary & Vocational Education Commission (Prisons and Rehabilitation centers)	04	03	02
<b>Total</b>	<b>213</b>	<b>212</b>	<b>204</b>

During the year 2023, 08 vocational training centers which were not been functioned effectively were attached to its closest vocational training centers.

## Distribution of Training centers - 2023



## DISTRIBUTION OF THE VOCATIONAL TRAINING CENTERS IN 2023

Province	District	Number of Institutions						Total
		NVTI	NVTI	NVTI	NVTI	NVTI	NVTI	
Western	Gampaha	-	1	11	2	-	-	12
	Colombo	3	1	10	1	-	-	14
	Kalutara	-	1	8	3	-	-	09
North Western	Puttlam	-	1	6	-	-	-	07
	Kurunegala	-	1	6	-	-	-	07
North	Jaffna	-	1	5	0	-	-	06
	Kilinochchi	-	1	4	-	-	-	05
	Mulativu	-	1	2	-	-	-	03
	Mannar	-	-	1	-	-	-	01
	Vavuniya	-	1	3	3	-	-	04
East	Trincomalee	-	1	6	-	-	-	07
	Bataloa	1	-	10	-	-	-	11
	Ampara	-	1	11	1	-	-	12
East	Galle	2	1	12	3	2	-	15
	Matara	1	-	12	-	-	-	13
	Hambantota	1	1	9	-	-	-	11
Sabaragamuwa	Kegalle	-	1	7	1	1	-	08
	Rathnapura	-	1	9	-	-	-	10
Uva	Badulla	-	1	7	-	1	-	08
	Monaragala	-	1	7	-	[1]	-	09
Central	Kandy	-	1	8	-	2	-	09
	Matale	-	1	4	-	-	-	05
	Nuwara Eliya	-	1	4	-	-	-	05
North Central	Anuradhapura	-	1	7	1	-	-	8
	Polonnaruwa	-	1	3	1	[1]	-	5
<b>Total</b>		<b>8</b>	<b>22</b>	<b>172</b>			<b>-</b>	<b>204*</b>

NVTI - National Vocational Training Institution 8

DVTC - District Vocational Training Centers 22

VTC - Vocational Training Centers 174 (Including [2] Prison centers)

AT - Affiliated

PC - Prisons

Reh - Rehabilitation Centers

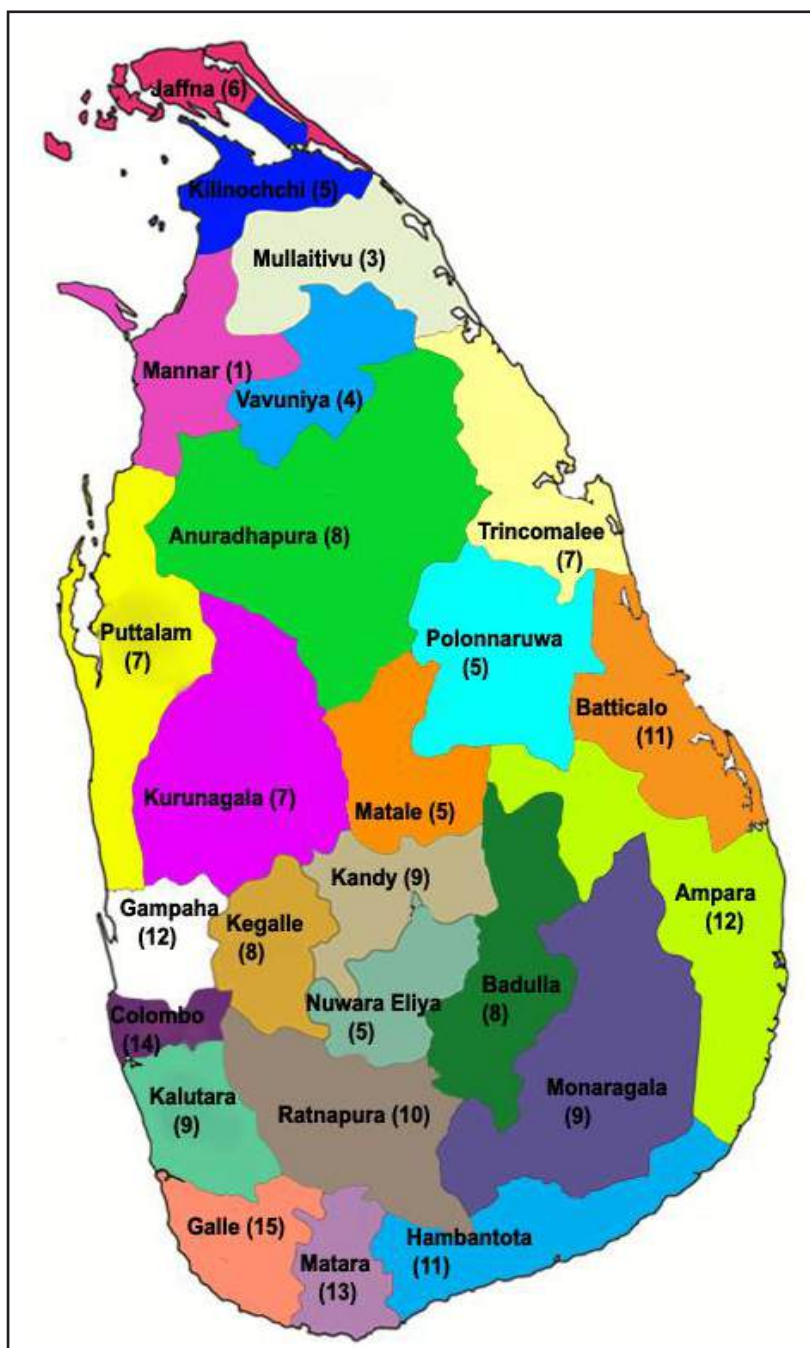
[ ] - Centers registered as training centers in TVEC

\*Centers registered as training centers in TVEC

## Centers 204

National Vocational Training Institutes (NVTI) - 08

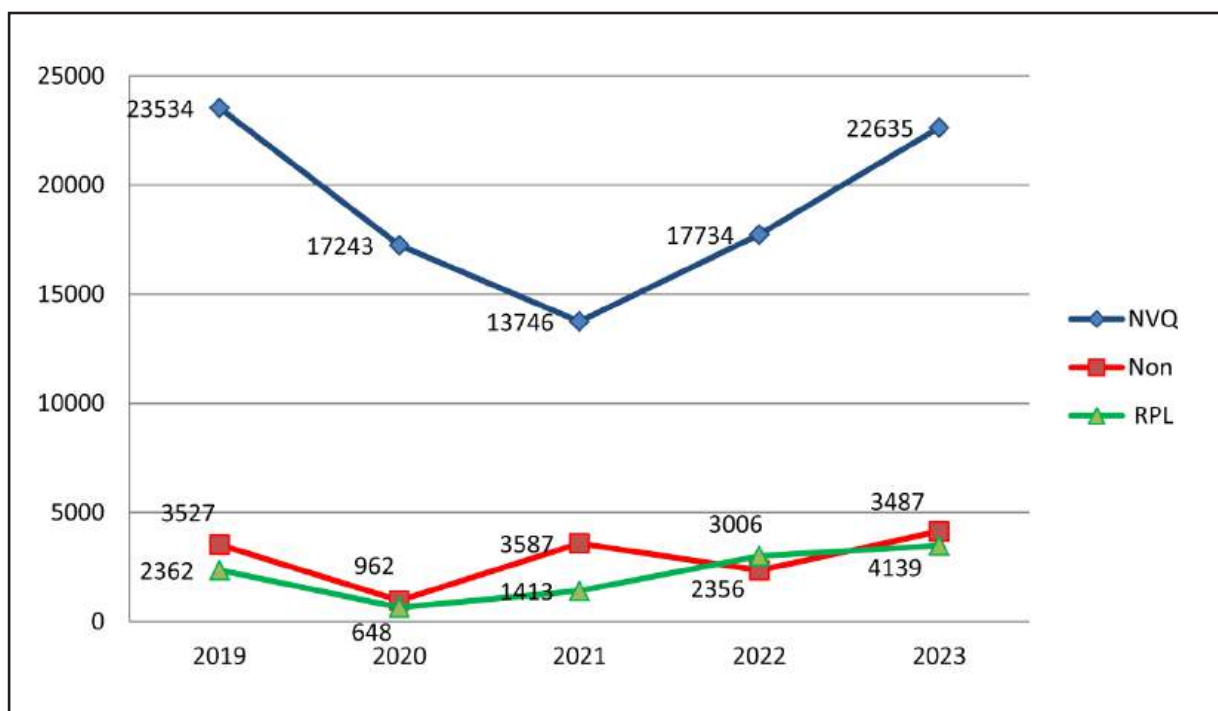
1. Narahenpita
  2. Thalalla
  3. Rathmalana
  4. Mirijjawila
  5. Niyagama
  6. Baddegama
  7. Batticaloa
  8. Orugodawaththi
- b. District Vocational Training Centers (DVTC) - 22
- e. Vocational Training Centers (VTC) (VTC) - 174



## VOCATIONAL TRAINING TESTS & ASSESSMENTS

The trained trainees are evaluated through an Assessment System of Vocational Training Authority of Sri Lanka and award certificates for them. Rs. 70 Mn is incurred annually for this. Confirming a significant motivation to the vocational training, the number of certificates which have been issued in the year 2023 is 30,261. It was 31% increase than the year 2022.

	විවරණය	2019	2020	2021	2022	2023
01	National Vocational Training Institution (NVQ)	23534	17243	13746	17734	22635
02	District Vocational Training centers	3527	962	3587	2356	4139
03	Vocational Training centers	2362	648	1413	3006	3487
	<b>Total</b>	<b>29423</b>	<b>18853</b>	<b>18746</b>	<b>23096</b>	<b>30261</b>

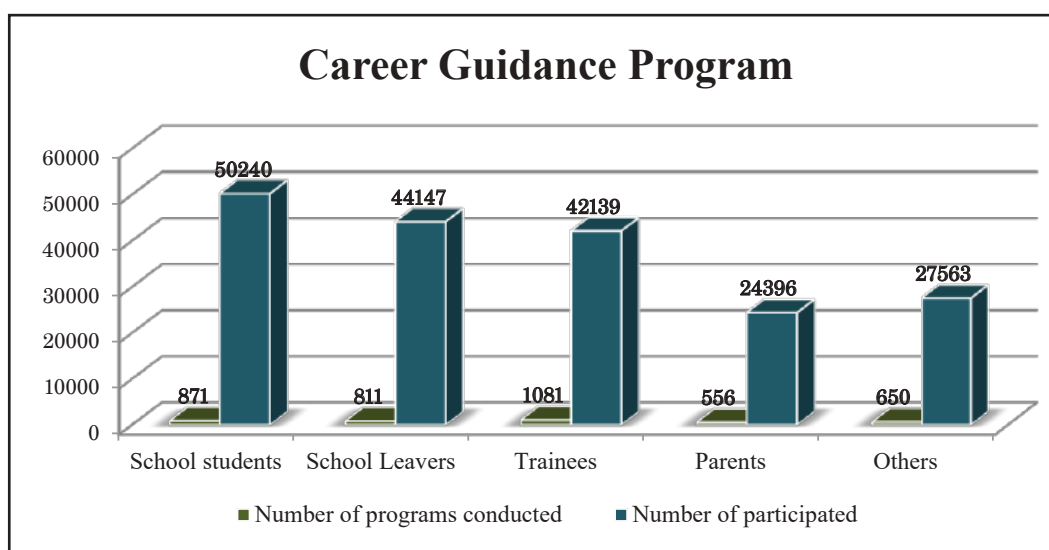




## CAREER GUIDANCE & COUNSELLING

The Vocational Training Authority of Sri Lanka directs the youth to select suitable vocational sectors according to their preferences and qualifications. A set of qualified officials perform island wide carrier guidance programs to provide the assistance to the youth to select vocational trades as per their preferences and qualifications. The programs implemented in the year 2023 is as follows.

Target group	Number of programs conducted	Number participated
School students	971	50240
School leavers	811	44147
Trainees	1081	42139
Parents	556	24396
Others	650	27563
<b>Total</b>	<b>4069</b>	<b>188485</b>



The Career Key Test assists to identify the talents of the students and to select occupations which suit for the school students and unemployed youth as per their potentials.

Serial No	Activity	Number of Career Key tests conducted
01	Career Key Test	7382
02	Number of persons analyzed as the individuals through career key test	3177

## INDUSTRY LIASIONS AND JOB PLACEMENTS

The Industry Liaison Division of the VTASL is functioning jointly with vivid private sector Institutions at present which established with the aim of engage the vocational trainees in further training, direct the trainees to employment opportunities, and to update the existing courses.

The Industry Liaison Division directs the trainees who completed the training in the Institutions for further training opportunities and place them in local and foreign employments through the Institutions which are registered in the VTASL.

Those who completed successful training are placed in employments as such and the categories stipulated as below are not referred to employment opportunities.

