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திறன் அபிவிருத்தி, தொழிற்சார் கல்வி, ஆராய்ச்சி மற்றும் புதிய கண்டுபிடிப்புக்கள் இராஜாங்க அமைச்சு  
State Ministry of Skill Development Vocational Education Research and Innovation

# 2022

වාර්ෂික වාර්තාව  
வருடாந்த அறிக்கை  
Annual Report



ශ්‍රී ලංකා වෘත්තීය පුහුණු අධිකාරිය  
இலங்கை தொழிற்பயிற்சி அதிகாரசபை  
Vocational Training Authority of Sri Lanka







**Institution**

**Vocational Training Authority of Sri Lanka**

**Ministry**

**Ministry of Education  
Skills Development, Vocational Education,  
Research & Innovation Division**

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**Auditors**

**Auditor General,  
Department of Auditor General**

**Bankers**

**Peoples Bank**



# CONTENTS

Vision & Mission	03
Functions	04
Acknowledgement	05
Introduction and Structure	06
Board of Directors	07
Operational Achievements	08 - 09
Special events achieved by the VTASL	10 - 11
Report of the Board of Directors	12
Achievements of the year 2022	12 - 13
Programmes and the targets for the year 2023	14 - 15
Higher and Senior Management Staff	16 - 18
Composition of the Staff	19 - 22
Provision of vocational training to the youth through implementation of vocational training programs	23 - 26
Distribution of training centers	27 - 29
Conduct Vocational Trade Tests and Assessments	30
Career Guidance and Counseling	31
Job Placement	32 - 34
Programs conducted jointly with public and private institutions	35
Holding the Entrepreneurship development programs	36
Challenges	36
Performance of the Audit & Management Committees	37 - 39
Report of the Financial Statement	40 - 75
Report of the Auditor General	76 - 83
Observation Report for the Report of the Auditor General	84 - 89

# VISION

To be the most dynamic and innovative vocational training provider in Sri Lanka catering to the global employment market



# MISSION

To facilitate the fulfilment of the international skilled employment demand by developing competencies in individuals through methods and technologies in vocational training and education.

We realize this mission by setting the highest standards in our services and facilities and focusing on global employability trends.



# 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

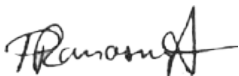
Hon. Minister Dr. Susil Premajayantha,  
Minister of Education,  
Ministry of Education,  
Isurupaya,  
Battaramulla.

Hon. Minister,

**Annual Report - 2022**  
**Vocational Training Authority of Sri Lanka (VTASL)**

I submit the Annual Report of the Vocational Training Authority of Sri Lanka for the year 2022, 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,



**Air Vice Marshal Prasanna Ranasinghe (Retired)**

Chairman / Chief Executive Officer

Vocational Training Authority of Sri Lanka

## INTRODUCTION & STRUCTURE

The Vocational Training Authority of Sri Lanka was established under the Vocational Training Authority of Sri Lanka Act No 12 of 1995.

The Board of Governors of Vocational Authority of Sri Lanka is compiled with the Chairman, Vice Chairman including 12 members appointed as per the Section 5 of the Vocational Training Authority of Sri Lanka Act No 12 of 1995.



## Board of Directors (Since 01.01.2022 to 05.10.2022)

- **Mr. Eranga Basnayaka**  
Chairman  
Vocational Training Authority of Sri Lanka
- **Mr. Mahesh Ariyaratne**  
Vice Chairman  
Vocational Training Authority of Sri Lanka
- **Mr. Tharanga Nalin Gamlath**  
Chairman  
National Apprentice & Industrial Training Authority
- **Mr. B.K. Prabath Chandrakeerthi**  
Commissioner General (Labor)  
Department of Labor
- **Mr. T.M.J. Bandara**  
Director  
Ministry of Finance, Economic Affairs & Policy Development
- **Mr. Piyadasa H. Marambage**  
Chairman  
Green Engineering & Technology Company
- **Mr. Saman D. Waduge**  
Additional Secretary  
Ministry of Sports & Youth Affairs
- **Vindika Priyaratne**  
Director  
Ministry of Technical Development, Industrial & Logistic Management
- **Mrs. Badra Vithanage**  
Director  
Ministry of Education
- **Dr. Maneesha Bartha Kodithuwakku**  
Director Legal Nest Private Company  
Visiting Lecturer – University of Moratuwa  
University of Sri Jayawardhanapura  
SLIDA and SLIT
- **Mr. Sajeewa Suraweera**  
General Manager (Human Resources)  
Mc. Learners Holdings Company
- **Dr. K.A.H.D.K. Kollure**





## Operational Functions

### 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 1,238 are being providing contribution directly to distribute training under this Division. (Including District centers)

### 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 604 members of the staff are attached to this Division.

### 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.

### Career Guidance and Promotion Division

The Career Guidance and Counselling 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.

### **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.

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.

### **Accounts Division**

## SPECIAL EVENTS ACHIEVED BY THE VTASL

Year	SPECIAL EVENTS
1995	<ul style="list-style-type: none"> <li>■ Establishment of Sri Lanka Vocational Training Authority</li> </ul>
2000	<ul style="list-style-type: none"> <li>■ Transformed Niyagama as a National Vocational Training center.</li> <li>■ Set up Job Placement Division to train the youth.</li> <li>■ Train the officers of the Vocational Training Authority as Career Guidance officers based on GLZ funds.</li> </ul>
2005	<ul style="list-style-type: none"> <li>■ Authority launched special projects during Tsunami catastrophe to provide mobile sanitary facilities for the victims.</li> <li>■ Commence entrepreneurship development programs with the support of CEFE, SDE, ILO and CCF.</li> </ul>
2010	<ul style="list-style-type: none"> <li>■ Open a new aspect for the disabled youth by commencing 03 courses for them in National Vocational Training center – Narahenpita, with aiming to direct disabled youth to vocational training.</li> <li>■ Commence the National Vocational Training Institute – Niyagama with the aid of Korea.</li> </ul>
2015	<ul style="list-style-type: none"> <li>■ Commence the certificates awarding ceremonies for diploma holders. (2017)</li> <li>■ Commence the National Vocational Training Institute – Orugodawaththa under the grants of the government of Korea. (2018)</li> <li>■ Won the “Best Social Impact Stall” award presented by the Career Guidance Division which represented the Authority at EDEX job market Exhibition, which was held in BMICH hall.</li> <li>■ Renovate 12 training centers under Skills Sector Development Program. (SSDP)</li> </ul>
2020	<ul style="list-style-type: none"> <li>■ Commence Digital Television channel (Skills TV – You Tube) and introduce Mobile Apps with the new web site of the VTASL.</li> <li>■ Establish Smart Class rooms in National Vocational Training Center – Narahenpita as a pilot project program.</li> <li>■ Transfer the Hotel – School – Ahangama to the Authority.</li> </ul>



**Establishment of Vocational Authority of Sri Lanka in 1995**



**National Vocational Training Institute – Niyagama which established under Korean Funds**



**National Vocational Training Institute Orugodawaththa established under Korean funds - 2018**



**Transfer the Hotel school Ahangama to VTASL**



**Perform studies using smart Class Rooms**



**Award certificates to Diploma Holders**

## Engage in social hospitality services



**Provide aid to Tsunami victims**



**Provide beds required for Covid -19 patients**

## **REPORT OF THE BOARD OF DIRECTORS**

The Vocational Training Authority of Sri Lanka was established on 1<sup>st</sup> August 1995, under the Vocational Training Authority of Sri Lanka Act No 12 of 