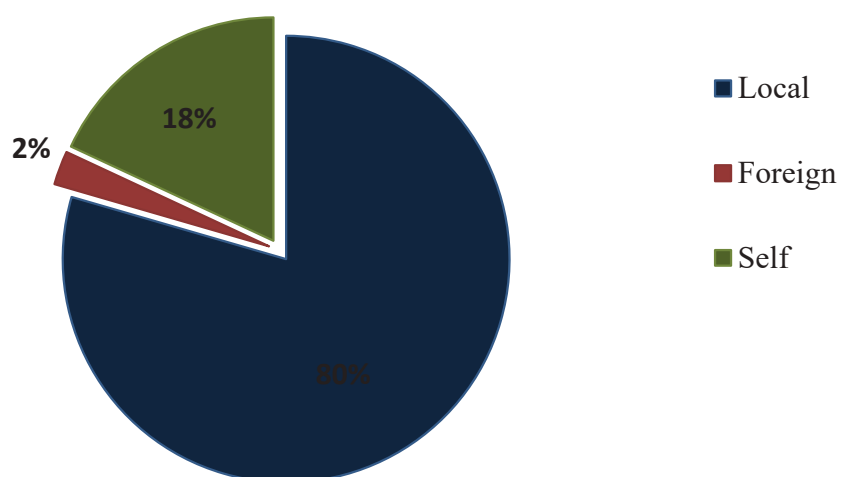
- Members who are under three security forces and follow a course
- Prisoners
- Trainees who follow the below mentioned courses in Eastern Province and Puttalm District, are following training courses with aiming to receive a personal success in their careers
  - (a) Beauty culture
  - (b.) Hair Stylist
  - (c.) General Sewing
- Apprentices who follow NVQ 3 & 4 level courses and intend to do Advanced NVQ levels and who wish to do higher education.
- Those who follow part time courses are only intended to improve knowledge and skills through following a course.
- Most of the trained trainees in rural training centers are not willing to engage in an employment in an urban area which has more job opportunities and inadequate salaries to do an employment with accommodations.
- Trainees who engage in foreign employments through the Agencies which are not registered in the VTASL.

However, it is reported that 16,101 trained trainees were placed in employments as at 31.12.2023 even in the situation of losing employments due to existing economic crisis in the country. The other details of job placements are being endorsed by the VTASL in future.

Industry Liaison Division has set up Industry sessions and job markets in district wise and it is expected to increase job placement number of the trained trainees through it.

No	Training sector	Number of trained trainees placed in employments			
		Local	Foreign	Self	Total
01.	Buildings & Constructions	1244	38	215	1497
02.	Automobile Repairing & Maintenance	1463	18	77	1558
03.	Electrical, Electronic & Telecommunication	1784	34	200	2018
04.	Refrigeration & Air Conditioning	454	18	3	475
05.	Food Technology	706	23	46	775
06.	Communication & Multi Media Technology	1868	41	105	2014
07.	Hotel & Tourism	2141	66	45	2252
08.	Metal & Light Engineering	687	23	18	728
09.	Wood Associated	295	6	61	362
10.	Gem & Jewellery	57	5	8	70
11.	Printing & Packages	21	-	-	21
12.	Textile & Garments	1542	16	500	2058
13.	Personal & Social	1773	43	360	2176
14.	Agriculture, Plantation & Livestock	13	-	5	18
15.	Leather Products	1	4	11	16
16.	Health & Social Affairs	7	16	-	23
17.	Office Management	40	-	-	40
	<b>Total</b>	<b>14096</b>	<b>351</b>	<b>1654</b>	<b>16101</b>

### Job Placements



## JOB PLACEMENT & CONTRIBUTION GIVEN TO THE NATIONAL ECONOMY (Approximately)

Category	No of employed	Contribution to the National economy (Rs. Million) (Assumed)
Local jobs	6804	3,965.94
Foreign jobs	231	451.74
Self – Employments	1114	892.14
<b>Total</b>	<b>8149</b>	<b>5,309.82</b>

The national contribution through job placements has been calculated only for 8,149. Salary scale and data which has given are being analyzing for remained 7,952 job placements.

### Note

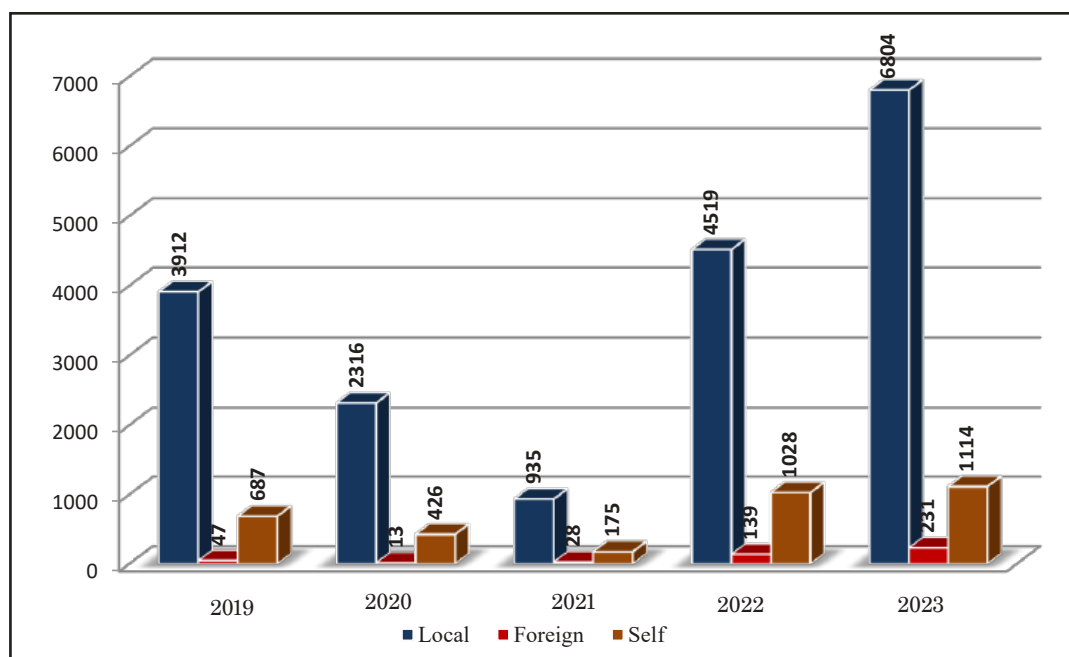
The contribution to the national economy has been calculated based on the annual income earned during a year through monthly salary of each employee. The data have received through the information of Labor Market Bulletin of the Tertiary and Vocational Education Commission (TVEC) and as per the data issued by the Institutions.

Eg: Bakery course (For 10 persons)

	Monthly income	Contribution to the national economy (monthly) (Rs.)	Contribution to the national econ (annually) (Rs.)
➤ Local	50,000/-	500,000/-	6,000,000/-
➤ Foreign	175,000/-	1,750,000/-	21,000,000/-
➤ Self	80,000/-	800,000/-	9,600,000/-

### Job placements of 05 years

Year	Local	Foreign	Self	Total
2019	3912	47	687	4646
2020	2316	13	426	2755
2021	935	28	175	1138
2022	4519	139	1027	5685
2023	14096	351	1654	16101



(Only the information on job placements by VTASL)

## PROGRAMMES IMPLEMENTED JOINTLY WITH THE PUBLIC & PRIVATE INSTITUTIONS

Vocational Training Authority of Sri Lanka implements various trades talented programs jointly with Private sector to encourage the youth community.

Program	No of Programs	No. of participated	Sponsoring institution
Lying of Tiles	10	409	Lanka Tiles Company
Beauty Culture, Hair Cutting	1	68	Nature Beauty Creation Tiara Marketing Company
Quantity Survey	1	107	Invisible Private Institute
Aluminium Fabrication	6	223	Swistech Aluminium
Electrician	7	315	ACL Cables
Social Hospitality	1	80	Peoples Leasing & Finance
Bakery Products	2	35	Keels Food/AB Mayuri
<b>Total</b>	<b>28</b>	<b>1237</b>	



## CONDUCT ENTREPRENEURSHIP DEVELOPMENT PROGRAMS

Encourage the youth entrepreneurs and improve their entrepreneurship skills and give hands to them is the main objective of the Sri Lanka Vocational Training Authority.

Accordingly, VTASL conducted 20 entrepreneurship development training programs and provided entrepreneurship development training for 406 persons.

## CHALLENGES

- Due to economic crisis existing at present in the country, the instructors who engage in the teaching activities in most demandable courses are leaving the country seeking foreign employments and no approval as well as provisions required to recruit new instructors.
- No much tendency of the youth for the courses which have high labor demand in the industrial sector.
- Unavailability of financial and physical resources to implement competitively with the vocational training providers in private sector.
- Implement broaden publicity programs to aware the society on the importance of the vocational training and to develop attitudes and more efforts have to be taken to attract the youth for the vocational training.
- To enhance the quality of the training courses, dearth of instructors with knowledge, skills, ability to teach, using modern technology and failure to pay high level salaries for them.
- Due to the availability of more facilities in the vocational providers in the non-government organizations and other institutions than the public sector vocational training providing centers, high competition has created.
- Shortage of modern technological equipment to minimize the mismatch between the training sectors and job demand and insufficient financial and physical resources to adopt the new technological training methodologies for the existing courses.
- Insufficient financial facilities to provide equal facilities and infrastructure facilities for vocational training centers.

## Audit Committee of Vocational Training Authority of Sri Lanka Performance – 2023

### Internal Audit Division

Internal Audit means, internal assessment function in the Authority which existing for reviewing the activities by supporting as a service accomplished for the management. Auditing controls the Internal Control system, Financial Performances and also operate as a system to control the assessment, evaluation & reporting of the effectiveness of other facts in order to provide assistance to utilize resources effectively and efficiently in an Institution.

The Chief Internal Auditor as the chief official of the Internal Audit Division presents audits through the Audit Committees and all the administrative activities are reported only to the Chairman of the Authority. The Chief Internal Auditor executes duties together with the Audit Committees to prepare & order the pioneer activities, formulate the audit plan and to provide main inquired facts and information accurately and timely to the Board of Directors through Audit Committees.

### Report of the Audit Committee

#### Composition

Members of the Committee during the year under review are as follows.

#### Chairman

- (i) Mr. R.A.L. Udaya Kumara (Since 23.02..2023 - 05.06.2023)  
Chairman of the Committee and a Member of the Board of Directors
- (ii) Mrs. E.D.R. Prabodani (Since the meeting held 25.09.2023)  
Chairman of the Committee and a Member of the Board of Directors

#### Members

- Dr. K.P. Munagama (Since 23.02.2023), Member of the Committee and a Member of the Board of Directors
- Mrs. Himali Athaudage (Since 05.06.2023), Member of the Committee and a Member of the Board of Directors
- Mr. J.M.S.B. Jayasundara (Since 23.02.2023 to 05.06.2023), Member of the Committee and a Member of the Board of Directors, Mr. J.A.D. Roshan (Since 25.09.2023)

Name	Number of meetings participated	Total Number of meetings held during the year 2023
Mr. R.A.L. Udaya Kumara	02	04
Mrs. T.D.R. Prabodhini	02	
Dr.K.P. Munagama	01	
Mr. J.M.S.B. Jayasundara	02	
Mrs. Himali Athaudage	03	
Mr. J.A.D. Roshan	02	

The Audit Superintend of the National Audit Office and the Chief Internal Auditor of the Skills Development, Vocational Education, Research & Innovation Division of the Ministry of Education were participated as the observers and all the Heads of the Divisions were participated for the meetings on par to the invitations given for them.

## Objective

The Internal Audit Guidelines has defined clearly the objective of the Committee.

The Audit Committee provides assistance to the Board of Directors to perform the duties including following responsibilities.

- Prepare and present the Financial Statements and adequacy of revealings, within the Financial Statements, in comply with the Sri Lanka Financial Reporting Standards.
- Comply with the Financial reporting requirements, Vocational Training Authority Act No 12 of 1995 and other regulations and orders relevant to financial reporting.
- Responsible for the procedures that internal control systems of the Institution are sufficient to fulfil the orders of the Sri Lanka Audit Standards.
- Ensure the internal audit activities and performances.
- Report the transactions of respective parties relevant to members of the Board of Directors and officials of the Upper Management.

## Internal Audit

The Audit Committee reviewed the facts of the scope of the internal audit, performance, efficiency of the duties of Internal Auditor and impartial nature of the Internal Auditors.

## External Audit

The Audit Committee review the Report of the Auditor General, it's key points and the actions taken by the management for the issues and recommended the required remedies and activities in that regard in necessary occasions.

## Compliance and non – compliances

The Committee supervise on the adequacy and productivity of the internal control systems as well as rules and regulations. In similar manner the Committee supervise the non – compliances of those affairs and the follow up actions which have taken by the Authority in that regard.

### **Summaries of the pioneer areas which concentrate in the Audit Committees and the decisions which have taken**

Below mentioned areas were considered in the year under review.

Review the Government Audit Inquiries, constructions in the districts, Procurement process, Find out the progress of implementing the orders of the COPE Committee, progress of submitting the Annual Reports to Parliament, performance of the District Offices & solving issues, regulate the duties of the Transport Division, grant recommendations to conduct workshops to aware the officers in the Authority, review the progress of giving replies for the government audit inquiries, review the general erroneous and shortages identified by the Internal Audit Division, giving recommendations to prepare a plan for training trained workers for the sectors which have foreign employment opportunities in order to receive foreign exchange, appoint a committee for reviewing expenditure, consider the progress of implementing training plan, give instructions to governing orders, write - off debtor balances, review the internal audit plan - 2023, update the Fixed Assets Register, Complete the personal files of the staff.

As such, when considering the total process, Committee provides a considerable responsibility for the performance of the Authority.

**T.D.R. Prabodhini**  
Chairman  
Audit Committee

**FORWARD**

**FINANCIAL STATEMENT FOR THE YEAR ENDED**  
**31<sup>ST</sup> DECEMBER 2023**  
**Vocational Training Authority of Sri Lanka**

During the year under review a total grant of Rs. 2,367,620,183 was released to the Authority by the Treasury, Ministry. The details are given below.

In addition to that VTA has earned its own income from Full Time Courses Part Time Courses and other revenues.

<b>1.1 Government Grant</b>	<b>Allocation (Rs)</b>	<b>Amount Released (Rs)</b>
Treasury Grant – Recurrent	2,087,000,000.00	1,671,239,905.00
Treasury Grant – Capital	63,500,000.00	54,989,000.00
Ministry of Education		
i. Development of Vocational Education	1,724,690.00	1,724,690.00
ii. Incentive for Instructors	117,168,560.00	117,168,560.00
iii. Nipunatha Sisu Sawiya	158,066,000.00	158,066,000.00
Skill for inclusive growth (SFIG)	6,944,593.00	6,944,593.00
Income	357,487,435.00	357,487,435.00
<b>Total</b>	<b>2,791,891,278.00</b>	<b>2,367,620,183.00</b>

The Financial Statements for the year ended 31st December 2023 are presented here with for the approval of the Board of Directors.

The following Component is included with the Financial Statement;

01. Statement of Financial Position as at 31<sup>st</sup> December 2023
02. Statement of Financial Performance for the year ended 31<sup>st</sup> Dec.2023
03. Cash flow statement for the year ended 31<sup>st</sup> December 2023
04. Statement of changes in Net Assets for the year ended 31<sup>st</sup> December 2023
05. Notes to the Financial Statement



**J.A.D.S. Nishamini**  
Director Finance (Act.)



**Air Vice Marshal Prasanna Ranasinghe (Retired)**  
Chairman/CEO

**STATEMENT OF THE CHARIMAN ON BEHALF OF THE BOARD**  
**THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2023**  
**VOCATIONAL TRAINING AUTHORITY OF SRI LANKA**

The Financial Statements of the Vocational Training Authority of Sri Lanka for the financial year ended 31st December 2023 have been prepared in accordance with the Sri Lanka Public Sector Accounting Standards and in the form and manner specified by the Vocational Training Authority of Sri Lanka Act No. 12 of 1995 and the Finance Act. No. 38 of 1971.

Financial rules and procedures prescribed by the Vocational Training Authority of Sri Lanka have been complied with, and the systems of controls have been maintained as far as practicable to ensure & safeguard the assets and effectiveness and efficiency of the transactions. To best of knowledge, the Financial Statements for the year ended 31st December 2023 have been prepared satisfactorily and exhibits a true and fair view of the financial position of the Vocational Training Authority of Sri Lanka.



**Chairman/CEO**

On behalf of the Board of Directors  
Vocational Training Authority of Sri Lanka



**Director of the Board**



**Director of the Board**

## VOCATIONAL TRAINING AUTHORITY OF SRI LANKA

### STATEMENT OF FINANCIAL POSITION AS AT 31<sup>st</sup> DECEMBER 2023

	Note	2023 (Rs.)		2022 (Rs.) as Restated	
<b>ASSETS</b>					
<b>Non - Current Assets</b>					
Property Plant and Equipment	2	7,024,313,243.10		7,806,764,459.07	
Capital Work in progress	3	33,165,475.22		53,357,342.49	
<b>Other Financial Assets</b>					
Fixed Deposit		48,979,692.88	7,106,458,411.20	40,833,424.66	7,900,955,226.22
<b>Current Assets</b>					
Inventories	4	47,899,891.12		38,510,203.73	
Receivables	5	77,022,008.54		56,923,905.66	
Staff Loans	6	44,293,949.83		44,849,059.69	
Cash and Cash equivalent	7	202,579,262.73	371,795,112.22	90,021,687.00	230,304,856.08
<b>TOTAL ASSETS</b>			7,478,253,523.42		8,131,260,082.30
<b>EQUITY &amp; LIABILITIES</b>					
Accumulated Surplus (Deficit)		3,478,324,973.94		4,156,233,065.22	
Revaluation Surplus	8	3,088,702,509.69		3,088,702,509.69	
Gov.Grant - Capital	9	-		12,408,516.28	
<b>Non - Current Liabilities</b>			6,567,027,483.63		7,257,344,091.19
Finance Lease Liability (BOC)	10	-		5,457,479.25	
Provision for Gratuity	11	624,118,353.72	624,118,353.72	641,376,999.60	646,834,478.85
<b>Current Liabilities</b>					
Finance Lease Liability (BOC)	12	5,457,479.26		8,159,992.05	
Payables	13	202,878,393.13		151,113,443.12	
Accrued expenses	14	78,771,813.68	287,107,686.07	67,808,077.09	227,081,512.26
<b>TOTAL EQUITY &amp; LIABILITIES</b>			7,478,253,523.42		8,131,260,082.30

The Significant Accounting Policies and the notes from pages 14 to 29 form an integral part of these financial Statements.



**J.A.D.S. Nishamini**  
Director Finance (Act.)



Air Vice Marshal (Retired)  
**Prasanna Ranasinghe**  
Chairman/CEO



## Certification

We Certify that the above Financial Statements give a true and fair view of affairs as at December 31<sup>st</sup> 2023 and its surplus / (Defecit) for the year ended December 31<sup>st</sup> 2023

The Board of the Management is responsible for the preparation and presentattion of these Financial Statements.

The Financial Statements were approved by the Board of Management and Signed on their behaf.



Director of the Board



Director of the Board

Date: 2024/02/29

**VOCATIONAL TRAINING AUTHORITY OF SRI LANKA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED**  
**31<sup>ST</sup> DECEMBER 2023**  
**(ILLUSTRATING THE CLASSIFICATION OF EXPENSES BY NATURE)**

Description	Note	2023 (Rs.)	2022 (Rs.) as Restated
<b>Operating Revenue</b>			
Recurrent Grant - Treasury		1,671,239,905.00	1,744,230,000.00
<b>Other Income</b>			
Other Income	15	209,810,423.60	64,454,774.83
Production Unit Income (Net)	16	147,677,011.37	61,764,372.61
Fund Received For Special projects	17	280,378,985.34	259,090,235.35
Recovered Revaluation Loss			51,409,653.00
<b>Total Revenue</b>		<b>2,309,106,325.31</b>	<b>2,180,949,035.79</b>
<b>Operating Expenses</b>			
Staff Cost	18	1,258,334,410.87	1,379,160,371.29
Travelling	19	16,045,399.06	9,085,509.10
Supplies and consumable used	20	47,848,474.71	47,650,434.20
Maintenance	21	32,885,932.19	46,385,419.17
Contractual services	22	260,127,626.08	208,104,433.94
Training material		150,966,328.01	131,310,947.57
Staff Training		1,995,174.85	8,937,679.90
Promotional & Career Guidance		6,978,254.99	14,282,672.58
Job placement, Research & Entrepreneurship	23	22,016,578.90	10,907,550.06
Depreciation		1,059,115,133.57	448,373,559.06
Interest on Finance Lease		1,245,187.95	4,662,651.30
Lease/Rent Vehicle Under Operating Lease		4,667,567.04	4,427,506.64
Other operating expenses	24	124,285,567.58	79,457,720.79
Expenditure on Special projects	25	280,378,985.34	259,090,235.35
Finance Cost	26	233,251.93	166,881.00
<b>Total Operating expenses</b>		<b>3,267,123,873.07</b>	<b>2,652,003,571.95</b>
<b>Current Surplus /(Deficit) for the period</b>		<b>(958,017,547.76)</b>	<b>(471,054,536.16)</b>
Non Exchange Revenue - Capital grant	27	287,295,233.37	116,189,571.64
Depreciation expenses		(7,185,776.89)	(6,816,946.61)
Surplus/ (Deficit) for the period after accounting for capital grant		<b>280,109,456.48</b>	<b>109,372,625.03</b>
<b>Total surplus/(deficit) for the period</b>		<b>(677,908,091.28)</b>	<b>(361,681,911.13)</b>
<b>Equity</b>			
<b>As at 1st January as Restated</b>			
Differed Income Grant		4,156,233,065.22	4,517,914,976.35
Net surplus/(deficit) for the period		(677,908,091.28)	(361,681,911.13)
<b>Balance as at 31<sup>st</sup> December</b>		<b>3,478,324,973.94</b>	<b>4,156,233,065.22</b>

# VOCATIONAL TRAINING AUTHORITY OF SRI LANKA

## CASH FLOW STATEMENT

### FOR THE YEAR ENDED 31st DECEMBER 2023

	2023 (Rs.)	2022 (Rs.) as Restated
<b><u>Operating Activities</u></b>		
Surplus /(deficit) for the period	(958,017,547.76)	(471,054,536.16)
<b>Adjustment for:</b>		
Depreciation	1,059,115,133.57	448,373,559.06
Recovered Revaluation Loss	-	(51,409,653.00)
Gratuity provision	44,410,420.69	51,734,600.00
Gratuity paid	(61,669,066.57)	(22,472,614.00)
(Increase) / Decrease in receivables	(20,098,102.88)	(1,625,311.52)
(Increase) / Decrease in Staff Loans	555,109.86	227,320.96
Increase/(Decrease) in Lease payable	(8,159,992.04)	(4,742,528.70)
Increase/(Decrease) in payable	51,764,950.01	708,782.41
Increase/(Decrease) in accrued expenditure	10,963,736.59	26,369,408.91
(Increase)/Decrease in inventories	(9,389,687.39)	(3,029,392.32)
	<b>1,067,492,501.84</b>	<b>444,134,171.80</b>
Net cash flow from operating activities	<b>109,474,954.08</b>	<b>(26,920,364.36)</b>
<b><u>Investing Activities</u></b>		
Purchases of property plant & Equipment	(129,747,403.24)	(108,707,237.36)
Work in Progress	20,191,867.27	933,682.01
Fixed Deposit	(8,146,268.22)	(833,424.66)
Net cash flows from investing activities	<b>(117,701,804.19)</b>	<b>(108,606,980.01)</b>
<b><u>Financing Activities</u></b>		
Government Grant Capital	67,397,516.28	39,365,000.00
Other Income Grant	53,386,909.56	78,199,418.81
Net cash flow from Financing Activities	<b>120,784,425.84</b>	<b>117,564,418.81</b>
Net increase/decrease in cash & cash Equivalents	112,557,575.73	(17,962,925.56)
Cash & cash equivalents at beginning of period	90,021,687.00	107,984,612.56
Cash & cash equivalents at end of period	<b>202,579,262.73</b>	<b>90,021,687.00</b>

**VOCATIONAL TRAINING AUTHORITY OF SRI LANKA**  
**STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2023**

Description	Accumulated Fund	Government Grant Capital	Differed Income Grant	Revaluation Surplus	Total
Balance as at 1 <sup>st</sup> January 2022	4,517,914,976.35	11,033,669.11	-	2,653,836,821.05	7,182,785,466.51
Grant received during the year	-	39,365,000.00	-	486,275,341.64	525,640,341.64
Amount transferred to differed income Grants	-	(37,990,152.83)	-	-	(37,990,152.83)
Amortization for the year	-	-	-	-	0.00
Surplus / ( Deficit ) for the year	(361,681,911.13)	-	-	-	(361,681,911.13)
<b>Balance as at 31<sup>st</sup> December 2022 as Restated</b>	<b>4,156,233,065.22</b>	<b>12,408,516.28</b>	<b>-</b>	<b>3,140,112,162.69</b>	<b>7,308,753,744.19</b>
Balance as at 1 <sup>st</sup> January 2023	4,156,233,065.22	12,408,516.28	-	3,140,112,162.69	7,308,753,744.19
Opening balance Adjustments	-	-	-	-	0.00
Transferred to Profit & Loss Account	-	-	-	(51,409,653.00)	(51,409,653.00)
<b>Opening balance reststed</b>	<b>4,156,233,065.22</b>	<b>12,408,516.28</b>	<b>-</b>	<b>3,088,702,509.69</b>	<b>7,257,344,091.19</b>
Grant received during the year	-	54,989,000.00	-	-	54,989,000.00
Amount transferred to differed income Grants	-	(67,397,516.28)	-	-	(67,397,516.28)
Surplus / ( Deficit ) for the year	(677,908,091.28)	-	-	-	(677,908,091.28)
<b>Balance as at 31<sup>st</sup> December 2023</b>	<b>3,478,324,973.94</b>	<b>0.00</b>	<b>-</b>	<b>3,088,702,509.69</b>	<b>6,567,027,483.63</b>

## 01. ACCOUNTING POLICIES

### 1.1 Corporate Information

- 1.1 Vocational Training Authority of Sri Lanka (VTASL) is a Statutory Board Incorporated in Sri Lanka under the Act No. 12 of 1995 of Vocational Training Authority of Sri Lanka.
- 1.2 The principal place of business is situated at No. 354/2, 'Nipunatha Piyasa', Elvitigala Mawatha, Narahenpita, Colombo 05.
- 1.3 During the year, the principal activity of the Authority was providing of vocational training to students.
- 1.4 General Policies

#### 1.4.1 Statement of Compliance

The Statement of financial position, statement of financial performance, statement of changes in net asset and cash flow statement, together with the accounting policies and notes to the financial statements have been prepared in compliance with the Sri Lanka public sector Accounting Standards issued by the Institute of Chartered Accountants of Sri Lanka.

#### 1.4.2 Basis of preparation

The financial statements, presented in Sri Lanka rupees, have been prepared on an accrual basis and under the historical cost convention unless stated otherwise.

#### 1.4.3 Comparative Information

The accounting policies applied by the authority are, unless otherwise stated, consistent with those used in the previous year. Previous year's figures and phrases have been re-arranged wherever necessary, to conform to the current year's presentation.

#### 1.4.4 The notes to the financial statements on pages 04 to 28 form an integral part of the financial statements.

**1.4.5 The value presented in the financial statements are in Sri Lanka Rupees unless otherwise indicated. The significant accounting policies are shown below.**

#### 1.4.6 Events after the balance sheet date

No circumstances have arisen since the Balance Sheet date which requires adjustments to or disclosure in the accounts.

### 1.5 Taxation

No provisions for income tax is made as the Authority is not expected to earn profits which operate on Government funds.

#### 1.5.1 Deferred tax

The tax effect for timing difference has not occurred according to the taxation policy of the Authority. Therefore, the deferred taxation is not provided.

### 1.6 Valuation of Assets and Their Measurement Bases

1.6.1 Recognition of Property, Plant & Equipment Cost of an item of Property, Plant & Equipment should be recognized when,

- a) It is probable that future economic Benefits associated with the asset will flow to the Vocational Training Authority.
- b) Cost of the asset to the Vocational Training Authority can be measured reliably

The capitalization threshold of Vocational Training Authority is Rs. 5,000/-. However, identification of Property, Plant & Equipment not only depends on the capitalization threshold but the following facts should also be considered.

- (i) Expected useful life time of the asset
- (ii) Intended purpose of the asset.
- (iii) Durability of the asset
- (iv) Whether the asset is a consumable or not

### 1.6.2 Inventories

Inventories are valued at lower of cost and net realizable value, after making due allowances for obsolete and slow moving items. The costs incurred in bringing inventories to its present location and condition are accounted on FIFO basis as follows:

1. Training materials - at cost
2. Stationeries - at cost
3. Rawmaterials (printing - at cost
4. Other consumables - at cost

### 1.6.3. Property, Plant and Equipment

- a) Property, plant and equipment are stated at cost or valuation less accumulated depreciation. Items of property, plant and equipment are derecognized upon replacement, disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognizing of the asset is included in the income statement in the year the asset is derecognized.

The property plant & equipment owned by Vocational Training Authority as at 31.12.2022 has been revalued. The difference between the revaluation and the book written down value has been transferred to the differed income grant. Reconciliation between the revaluation and the book value of the assets is given in respective notes to this financial statement.

### b)b.1 Depreciation

Conventionally VTA depreciation policy is reducing balance method. But LKAS 16 has been mentioned the depreciation method used shall reflect the pattern in which the asset's future economic benefits are expected to be consumed by the entity.

Furthermore, VTA is used reducing balance method for newly purchase assets as following table.

Category	%
Building & Improvements	5%
Motor vehicles	25%
Other Machinery & Equipment	20%

### b)b.2 Revaluation Assets

Depreciation method based on assets future economic benefits is applied for the all-revaluation assets.

- c) Capital Work-in progress Projects are valued at cost of work completed.

### 1.6.4 Receivables

Receivables are stated at the amounts they are estimated to realize, net of provisions for bad and doubtful receivables. A provision for doubtful debt is made when the debt exceed 365 days and collection of the full amount is doubtful.

### 1.6.5. Cash and Cash equivalents

Cash and cash equivalents in the cash flow statement comprise cash at bank and in hand net of outstanding bank overdrafts.

## 1.7 Liabilities and provisions

### 1.7.1 All known liabilities have been accounted for in preparing the Financial Statements.

### 1.7.2 Staff Retirement Gratuity

The liability for retirement gratuity is computed on the basis of half (1/2) a month salary for each completed years of service in respect of all employees.

However, as per the Payment of Gratuity Act No. 12 of 1983 the liability arises only upon completion of five (05) years continued service.

The Gratuity liability is not assessed on Projected Unit Credit Method as the Gratuity liability is funded by General Treasury. No fund has been created in respect



### 1.7.3 Defined Contribution Plans

Employees Provident Fund & Employees Trust Fund

Employees are eligible for Employees' Provident Fund contributions and Employees' Trust Fund contributions in line with respecting statutes and regulations.

### 1.7.4. Government Grants and Subsidies.

- a) Government grant on which the organization depends for its expenditure are being accounted on receipt basis. Grant related to recurrent expenditure are being presented as a credit to the income and expenditure account whereas the grant related to capital expenditure are being credited to Capital Grant Account.
- b) Initially grants received from donor agencies related to the assets are recognized as a liability until it is utilized. The amount utilized from the grant is transferred to the Deferred Income Grant and subsequently amortized during the useful life time of the asset.

### 1.7.5 Provisions and Contingent Liabilities

When it is probable that such an obligation will result in an outflow of resources and a reliable estimate can be made of the quantum of the outflow.

All contingent liabilities are disclosed under note 28 to the financial statement and equipment in a state of efficiency has been charged to income in arriving at the net surplus or deficit for the year.

## 1.8 Income & Expenditure Statement

### 1.8.1 Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Authority,

and the revenue and associated costs incurred or to be incurred can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

The following specific criteria are used for recognition of revenue.

- a) Grants received for recurrent expenditure Grants received from General Treasury for recurrent expenditure is recognized as income.
- b) Initially the grants received from donor agencies are recognized as a liability until it is utilized. The amount utilized from the grant is transferred to income.
- c) Income from training courses  
Students fees for training courses are recognized on an accrual basis.
- d) Income from student production units  
The income of student production units are recognized on an accrual basis.
- e) Rental Income  
Rental income is recognized on an accrual basis over the term of the lease.
- f) Other income is recognized on an accrual basis

### 1.8.2 Expenditure Recognition

- a) Expenses are recognized in the Income & Expenditure Statement on the basis of direct association between the costs incurred and the earnings of specific items of income. All expenditure incurred in the running of the VTASL and in maintaining the Property, Plant and equipment in a state of efficiency has been charged to income in arriving at the net surplus or deficit for the year.

## Notes to the Financial Statements

	Land	Building & Improvement	Motor Vehicles	Lease Vehicle	Other Machinery & Equipment	in Rs. Total
<b>Cost or Valuation</b>						
At the beginning of the year	1,617,983,527.97	6,556,997,589.25	245,372,793.96	35,670,270.00	1,650,211,915.00	10,106,236,096.18
Additions during the year	-	199,373,983.95	1,501,393.66	-	82,974,316.88	283,849,694.49
(-) Transferred to Revaluation Acct	-	-	-	-	-	-
Revaluation Amount	-	-	-	-	-	-
<b>At the end of the year</b>	<b>1,617,983,527.97</b>	<b>6,756,371,573.20</b>	<b>246,874,187.62</b>	<b>35,670,270.00</b>	<b>1,733,186,231.88</b>	<b>10,390,085,790.67</b>
<b>Accumulated Depreciation</b>						
At the beginning of the year	-	2,108,790,925.86	168,843,743.75	21,836,967.50	-	2,299,471,637.11
<b>Charge for the year</b>						
Depreciation on Opening Assets		222,410,333.17	19,132,262.55	3,458,325.63	814,114,212.22	1,059,115,133.57
Depreciation on During the year Addition	-	3,337,689.52	13,144.99	-	3,834,942.38	7,185,776.89
(-) Transferred to Revaluation Acct	-	-	-	-	-	-
<b>At the end of the year</b>	<b>-</b>	<b>2,334,538,948.55</b>	<b>187,989,151.29</b>	<b>25,295,293.13</b>	<b>817,949,154.60</b>	<b>3,365,772,547.57</b>
<b>Written Down Value</b>						
As at 31 <sup>st</sup> December	1,617,983,527.97	4,421,832,624.65	58,885,036.33	10,374,976.87	915,237,077.28	7,024,313,243.10
As at 31 <sup>st</sup> December	1,617,983,527.97	4,448,206,663.39	76,529,050.21	13,833,302.50	1,650,211,915.00	7,806,764,459.07
<b>2.1 Adjustment to the Opening Balance</b>						
<b>Cost</b>						
<b>Assets Category</b>	<b>Opening Balance Before Adjustment</b>	<b>Adjustment made</b>	<b>Opening Balance After Adjustment</b>	<b>Opening Balance Before Adjustment</b>	<b>Adjustment made</b>	<b>Opening Balance After Adjustment</b>
Building & Improvement	6,543,594,643.40	13,402,945.85	6,556,997,589.25	2,234,434,609.10	(125,643,683.24)	2,108,790,925.86
Motor Vehicles			-	176,978,129.75	(8,134,386.00)	168,843,743.75
<b>Total</b>	<b>6,543,594,643.40</b>	<b>13,402,945.85</b>	<b>6,556,997,589.25</b>	<b>2,411,412,738.85</b>	<b>(133,778,069.24)</b>	<b>2,277,634,669.61</b>

## Notes to the Financial Statements

### 2.2 Unvalued Land & Buildings

01. The Land and Buildings at Following Vocational Training Centers has not been included in the annual A/C as it was not been valued.

➤ Vocational Training Center Matale	-	Matale
➤ Vocational Training Center Yakkalamulla	-	Galle
➤ Vocational Training Center Ginimellagaha	-	Galle
➤ Vocational Training Center Akmimana	-	Galle
➤ Vocational Training Center Wathurawila	-	Galle
➤ Vocational Training Center Katana	-	Gampaha
➤ Vocational Training Center Kirinda	-	Hambantota
➤ Vocational Training Center Siribopura	-	Hambantota

The valuation of the above Land & buildings is ongoing, after getting the values; those values will be accounted in the year 2024.

02. The following Buildings are constructed on funds from skill Development Project at lands which are not belongs to VTA. The valuation of the above land & building will be included in year 2023.

➤ Vocational Training Center Bingiriya	-	Kurunegala
➤ Vocational Training Center Veyangoda	-	Gampaha
➤ Vocational Training Center Yakkalamulla	-	Galle
➤ Vocational Training Center Niyagama	-	Galle
➤ Vocational Training Center Ruwanwella	-	Kegalle
➤ Vocational Training Center Kantale	-	Trincomale
➤ Vocational Training Center Hambanthota	-	Hambanthota
➤ Vocational Training Center Waskaduwa	-	Kalutara
➤ Vocational Training Center Haldumulla	-	Badulla
➤ Vocational Training Center Welimada	-	Badulla
➤ Vocational Training Center Wellawaya	-	Monaragala
➤ Vocational Training Center Bibila	-	Monaragala
➤ Vocational Training Center Mihinthale	-	Anuradhapura
➤ Vocational Training Center Galnewa	-	Anuradhapura
➤ Vocational Training Center Thabuththegama	-	Anuradhapura
➤ Vocational Training Center Rajanganaya	-	Anuradhapura
➤ Vocational Training Center Minneriya	-	Polonnaruwa
➤ Vocational Training Center Yatiyanthota	-	Kegalle
➤ Vocational Training Center Kilinochchi	-	Jaffna
➤ Vocational Training Center Rathmalana	-	Colombo

## Notes to the Financial Statements

Note	2023 Rs.	2022 as Restated Rs.
<b>3. Capital Work in Progress-Buildings</b>		
Badulla	334,750.50	334,750.50
Batticaloa	158,850.00	158,850.00
Colombo		1,455,742.62
Galle	718,970.00	718,970.00
Hambantota	19,053,095.65	19,053,095.65
Kalutara	1,664,717.04	1,664,717.04
Nuwara Eliya	10,355,685.60	
Rathnapura	879,406.43	29,971,216.68
	<b>33,165,475.22</b>	<b>53,357,342.49</b>
<b>4. Inventories</b>	40,295,814.86	30,887,139.84
Training Materials	4,808,514.26	4,667,762.60
Stationary	2,795,562.00	2,955,301.29
Other Consumables	<b>47,899,891.12</b>	<b>38,510,203.73</b>
<b>5. Receivables</b>		
Advances for programs	70,000.00	25,000.00
Advance payment for Land	9,280,000.00	9,280,000.00
Deposit for compensation	3,227,736.75	3,227,736.75
Deposits	1,662,250.00	1,662,250.00
Ministry of Vocational Training & Rural Industrial	-	3,548,334.94
Receivable course fees	39,205,296.50	18,801,696.00
Receivable salary	1,345,919.10	895,179.77
Shortage of income	11,732.00	11,732.00
State Organizations	-	1,964,635.71
Trade & Other receivables	22,172,455.22	21,987,105.43
Prepayments	46,618.97	1,033,205.71
	<b>77,022,008.54</b>	<b>62,436,876.31</b>
<b>Less:- Provision for Bad Debts</b>	-	<b>(5,512,970.65)</b>
	<b>77,022,008.54</b>	<b>56,923,905.66</b>

## Notes to the Financial Statements

Note	2023 Rs.	2022 as Restated Rs.
<b>6. Staff Loans</b>		
Balance at the beginning of the year	44,849,059.69	45,076,380.65
Add: Loans granted during the year	42,401,944.00	43,930,244.76
	<b>87,251,003.69</b>	<b>89,006,625.41</b>
Less: Repayments during the year	(42,957,053.86)	(44,157,565.72)
<b>Balance at the end of the year</b>	<b>44,293,949.83</b>	<b>44,849,059.69</b>
<b>7. Cash &amp; Cash Equivalents</b>		
Gold coins	193,025.00	193,025.00
<b>Cash at Banks</b>		
Cash in hand	14,231.00	13,984.33
Peoples Bank	202,372,006.73	89,814,677.67
	<b>202,579,262.73</b>	<b>90,021,687.00</b>
Two gold coins have been received by the Authority as rewards from Seylan Bank. Each gold coin weight is 8.02 grams and each gold value is 22.03 karat.		
<b>8. Revaluation Surplus</b>		
Balance at the beginning of the year	3,088,702,509.69	2,653,836,821.05
Add: During the year transfers	-	434,865,688.64
<b>balance at the end of the year</b>	<b>3,088,702,509.69</b>	<b>3,088,702,509.69</b>
<b>9. Government Grant - Capital</b>		
Balance at the beginning of the year	12,408,516.28	11,033,669.11
Add: Grants received during the year	54,989,000.00	39,365,000.00
	<b>67,397,516.28</b>	<b>50,398,669.11</b>
Less: Transfers to Capital Grant	(67,397,516.28)	(37,990,152.83)
<b>Balance at the end of the year</b>	<b>0.00</b>	<b>12,408,516.28</b>

## Notes to the Financial Statements

Note	2023 Rs.	2022 as Restated Rs.
<b>10. Finance Lease Liability (BOC)</b>		
Vehicle No		
CBH 1166	-	1,068,772.00
CBI 8163	-	2,254,437.00
CBI 6076	-	2,394,711.00
	-	<b>5,717,920.00</b>
<b>Less- Interest in suspense</b>	-	<b>(260,440.75)</b>
	-	<b>5,457,479.25</b>
<b>11. Provision for Gratuity</b>		
Balance at the beginning of the year	641,376,999.60	612,115,013.60
Add: Provision Made During the year	44,410,420.69	51,734,600.00
	<b>685,787,420.29</b>	<b>663,849,613.60</b>
Less: Payments during the year	(61,669,066.57)	(22,472,614.00)
<b>Balance at the end of the year</b>	<b>624,118,353.72</b>	<b>641,376,999.60</b>



## Notes to the Financial Statements

Note	2023 Rs.	2022 as Restated Rs.
<b>12. Lease Interest Payable</b>		
CBH 1166	1,068,772.00	3,206,316.00
CBI 8163	2,254,437.00	3,005,916.00
CBI 6076	2,394,711.00	3,192,948.00
	<b>5,717,920.00</b>	<b>9,405,180.00</b>
Less- Interest in suspense	(260,440.74)	(1,245,187.95)
	<b>5,457,479.26</b>	<b>8,159,992.05</b>
<b>13. Payables</b>		
Audit Fees	1,406,413.00	2,507,563.00
Course fee payable	330,400.00	455,100.00
Deposit	55,000.00	55,000.00
Employee Provident Fund	14,965,300.79	-
Employee Trust Fund	2,244,795.76	-
Lecture fees	18,446,370.00	9,587,527.42
Other Payables	20,151,561.14	12,110,253.73
Min.of Youth Affairs & Dev. - 13 Years	27,409,701.46	27,409,701.46
Project funds Payable	3,576,482.86	16,345,184.30
Nipunatha Sisusaviya	3,348,000.00	1,572,000.00
Skill For Inclusive Growth (SFIG)	4,664,598.87	-
Received in Advance	49,297,891.50	14,898,959.50
Refundable Tender Deposit	2,101,752.02	2,306,864.52
Retention Money	4,661,610.48	6,585,598.93
Salary payable	2,711,485.24	13,465,883.38
Staff Incentive payable	104,500.00	39,070.00
Student insurance scheme	37,883,500.00	37,883,500.00
Trade Creditors	9,519,030.01	5,891,236.88
	<b>202,878,393.13</b>	<b>151,113,443.12</b>

## Notes to the Financial Statements

Note	2023 Rs.	2022 as Restated Rs.
<b>14 Accrued expenses</b>		
Carrier Guidance	60,350.00	212,484.00
Electricity	10,021,061.21	7,263,368.09
Examination & Evaluation	11,248,210.50	10,857,087.90
Fuel & Lubricant	22,405.00	167,137.00
Janitorial Services	1,838,355.00	1,685,671.87
Maintenance	2,085,671.41	3,496,481.46
News papers & periodicals	97,240.00	18,900.00
On The Job Training Payable	435,500.00	543,000.00
Overtime & Holiday pay	2,118,556.64	2,052,549.90
Part Time Expenses Payable	30,888,121.00	20,415,516.40
Promotional Activities	1,835,840.48	934,429.00
Rent, Rates & Taxes	76,538.00	1,056,500.00
Season tickets	6,590,894.27	8,560,282.17
Security Charges	6,448,254.39	5,011,615.56
Stipend	-	0.00
Telephone	2,685,834.34	3,209,531.27
Transport	102,100.00	80,500.00
Travelling	782,178.80	718,576.00
Water	1,384,702.64	1,424,446.47
Vehicle hire charges	50,000.00	100,000.00
	<b>78,771,813.68</b>	<b>67,808,077.09</b>

## Notes to the Financial Statements

Note	2023 Rs.	2022 as Restated Rs.
<b>15 Other Income</b>		
Contribution 10%	5,714,490.57	2,938,400.50
Auction Income	1,513,250.00	667,270.00
Course fees	124,518,555.00	2,478,850.00
Canteen income	157,400.00	11,250.00
MOU Registration Fees	240,000.00	-
Daily Diary	4,980,400.00	4,775,690.00
Enterprenure Development programmes	47,500.00	26,000.00
Fines	1,296,511.37	1,463,034.11
Insurance Claim	1,617,969.89	-
Hall Income	4,233,700.00	1,111,650.00
Hostel Fees	2,597,230.00	1,530,650.00
Katharagama circuit Bangalow	293,000.00	243,725.00
Loan Interest	1,835,496.86	1,791,545.95
Miscellaneous	4,886,790.25	4,411,049.57
Non Refundable Tender deposit	82,500.00	298,000.00
Record Book	7,226,000.00	7,018,150.00
Registration fees	16,711,150.00	15,547,800.00
Sale Finish goods	467,823.00	337,907.04
Savings A/C Interest	8,418,775.66	1,096,042.66
Supplier Registration	1,186,000.00	754,000.00
Exam Fees	21,332,281.00	17,664,110.00
On The Job Training Book Income	453,600.00	289,650.00
	<b>209,810,423.60</b>	<b>64,454,774.83</b>

## Notes to the Financial Statements

	Note	2023 Rs.	2023 Rs.	2022 as Restated Rs.	2022 as Restated Rs.
<b>16 Production Unit Income</b>					
Income from Part time courses	16.1		70,573,772.68		43,113,146.61
Printing School -Narahenpita	16.2		120,994.80		65,286.00
Recognition of prior learning (RPL)	16.3		39,792,521.31		17,200,394.69
Trade test	16.4		-		112,050.00
Seascope Hotel Ahangama	16.5		405,035.68		(642,316.37)
Part Time Short Course	16.6		33,686,533.10		-
Other Production Income	16.7		3,098,153.80		1,915,811.68
			<b>147,677,011.37</b>		<b>61,764,372.61</b>
<b>16.1 Income from Part time courses</b>					
Part Time Registration Fee Income					
Part Time Course Fees Income		4,555,400.00		3,784,550.00	
Part Time Record Book Income		128,734,657.25		84,739,706.95	
Part Time Daily Diary Income		89,650.00		52,600.00	
Part Time Exam Fees Income		148,650.00		71,550.00	
		<b>5,438,300.00</b>	<b>138,966,657.25</b>	<b>262,604.00</b>	<b>88,911,010.95</b>
50% Discount (Part Time)		181,304.00		196,250.00	
75% Discount for Staff (P/T)		417,525.00		378,962.50	
Approved Dropouts (P/T)		4,345,650.00		3,006,140.00	
Part Time Electricity		912,163.70		177,146.00	
Part Time Examination & Evaluation		1,754,013.00		730,713.50	
Part Time Lecture Fees Expenses		43,341,310.17		30,481,565.75	
Part Time Miscellaneous Expenses		135,400.00		21,550.00	
Part Time Staff Incentive		732,808.00		830,524.00	
Part Time Stationary		67,252.50		49,896.50	
Part Time Supervision & Other Allowance		515,182.00		603,325.00	
Part Time Telephone		233,698.48		-	
Part Time Water		199,789.00		-	
Part Time Training Materials		<b>15,556,788.72</b>	<b>(68,392,884.57)</b>	<b>9,321,791.09</b>	<b>(45,797,864.34)</b>
<b>Part Time Income</b>			<b>70,573,772.68</b>		<b>43,113,146.61</b>

## Notes to the Financial Statements

	Note	2023 Rs.	Rs.	2022 as Restated Rs.	Rs.
<b>16.2 Printing School - Narahenpita</b>					
Printing School Income			801,800.00		136,471.00
Printing School Training Materials			120,994.80		65,286.00
<b>16.3 Recognition of prior learning (RPL)</b>					
RPL Income		54,885,827.00	-	16,704,131.08	-
RPL Income ILO		-	-	6,607,478.00	-
RPL Income Interim Budget - Ministry		-	54,885,827.00	6,544,000.00	29,855,609.08
Expenditure for ILO (RPL)		31,670.00		3,079,933.50	
Expenditure for Interim Budget (RPL)		-		3,424,724.50	
RPL Expenses - Exam Fees		12,590,001.48		4,081,676.74	
EPL Expenses - Advertisment		-		1,500.00	
EPL Expenses - Maintenance Machine		-		35,585.00	
EPL Expenses - Pannel Board & Supervision		1,575,774.50		1,128,550.50	
EPL Expenses - Staff Incentive		35,750.00		67,810.00	
EPL Expenses - Training Material		860,109.71	(15,093,305.69)	835,434.15	(12,655,214.39)
			<b>39,792,521.31</b>		<b>17,200,394.69</b>

## Notes to the Financial Statements

	Note	2023		2022 as Restated	
		Rs.	Rs.	Rs.	Rs.
<b>16.4 Trade Test</b>					
Trade Test Income		-			480,000.00
Trade Test Staff Incentive		-	-	64,800.00	
Trade Test Training Materials		-	-	303,150.00	(367,950.00)
			-		112,050.00
<b>16.5 Seascape Hotel - Ahangama</b>					
Food & Beverages Income		550,650.00		1,180,870.00	
Hall Income (Seascape)		15,500.00		128,600.00	
Pool Income		132,187.50		32,300.00	
Rent Income		294,200.00		40,000.00	
Room Income		1,845,585.71	2,838,123.21	514,088.00	1,895,858.00
Electricity		611,017.47		548,918.34	
Food & Beverages Expenses		274,722.50		350,604.00	
Janitorial Services		527,076.94		344,306.60	
Laundry Charges		50,580.00		122,510.00	
Maintenance of Building		219,176.00		465,735.00	
Maintenance of Machinery		164,730.00		379,643.80	
Miscellaneous Expenses		44,865.50		61,473.00	
Overtime & Holiday Pay		240,080.66		244,994.70	
Water Bill		300,838.46	(2,433,087.53)	19,988.93	(2,538,174.37)
			<b>405,035.68</b>		<b>(642,316.37)</b>

## Notes to the Financial Statements

	Note	2023		2022 as Restated	
		Rs.	Rs.	Rs.	Rs.
<b>16.6 Part Time Short Course</b>					
PTSP - Registration Fee income		1,290,400.00			
PTSP - Course Fees Income		47,553,470.00			
PTSP - Assessment Income		6,144,740.00			
PTSP - Certificate Income		4,812,050.00	59,800,660.00		-
PTSP - Electricity Expenses		301,596.00			
PTSP - Examination & Evalu. Expenses		563,480.00			
PTSP - Lecture Fees Expenses		17,928,510.00			
PTSP - Supporting Staff Expenses		349,150.00			
PTSP - Telephone & Int. Expenses		85,537.00			
PTSP - Training Material Expenses		6,736,669.90			
PTSP - Water Expenses		149,184.00	26,114,126.90		-
			<b>33,686,533.10</b>		-
<b>16.7 Other Production Unit Income</b>					
Thalalla Restorent Income		1,532,254.00		1,371,060.00	
IDM Income		-		-	
Other Production Unit Income		4,823,392.00	<b>6,355,646.00</b>	2,401,766.00	<b>3,772,826.00</b>
Thalalla Restorent expenses		1,232,063.20		934,049.32	
IDM Expenses		-		-	
Other Production Unit - Stationary		27,425.00		41,605.00	
Other Production Unit - Labour expenses		105,780.00		126,000.00	
Other Production Unit - Lecture Fees		1,029,125.00		303,700.00	
Other Production Unit - Miscellaneous Exp		210,494.00		261,845.00	
Other Production Unit - Training Materials		477,630.00		-	
Other Production Unit - Transport Exp		174,975.00	<b>(3,257,492.20)</b>	189,815.00	<b>(1,857,014.32)</b>
			<b>3,098,153.80</b>		<b>1,915,811.68</b>



## Notes to the Financial Statements

Note	2023 Rs.	2022 as Restated Rs.
<b>17. Funds on Special Projects</b>		
Ministry of Education - Incentive for Instructors	-	112,827,689.50
Funds on SFIG	5,833,466.65	371,666.00
Funds on SSDP Project	117,965,059.99	-
Funds on Skill Work TVEC	-	607,680.00
Funds on ILO	290,458.70	6,409,201.85
Funds on Nipunatha sisusaviya	156,290,000.00	138,872,000.00
Funds on Ministry	-	1,998.00
	<b>280,378,985.34</b>	<b>259,090,235.35</b>
<b>18. Staff Cost</b>		
E.P.F. & E.T.F.	140,320,531.87	153,297,561.83
Other Allowance	263,071,231.00	290,911,989.33
Salaries & overtime	812,125,424.43	883,216,220.13
Staff Gratuity	42,817,223.57	51,734,600.00
	<b>1,258,334,410.87</b>	<b>1,379,160,371.29</b>

## Notes to the Financial Statements

Note	2023 Rs.	2022 as Restated Rs.
<b>19 Travelling</b>		
Accommodation Expenses	183,695.00	134,742.00
Domestic	7,668,239.79	4,779,458.10
Foreign	2,111,755.27	-
Varification Expenses	6,081,709.00	4,171,309.00
	<b>16,045,399.06</b>	<b>9,085,509.10</b>
<b>20 Supplies and Other Consumables</b>		
Fuel & Lubricant	28,446,279.18	28,203,625.80
Others	1,383,898.48	1,877,827.11
Stationary & Office Requisites	6,963,210.36	12,114,179.94
printed Materials	11,055,086.69	5,454,801.35
	<b>47,848,474.71</b>	<b>47,650,434.20</b>
<b>21 Maintenance</b>		
Building	10,032,320.09	17,824,346.34
Office Equipment	4,413,217.51	5,031,911.21
Plant & Machinery	5,544,697.05	11,965,387.21
Vehicle	12,895,697.54	11,563,774.41
	<b>32,885,932.19</b>	<b>46,385,419.17</b>
<b>22 Contractual Services</b>		
Advertisement	979,685.00	2,014,337.79
Audit Fees	1,200,000.00	2,442,000.00
Consultation & Professional Fee	-	405,000.00
Electricity	119,949,955.96	60,224,944.34
Hire Charges	600,000.00	2,704,064.00
Insurance	3,120,492.53	5,459,885.80
Janitorial service	24,570,125.87	21,658,894.71
News Papers & Periodicals	442,801.00	430,307.83
Postal Charges	1,226,922.84	1,283,347.86
Rent , Rates & Taxes	7,700,496.21	8,633,991.99
Security Charges	57,903,657.96	57,542,283.40
Staff Welfare & Other	23,960.00	911,022.00
Telephone Charges	23,222,325.81	28,100,251.43
Transport	1,766,103.01	1,741,355.00
Water	7,421,099.89	14,552,747.79
	<b>260,127,626.08</b>	<b>208,104,433.94</b>

## Notes to the Financial Statements

Note	2023 Rs.	2022 as Restated Rs.
<b>23. Job placement, Research &amp; Entrepreneurship</b>		
Curriculum Development	93,245.00	405,530.00
On the Job Training & Monitoring	20,451,600.00	5,345,565.06
Entrepreneurship Programs	690,962.90	624,246.25
Job Placement	218,434.00	3,098,495.00
Research & Tracer study	71,321.00	731,349.50
Private public partnership	491,016.00	702,364.25
	<b>22,016,578.90</b>	<b>10,907,550.06</b>
<b>24. Other Operating Expenses</b>		
Examination & Evaluation	91,660,766.87	48,298,372.43
Honorarium	925,000.00	633,000.00
Legal Fees	493,750.00	592,402.00
Miscellaneous	4,508,506.02	4,251,539.37
Quality Management Accreditation	1,632,033.00	5,549,408.50
Season Tickets%	21,755,416.69	15,350,720.29
Special Training Programme	-	349,485.00
Stipend Allowance	-	-
Tools & Consumables	1,113,245.00	3,791,139.20
Training Monitoring	-	316,604.00
Approved dropout	2,196,850.00	325,050.00
	<b>124,285,567.58</b>	<b>79,457,720.79</b>

## Notes to the Financial Statements

Note	2023 Rs.	2022 as Restated Rs.
<b>25. Expenditure on Special Projects</b>		
Expenditure for Nipunatha Sawiya	156,290,000.00	138,872,000.00
Expenditure for Instructors Incentive	-	112,827,689.50
Expenditure for ILO	290,458.70	6,409,201.85
Expenditure for Ministry	-	1,998.00
Expenditure for SSDP Project	117,965,059.99	0.00
Expenditure for SFIG	5,833,466.65	371,666.00
Expenditure for Skillwork TVEC	-	607,680.00
	<b>280,378,985.34</b>	<b>259,090,235.35</b>
<b>26. Finance Cost</b>		
Bank Charges	233,251.93	166,881.00
	<b>233,251.93</b>	<b>166,881.00</b>
<b>27. Non Exchange Revenue - Capital grant</b>		
Government Grant - Capital	67,397,516.28	37,990,152.83
SSDP Grants	166,510,807.53	693,399.00
SFIG Project	1,336,965.00	-
China Project	341,740.00	5,769,800.00
Gamma Pizza Project	1,610,470.58	-
Early Childhood Project	-	12,864,127.94
Ministry	50,097,733.98	58,872,091.87
	<b>287,295,233.37</b>	<b>116,189,571.64</b>

## Notes to the Financial Statements

### 28. Prior year Adjustment

Following over & under provision of expenses were adjusted as prior year adjustment

Description	Dr	Cr	Net Effect
Course Fees Receivable		105,350.00	105,350.00
Salary payable	78,274.52		27,075.48
Part Time Expenses Payable	242,100.00		(215,024.52)
Other Payable	297,767.00		(512,791.52)
Pro. For Dep Building	126,495,936.00		(127,008,727.52)
Pro. For Dep Motor Vehicle	8,134,386.00		(135,143,113.52)
Pro. For Dep Building		852,252.76	(134,290,860.76)
Int. in suspense – F. Lease		2,297,471.31	(131,993,389.45)
Revaluation Surplus	51,409,653.00		(183,403,042.45)
Season Tickets Accrued	220,390.00		(183,623,432.45)
Other Receivable		28,409.30	(183,595,023.15)
Carrier Guidance Accrued	25,000.00		(183,620,023.15)
Audit Fee Payable		1,242,000.00	(182,378,023.15)

### 29. Commitments and Contingencies

#### a) Litigation against the authority

The court cases pending were as follows

Court	2023.12.31	2022.12.31
Supreme Court	02	02
Appealed Court	01	02
High Court	01	01
District Court	02	02
Arbitration	02	03
Labor tribunal	03	02
<b>Total</b>	<b>11</b>	<b>12</b>

#### b) Capital Commitments

There were no material capital commitments as at 31.12.2023

### 30. Net Deficit for the Period

In the Statement for Year 2023, there is a deficit of Rs.959 million and following reasons contributed for the above deficit Gratuity provision of Rs. 44 million and depreciation of assets of 1,059 million were already deducted as expenditure

## Vocational Training Authority of Sri Lanka

### Trial Balance as at 31<sup>st</sup> December 2023

Description	Dr.	Cr.
<b>Acquisition of Capital Assets</b>		
Acquisition of Land & Land improvement	1,617,983,527.97	
Acquisition of Buildings and Improvement	6,756,371,573.20	
Acquisition of Motor Vehicles	246,874,187.62	
Acquisition of Vehicles Lease Hold (Finance)	35,670,270.00	
Acq - Agricultural and Dairy Farm Equipment	4,382,000.00	
Acq - Broadcasting Equipment	87,000.00	
Acq - Communication Equipment	32,844,523.92	
Acq - Computer Equipment	324,470,823.52	
Acq - Construction Equipment	783,100.00	
Acq - Electrical Equipment	99,744,560.00	
Acq - Fire protection Equipment	160,105.00	
Acq - Furniture	148,982,778.24	
Acq - Industrial and manufacturing Equipment	677,156,105.00	
Acq - Laboratory Instruments	12,643,600.00	
Acq - Musical Instruments	62,500.00	
Acq - Office Equipment	95,759,570.62	
Acq - Paintings, Sculptures and other antiques	170,000.00	
Acq - Other Utensils	335,939,565.58	
<b>Provision For Depreciation</b>		
Provision For Dep. Buildings and Improvement		2,334,538,948.55
Provision For Dep. Motor Vehicles		187,989,151.29
Provision For Dep. Lease Vehicle		25,295,293.13
Provision For Dep. Other Machinery & Eq.		817,949,154.60
<b>Capital Work in Progress</b>		
Work in Progress - Building structures	33,165,475.22	
<b>Investment</b>		
Fixed Deposit	48,979,692.88	
<b>Inventories</b>		
Training Material	40,295,814.86	
Stationary	4,808,514.26	
Other Consumables	2,795,562.00	

Description	Dr.	Cr.
<b>Other Receivables</b>		
Advances For Programs	70,000.00	
Advance payment for Land	9,280,000.00	
Deposits for Compensation	3,227,736.75	
Deposits	1,662,250.00	
Receivable Course Fee	39,205,296.50	
Salary Receivables	1,345,919.10	
Shortage Of Income	11,732.00	
State Organization	22,172,455.22	
Prepayments	46,618.97	
Provision for Bad Debts		
<b>Staff Loan</b>		
Distress Loan	44,062,699.83	
Festival Advance	231,250.00	
Cash & Cash Equivalents		
Gold coin	193,025.00	
<b>Bank Accounts</b>		
Ampara	1,870,756.46	
Anuradhapura	2,086,672.69	
Badulla	1,609,023.15	
Batticaloa	512,255.29	
Colombo	6,845,275.69	
Galle	6,608,667.69	
Gampaha	9,651,378.91	
Hambantota	3,914,239.37	
Head Office.	98,630,582.94	
Jaffna	952,688.43	
Kalutara	5,596,704.98	
Kandy	8,221,804.76	
Kegalle	1,510,293.92	
Killinochchi	1,041,090.95	
Kurunegala	487,501.81	
Matale	1,418,638.43	
Matara	507,820.07	
Monaragala	3,543,031.98	
Mulathive	1,124,270.33	



Description	Dr.	Cr.
Nuwaraeliya	5,002,318.28	
NVTI - Baddegama	2,664,100.47	
NVTI - Mirijjawila	3,717,722.85	
NVTI - Narahenpita	3,937,373.36	
NVTI - Niyagama	1,130,028.50	
NVTI - Orugodawaththa	13,612,643.23	
NVTI - Rathmalana	1,580,235.51	
NVTI - Thalalla	1,617,057.13	
Polonnaruwa	2,710,751.42	
Puttalam	4,011,923.60	
Rathnapura	3,884,331.69	
Trincomalee	980,552.60	
Uva Province		
Western Province		
Vavuniya	281,836.82	
Sabaragamu Province		
Ahangama Seascap Hotel	1,108,433.42	
Southern Province		
Capital Grant	14,231.00	
Government Grant Capital		
Capital Grant		287,295,233.37
<b>Reserves &amp; Surplus</b>		
Provision for Gratuity		624,118,353.72
Revaluation Surplus		3,088,702,509.69
Government Grant (Treasury) - Recurrent		1,671,239,905.00
<b>Non Current Liability</b>		
BOC - Finance Lease Liability		5,717,920.00
Interest in Suspense	260,440.74	
<b>Payables</b>		
Audit Fee Payable		1,406,413.00
Course Fee Payable		330,400.00
Deposit		55,000.00
E.P.F. Payable		14,965,300.79
E.T.F. Payable		2,244,795.76
Lecture Fees Payable		18,446,370.00
Other Payables		20,151,561.14

Description	Dr.	Cr.
Min.of Youth Affairs & Dev. - 13 Years		27,409,701.46
Project Funds Payable		3,576,482.86
Nipunatha Sisusaviya		3,348,000.00
Skill For Inclusive Growth (SFIG)		4,664,598.87
Received in Advance		49,297,891.50
Refundable Tender Deposit		2,101,752.02
Retention Money		4,661,610.48
Salary Payable		2,711,485.24
Staff Incentive Payable		104,500.00
Student insurance payable		37,883,500.00
Trade Creditors		9,519,030.01
<b>Accrued Expenses</b>		
Carrier Guidance Accrued		60,350.00
Electricity Accrued		10,021,061.21
Examination & Evaluation Accrued		11,248,210.50
Fuel & Lubricant Accrued		22,405.00
Janitorial Service Accrued		1,838,355.00
Maintenance Accrued		2,085,671.41
News Papers & Periodicals Accrued		97,240.00
On The Job Training Accrued		435,500.00
Overtime & holiday pay Accrued		2,118,556.64
Part Time Expenses Accrued		30,888,121.00
Promotional Expenses Accrued		1,835,840.48
Rent, Rates & Taxes Accrued		76,538.00
Season Tickets Accrued		6,590,894.27
Security Charges Accrued		6,448,254.39
Telephone Charges Accrued		2,685,834.34
Transport Accrued		102,100.00
Traveling Accrued		782,178.80
Water Accrued		1,384,702.64
Vehicle hire charges		50,000.00
<b>Other Income</b>		
Auction Income		1,513,250.00
Course fee		124,518,555.00
Canteen Income		157,400.00
MOU Registration Fees		240,000.00

Description	Dr.	Cr.
Company registration		
Daily Diary		4,980,400.00
Entrepreneurship Programme		47,500.00
Fines		1,296,511.37
Insurance Claim		1,617,969.89
Hall Income		4,233,700.00
Hostel Fee		2,597,230.00
Katharagama Circuit Banglow		293,000.00
Loan Interest		1,835,496.86
Miscellaneous Income		4,886,790.25
Non Refundable Tender Deposit		82,500.00
Record Book		7,226,000.00
Registration Free		16,711,150.00
Finished Good Sales		467,823.00
Savings A/C Interest		8,418,775.66
Supply Registration		1,186,000.00
Exam Fees		21,332,281.00
On The Job Training Book Income		453,600.00
10% Earnings		5,714,490.57
<b>Production Unit Income</b>		
Part Time Course		
Part Time Registration Fee income		4,555,400.00
Part Time Course Fees Income		128,734,657.25
Part Time Record Book Income		89,650.00
Part Time Daily Diary Income		148,650.00
Part Time Exam Fees Income		5,438,300.00
50% Discount (Part Time)	181,304.00	
75% Discount for Staff (P/T)	417,525.00	
Approved Dropouts (P/T)	4,345,650.00	
Part Time Electricity	912,163.70	
Part Time Examination & Evaluation	1,754,013.00	
Part Time Lecture Fees Expenses	43,341,310.17	
Part Time Miscellaneous Expenses	135,400.00	
Part Time Staff Incentive	732,808.00	
Part Time Stationary	67,252.50	
Part Time Supervision & Other Allowance	515,182.00	
Part Time Telephone	233,698.48	

Description	Dr.	Cr.
Part Time Water	199,789.00	
Part Time Training Materials	15,556,788.72	
<b>Printing School</b>		
Printing School Income		801,800.00
Printing School Training Materials	680,805.20	
<b>RPL</b>		
RPL Income		54,885,827.00
RPL Income ILO		
RPL Income Interim Budget - Ministry	12,760.00	
Expenditure for ILO (RPL)	18,910.00	
Expenditure for Interim Budget (RPL)		
RPL Expenses - Exam Fees	12,590,001.48	
EPL Expenses - Advertisement		
EPL Expenses - Maintenance Machine		
EPL Expenses - Panels Board & Supervision	1,575,774.50	
EPL Expenses - Staff Incentive	35,750.00	
EPL Expenses - Training Materials	860,109.71	
<b>Trade Test</b>		
Trade Test Income		
Trade Test Staff Incentive		
Trade Test Training Materials		
<b>Seascope Hotel - Ahangama</b>		
Food & Beverages Income		550,650.00
Hall Income (Seascope)		15,500.00
Pool Income		132,187.50
Rent Income (Location)		294,200.00
Room Income		1,845,585.71
Electricity	611,017.47	
Food & Beverages Expenses	274,722.50	
Janitorial Service	527,076.94	
Laundry Charges	50,580.00	
Maintenance of Building	219,176.00	
Maintenance of Machinery	164,730.00	
Miscellaneous Expenses	44,865.50	
Overtime & Holiday Pay	240,080.66	
Water Bill	300,838.46	

Description	Dr.	Cr.
<b>Part Time Short Course</b>		
PTSP - Registration Fee income		1,290,400.00
PTSP - Course Fees Income		47,553,470.00
PTSP - Assesment Income		6,144,740.00
PTSP - Certificate Income		4,812,050.00
PTSP - Electricity Expenses	301,596.00	
PTSP - Examination & Evalu. Expenses	563,480.00	
PTSP - Lecture Fees Expenses	17,928,510.00	
PTSP - Supporting Staff Expenses	349,150.00	
PTSP - Telephone & Int. Expenses	85,537.00	
PTSP - Training Material Expenses	6,736,669.90	
PTSP - Water Expenses	149,184.00	
<b>Other Production Unit</b>		
Thalalla Restaurant Income		1,532,254.00
IDM Income		
Thalalla Restaurant Expenses	1,232,063.20	
Other Production Unit Income		4,823,392.00
IDM Expenses		
Other Production Unit - Stationary	27,425.00	
Other Production Unit - Labor expenses	105,780.00	
Other Production Unit - Lecture Fees	1,029,125.00	
Other Production Unit - Miscellanies Exp	210,494.00	
Other Production Unit - Training Materials	477,630.00	
Other Production Unit - Transport Exp	174,975.00	
<b>Funds On Special Projects</b>		
Funds for SFIG		5,833,466.65
Expenditure for SSDP Project		117,965,059.99
Funds For ILO		290,458.70
Funds on Nipunatha sisusaviya		156,290,000.00
<b>Staff Cost</b>		
E.P.F. Expenses	112,253,102.71	
E.T.F. Expenses	28,067,429.16	
Other Allowance (Staff Cost)	263,071,231.00	
Salaries & Overtime	812,125,424.43	
Staff Gratuity	42,817,223.57	

Description	Dr.	Cr.
<b>Travelling</b>		
Accommodation Expenses	183,695.00	
Travelling - Domestic	7,668,239.79	
Travelling - Foreign	2,111,755.27	
Verification Expenses	6,081,709.00	
<b>Supplies and Other Consumables</b>		
Fuel & Lubricant Charges	28,446,279.18	
Other Supplies	1,383,898.48	
Stationary & Office Requisites	6,963,210.36	
Printed Materials	11,055,086.69	
<b>Maintenance</b>		
Maintenance of Building	10,032,320.09	
Maintenance of Plant & Machinery	5,544,697.05	
Maintenance of vehicle	12,895,697.54	
Maintenance of Office Equipment	4,413,217.51	
<b>Contractual Service</b>		
Advertisement	979,685.00	
Audit Fees	1,200,000.00	
Electricity Charges	119,949,955.96	
Hire Charges	600,000.00	
Insurance	3,120,492.53	
Janitorial Service	24,570,125.87	
News Papers & Periodicals	442,801.00	
Postal Charges	1,226,922.84	
Rent, rates & taxes	7,700,496.21	
Security Charges	57,903,657.96	
Staff Welfare & Other	23,960.00	
Telephone Charges	23,222,325.81	
Transport	1,766,103.01	
Water Bill	17,421,099.89	
Consultation & Professional Fee		
<b>Job Placement, Research &amp; Entrepreneurship</b>		
Curriculum Development	93,245.00	
On the Job Training & Monitoring	20,451,600.00	
Entrepreneurship Programs	690,962.90	

Description	Dr.	Cr.
Job Placement	218,434.00	
Research & Tracer Study	71,321.00	
Private Public Partnership	491,016.00	
<b>Other Operating Expenses</b>		
Approved Dropouts	2,196,850.00	
Examination & Evaluation	91,660,766.87	
Honorarium	925,000.00	
Legal Fees	493,750.00	
Miscellaneous expenses	4,508,506.02	
Quality Management & Accreditation	1,632,033.00	
Season Tickets	21,755,416.69	
Special Training Programme		
Tools & Consumables	1,113,245.00	
Training Monitoring		
<b>Expenditure On Special Projects</b>		
Expenditure for Nipunatha sisusawiya	156,290,000.00	
Expenditure for ILO	290,458.70	
Expenditure for SSDP Project	117,965,059.99	
Expenditure for SFIG	5,833,466.65	
<b>Finance Cost</b>		
Bank Charges	233,251.93	
Training Materials	150,966,328.01	
Staff Training - Capacity Deve.	1,995,174.85	
Promotional Expenses	6,310,371.99	
Carrier Guidance	667,883.00	
Depreciation	1,066,300,910.46	
Interest on Finance Lease	1,245,187.95	
Lease/Rent Vehicle Under Operating Lease	4,667,567.04	
Profit & Loss A/C		3,973,855,042.07
Prior Year Adjustment		182,378,023.15
<b>Total</b>	<b>14,234,567,863.78</b>	<b>14,234,567,863.78</b>



# VOCATIONAL TRAINING AUTHORITY OF SRI LANKA

## Financial analysis 2013 - 2023

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Operating income	1,260.19	1,330.71	1,558.42	1,683.74	1,827.18	1,621.82	2,116.82	2,243.71	1,531.00	1,744.23	1,671.24
Other income	123.87	156.23	161.19	179.17	42.81	61.75	84.75	68.79	116.31	177.63	357.49
Project revenues	5.33	75.69	118.27	183.44	170.20	195.65	175.43	90.71	197.30	259.09	280.38
<b>Total income</b>	<b>1,389.39</b>	<b>1,562.63</b>	<b>1,837.88</b>	<b>2,046.35</b>	<b>2,040.19</b>	<b>1,879.22</b>	<b>2,377.00</b>	<b>2,403.20</b>	<b>1,844.61</b>	<b>2,180.95</b>	<b>2,309.10</b>
Recurring expenses	1,014.93	1,157.94	1,398.52	1,432.36	1,610.44	1,671.17	1,753.55	1,665.55	1,678.51	1,944.54	1,927.63
Depreciation of assets	423.09	405.46	396.42	397.27	391.66	141.35	525.32	681.46	533.66	448.37	1,059.12
Project costs	5.33	75.69	118.27	183.44	170.20	195.65	175.43	90.71	197.30	259.09	280.38
total cost	1,443.35	1,639.09	1,913.21	2,013.07	2,172.30	2,008.17	2,454.30	2,437.71	2,409.47	2,652.00	3,267.12
<b>Excess / (deficiency)</b>	<b>(53.96)</b>	<b>(76.46)</b>	<b>(75.34)</b>	<b>33.28</b>	<b>(132.12)</b>	<b>(128.95)</b>	<b>(77.30)</b>	<b>(34.51)</b>	<b>(564.86)</b>	<b>(471.06)</b>	<b>(958.02)</b>
Net Fixed Assets	5,380.76	5,383.09	5,387.25	5,420.89	5,438.45	6,191.13	6,509.20	8,034.59	7,761.26	7,900.96	7,106.46
Current assets	147.59	170.47	194.29	264.68	228.78	341.69	308.58	266.42	243.84	230.30	371.80
	<b>5,528.35</b>	<b>5,553.55</b>	<b>5,581.54</b>	<b>5,685.57</b>	<b>5,667.23</b>	<b>6,532.82</b>	<b>6,817.78</b>	<b>8,301.01</b>	<b>8,005.10</b>	<b>8,131.26</b>	<b>7,478.25</b>
Rights	5,187.09	5,149.05	5,095.95	5,223.99	5,145.10	5,784.72	6,016.84	7,513.19	7,182.79	7,257.34	6,567.03
Reservations	234.26	283.27	373.82	306.15	369.32	437.39	506.84	587.43	612.12	641.38	624.12
Responsibilities	106.99	121.23	111.76	155.42	152.82	310.71	294.10	200.39	210.20	232.54	287.11
	<b>5,528.35</b>	<b>5,553.55</b>	<b>5,581.54</b>	<b>5,685.57</b>	<b>5,667.23</b>	<b>6,532.82</b>	<b>6,817.78</b>	<b>8,301.01</b>	<b>8,005.10</b>	<b>8,131.26</b>	<b>7,478.25</b>



**ජාතික විගණන කාර්යාලය**  
**தேசிய கணக்காய்வு அலுவலகம்**  
**NATIONAL AUDIT OFFICE**



මගේ අංකය  
எனது இல.  
My No.

VOT/D/VTa/1/2023/34

ඔබේ අංකය  
உமது இல  
Your No.

දිනය  
திகதி  
Date

Dated May 2024

Chairman

Vocational Training Authority of Sri Lanka

**Report of the Auditor General on the Financial Statements and Other Legal and Regulatory Requirements of the Vocational Training Authority of Sri Lanka for the year ended 31 December 2023 in terms of Section 12 of the National Audit Act, No. 19 of 2018.**

**1. Financial Statements**

**1.1 Qualified Opinion**

The audit of the financial statements of the Vocational Training Authority of Sri Lanka for the year ended 31 December 2023 comprising the statement of financial position as at 31 December 2023 and the statement of financial performance, statement of changes in equity, cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, was carried out under my direction in pursuance of provisions in Article 154(1) of the Constitution of the Democratic Socialist Republic of Sri Lanka read in conjunction with provisions of the National Audit Act No. 19 of 2018 and Finance Act No. 38 of 1971. My report to Parliament in pursuance of provisions in Article 154 (6) of the Constitution will be tabled in due course.

In my opinion, except for the effects of the matters described in the basis for qualified opinion section of my report, the accompanying financial statements give a true and fair view of the financial position of the Authority for the year ended 31 December 2023 and of its financial performance and its cash flows for the year then ended in accordance with Sri Lanka Public Sector Accounting Standards.

**1.2 Basis for Qualified Opinion**

- According to the paragraph 21 of Sri Lanka Public Sector Accounting Standard 07, the repair and maintenance costs of vehicles amounted to Rs.1,501,393 which should have been recognized as an expense were capitalized to the vehicle account. As such, the surplus of the year under review and the balance of the vehicle account as of 31 December 2023 was overstated by that value.
- According to the paragraph 14 of Sri Lanka Public Sector Accounting Standard 7, action had not been taken to assess and account for the value of the lands used by the authority as training centers and the value of 28 buildings constructed on those lands.

- (c) According to the paragraph 47 of Sri Lanka Public Sector Accounting Standard 7, when the fair value of a revalued asset differs materially from its' carrying value, a further revaluation is necessary in every three or five years. But lands, buildings and vehicles valued for Rs.6,098,701,187 accounted for by the authority in the revaluation format were not revalued for a period of 5 to 15 years, as such, the fair value of those 03 asset classes was not represented.
- (d) It was revealed in the test check conducted regarding the course income received during the year under review that, the income of Rs. 6,952,728 received for the next year from 43 courses started in the year 2023 in 05 training centers was accounted as income of the year under review without being accounted as deferred income. As a result, the surplus of the year was overstated and deferred income was understated by that amount.
- (e) Due to the recruitment date of each employee was not taken in to account in the calculation of provision for employee gratuities, the balance of the provision for gratuity account as of 31 December 2023 was understated by Rs.26,046,767 and the accumulated fund was overstated by that value.
- (f) Due to the interest income related to the fixed deposit of Rs.48 million which was started on 25 May 2022 was not accounted on accrual basis, the interest income of the year under review by Rs.124,695, the accumulated surplus by Rs.4,923,568 and the interest income receivable by Rs.5,048,26 were understated.
- (g) The loss of Rs. 7,127,888 which occurred in the year 2023 related to the theft of goods in the training centers belonging to the authority had been agreed to pay by the security service providing company and that amount had been deducted from security service expenditure instead of being shown as receivable. As such, the surplus of the year and current assets were overstated and understated respectively.
- (h) Training equipment worth of Rs.65,170,697 and training materials worth of Rs.4,540,165 received from the Skill for Inclusive Growth (SFIG) project during the year under review and media equipment worth of Rs.1,777,500 received in the year 2022 for training centers in Ahangama and Kaduruwala had not been accounted for.
- (i) While only a sum of Rs.107,323,495 was received from the Ministry for the payment of allowances to the instructors in the year 2023, it was shown as Rs.117,168,560 in the financial statements. As such, income and expenditure of the year in the financial performance statement were overstated by Rs.9,845,065.
- (j) The amount of Rs.1,000,000 received from the Ministry of Skill Development and Vocational Education for the payment to a consulting company for the preparation of Corporate Plan of the years 2023-2027 and the expenditure was not disclosed in the financial statements due to the receipts and payments were made through the same account.

I conducted my audit in accordance with Sri Lanka Auditing Standards (SLAuSs). My responsibilities, under those standards, are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

### **1.3 Other information included in the Annual Report 2023 of the Authority**

The other information comprises the information included in the Authority's 2023 Annual Report but does not include in the financial statements and my auditor's report thereon, which I have obtained prior to the date of this auditor's report. Management is responsible for the other information.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance or conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If based on the work I have performed on the other information that I have obtained prior to the date of this auditor's report, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

### **1.4 Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Sri Lanka Public Sector Accounting Standards, and for such internal control as management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Authority's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Authority or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Authority's financial reporting process.

As per Section 16(1) of the National Audit Act No. 19 of 2018, the Authority is required to maintain proper books and records of all its income, expenditure, assets and liabilities, to enable annual and periodic financial statements to be prepared of the Authority.

## 1.5 Auditor's Responsibilities for the Audit of the Financial Statements

My objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Sri Lanka Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Sri Lanka Auditing Standards, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Authority's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Authority to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

## 2. Report on Other Legal and Regulatory Requirements

### 2.1 National Audit Act, No. 19 of 2018 includes specific provisions for following requirements.

- 2.1.1 Except for the effects of the matters described in the basis for qualified opinion section of my report, I have obtained all the information and explanation that required for the audit and as far as appears from my examination, proper accounting records have been kept by the Authority as per the requirement of section 12 (a) of the National Audit Act, No. 19 of 2018.
- 2.1.2 The financial statements presented is consistent with the preceding year as per the requirement of section 6 (1) (d) (iii) of the National Audit Act, No. 19 of 2018.
- 2.1.3 The financial statements presented includes all the recommendations made by me in the previous year as per the requirement of section 6 (1) (d) (iv) of the National Audit Act, No. 19 of 2018.

### 2.2 Based on the procedures performed and evidence obtained were limited to matters that are material, nothing has come to my attention to make the following statements;

- 2.2.1 To state that any member of the governing body of the Authority has any direct or indirect interest in any contract entered into by the Authority which are out of the normal cause of business as per the requirement of section 12 (d) of the National Audit Act, No. 19 of 2018.
- 2.2.2 To state that the Authority has not complied with any applicable written law, general and special directions issued by the governing body of the Authority as per the requirement of section 12 (f) of the National Audit Act, No. 19 of 2018.
- 2.2.3 To state that the Authority has not performed according to its powers, functions and duties as per the requirement of section 12 (g) of the National Audit Act, No. 19 of 2018.
- 2.2.4 To state that the resources of the Authority had not been procured and utilized economically, efficiently and effectively within the time frames and in compliance with the applicable laws as per the requirement of section 12 (h) of the National Audit Act, No. 19 of 2018 except for;

In the procurement process of obtaining of sanitation service for the year 2023, due to the contract had not been awarded in the prescribed date, a loss of Rs. 2,038,700 was incurred to the Authority as the second bidder who had submitted the second lowest price, which had been awarded the contract in the last 02 years was awarded the contract of the sanitation service..



### 2.3 Other Matters

- (a) Course fee of Rs.19,003,930 was collected from 16 courses which were not approved by the Board of Directors to charge fees for full-time courses during the year under review.
- (b) Although a sum of Rs. 19,053,095 was spent for the construction of workshop building of the Hambantota Mirijjawila National Vocational Training Center, the construction was suspended from 05 January 2015 due to the poor performance of the contractor. But necessary action had not been taken against the contractor and the construction work which had been stopped on the way had not been completed and to make the building in to usable condition even by the end of 2023.
- (c) The vehicle repair unit, which was maintained by the authority since 2011 with the aim of providing on the job training for the students studying vocational training courses and for the repair of vehicles owned by the authority was closed from 31 December 2018 without formal approval due to various reasons despite having contributed effectively to the performance of the institution. The equipment of this unit was stored in the mechanical sector without being used.
- (d) Although a two storied hostel building with 12 fully equipped rooms which can accommodate 52 apprentices of the Kuchchaveli Hotel School was constructed at a cost of Rs.140.21 million in the year 2017 without obtaining a feasibility study report before starting the construction, due to the inability to get a permanent water supply from that year until now, it was not possible to use it as hostels for apprentices.
- (e) The land of 02 roods and 33.5 perches located in Henakaduwa Welewatta, Hambantota District which was procured at a cost of Rs.5,823,000 in 2010 and the land of 01 acres at Panadura Modaravila, which was acquired on a long term lease basis in 2017 at a cost of Rs.34,030,346 for vocational training remained without effective use even by the year 2023.
- (f) The amount of Rs. 38,998,981 given to the Authority by the Ministry and other institutions for various tasks from 2019 to 2022 had been kept idle in a bank current account without being used for the relevant tasks even by the date of this report.
- (g) A company registered under Companies Act No. 07 of 2007 under the name of VTA Holdings Ltd with the full (100 percent) share ownership of the Sri Lanka Vocational Training Authority from the Authority's fund on 18 December 2013 without Cabinet approval and the documents required to liquidate the company had been handed over to the Department of the Registrar of Companies on 20 June 2022. Although the Secretary of the Ministry had given instructions to prepare a report on the company's bank accounts and operations, the report was not prepared even by 20 July 2023.
- (h) The balance of the receivable course fee account due to the authority as on 31 December 2023 was Rs.39,205,296 and out of that an amount of Rs.7,628,756 was



outstanding for a period of 01 year to 04 years and the authority was unable to collect that balance.

- (i) The Authority was unable to complete 12 tasks included in the Physical Action Plan of the year 2023 during the year under review and the physical progress in the completion of 03 tasks was between 3 percent to 38 percent.
- (j) According to the progress of the action plan of the Vocational Training Authority in the year 2023, the number of new and existing courses accredited and the number of training centers whose registration was updated during the year under review were 67, 281 and 91 respectively, but according to the information of the Tertiary and Education Commission, that information was 136,354 and 103 respectively, so there was a discrepancy in the relevant information.

**W.P.C. Wickramaratne**

Auditor General

**Auditor General,****Reply Report for the Report of the Auditor General on the Financial Statements and Other Legal and Regulatory Requirements of the Sri Lanka Vocational Training Authority for the year ended 31st December 2023 in terms of the Section 12 of the National Audit Act, No. 19 of 2018****1.2**

- (a) If the repairs and maintenance had not been carried out for these vehicles, they were in the less capacity running condition prevailed for a short period of time. Therefore, VTASL repaired these vehicles adhering to the Provisions of the Circular No 30 /2016 as internal repairs under VTASL. Under these circumstances these vehicles are already been renewed and are also be in efficient and productive level for running purpose. Therefore, the expenditure incurred for the said purpose has been capitalized.

Actions will be taken to include this expenditure under the Heading of Recurrent Expenditure since the year 2024.

- (b.) In terms of 7 (49) of the Sri Lanka State Accounting Standards, the total classifications for assets should be adjusted to the Accounts after revaluations. The value of the 24 land lots out of the total amount of 28 Land lots which are under the possess of VTASL have been valued as at 30.04.2024. Accordingly, the required information and the reminders have been sent to the Department of Valuation and subsequent to the receiving of relevant reports on valuation values, those will be entered under the Accounts.

The required information to the Department of Valuation will be sent in future and the necessary reminders in this regard will also be sent in required occasions.

- (c.) The motor vehicles relevant to these three assets classifications have been revaluated and accounted in the year 2018. Revaluation has already been implemented up to now and the actions will be taken to include under accounts subsequently. Out of the 28 land lots 24 land lots have been valued and after receiving the reports from the Department of Valuation for remained 04 land lots actions will be taken to include them in Accounts. Moreover, the Department of Valuation will not be valued the buildings constructed in lands which are not transferred to the Vocational Training Authority and the actions will be taken to account those buildings subsequent to a proper systematic valuation process in future.
- (d.) District Vocational Training Centers and the National Vocational Training Centers were informed to account the courses fees according to relevant period in future. The process will be implemented as such ahead.
- (e.) These employees have been recruited on contract basis. However, this issue has been arisen since their dates of confirmation have been mentioned as the dates of appointment. Actions will be taken to rectify this.
- f) Actions will be taken to include the Fixed Deposit interest income in the Accounts on Accumulated basis.

- (g.) Actions will be taken to include such losses in Accounts ahead.
- (h.) The total amount mentioned here does not mean the expenses allocated for the Fixed assets. The expenditure incurred for the buildings also been added in this. Actions will be taken to include the expenditure under correct Heading in the Accounts of year 2024 by identifying the nature.
- (i.) The total provisions received for the allowances of instructors during the year 2023 were Rs. 107,323,495.00. The amount received for the 31st December 2022 of Rs. 9,845,065.00 was include as a receivable of the year 2022 and in due case the said difference has been occurred by mistake. The provisions received from the Nipunatha Sisu Saviya Bursary Scheme, Ministry and SFIG Program were as 158,066,003 and 1724,690 and 6,944,593 respectively and the amount incurred during the year 2023 only has been accounted under Expenditure Heading. Balanced amount indicated under the Heading of payables.
- (j.) The Committee on Public Enterprises (COPE) of the Parliament has given the instructions to prepare this Corporate Plan within a period of 03 months. This challengeable task could not be achieved only with the support of Planning, Researches and Development Division. Therefore, action has been taken to select a team of officers out of the overall staff. In this context, the assistance of an external party comprising with experiences was required to guide this team of officials within a short period of time. It is essential to prepare this Corporate Plan in more practical way through the external party which is completed with innovative ideas, multi proposals and join together with various Institutions. Therefore, the Corporate Plan was prepared through obtaining the knowledge, attitudes and skills of the officers in optimum level.

The amount of Rs. 1 Mn incurred to prepare this Corporate Plan was received from the Ministry and aforesaid amount was paid to the Institution which provides consultancies. However, when accounting, the receivables and the payables were noted in a one account by mistake.

## 2.3

- (a.) Actions have been taken to account all the income received through all the relevant courses. In addition to that, actions will be taken to accurate shortages and changes occurred due to administrative reasons.
- (b.) As per the request made to the National Building Research Organization (NBRO) to provide a report on the quality of this building by testing the structural stability, a report has been given on the basis of initial testing and further mentioning the tests to be carried out to do for examine the structural parts of the building. Accordingly, necessary actions are already being taken to do those tests. Subsequent to the tests and its recommendations, actions will be taken to steady the structure of the building and consider for the future utilization.
- (c.) This vehicles maintenance unit contributed the service to the Authority with effective and productive operational manner. However, the administration and monitoring activities of this Unit could not be achieved due to unavailability of suitable personnel of the staff to involve in that. Therefore, the Unit was temporarily closed as it will guide for financial and administrative issues since there is no proper process for it.

- (d.) The Hotel School in Kuchchaweli was begun without permanent water supply for it. However, it was agreed to provide required water supply through bowsers till a permanent water supply will be received via Water Supply and Water Drainage Board and the work of the School was commenced. Even though, this Hotel School was commenced taking into the consideration of the requirements for the trainings of the youth apprentices in the area, subsequent to the conclusion of war situation prevailed in Northern and Eastern parts of the country, it was not able to recruit and retain a qualified instructor for this. Therefore, this situation was arisen.

- (e.) Hambanthota – Henakaduwa

This land has been utilized effectively for the extra-curricular activities and daily practices of apprentices of the vocational training center which located attached to this land.

Since the operational activities of the Skills Sector Development Program has already been concluded, actions will be taken to build a new building based on future provisions through carrying out a feasibility study, aiming the Industry Zone which is to be planned to commenced in the District of Hambanthota.

## **Panadura - Modarawila**

The financial provisions were allocated through the Skills Sector Development Program to construct a new training center in Panadura – Modarawila with preparing relevant plans and its procurement process also been concluded as at 2020. However, due to Covid – 19 Epidemic the work was delayed and the contract was not offered since it was unable to complete the remained work within the due period. Even though, the VTASL requested financial provisions under Capital Expenditure in year 2021, the provisions have not been granted.

- (f.) Rs. 27 Mn. out of Rs. 38.9 mentioned here is the balance amount that has been allocated for purchasing training equipment for the Automobile course under “13 years Continuous Education Program”. Due to Covid -19 epidemic, the limitation imposed for import export goods and the interruptions caused for purchasing these training equipment, the said sum of money was secured. However, it has been issued Orders for Goods relevant to this Rs. 27 Mn. up to now and payments can be done after purchasing these goods in future. Except the Rs.27 Mn. the balance amount has received from Projects of previous years and the grants of Ministry. Those will be incurred for relevant purposes in this year.
- (g.) On the decision of the 261st meeting of the Board of Directors dated 29.02.2024. the approval of the Board of Directors have been granted to inform the S&A Consultants PVT Ltd which accomplished the accounts work to terminate the VTA Holdings Company PVT Limited. Furthermore, informed that if it not been received any answer from the respective Institution, the termination could be carried out through following Procurement Process. Accordingly, actions have been taken to send a request letter via Chairman of the VTA to S&A Consultants PVT Ltd to terminate VTA Holdings Company PVT Limited.
- (h.) Out of the course fees receivables, the fees which are more than 1 year older are the course fees which have to be recovered from the apprentices who followed the courses under “13 Year Continuous Education Program” and the Ministry of Education has given the approval to give the said amount. Most of the courses fees which are remained have already been recovered.

- (i.) The details in this regard have been submitted through the Annexure 01.
- (j.) As per the data of the official website of the Tertiary & Vocational Education Commission (TVEC) (Dash Board) up to the date 14.06.2024, the number of Institutions that,

Registration Expired - 22

Registration Valid - 193

Renewable Apps to be attended - 15

Future data will be provided as per the official website of the Tertiary & Vocational Education Commission (TVEC).

**Major General Priyantha Weerasinghe (Retired) VSP, USP, ATO, MISMM,**

Director General

Sri Lanka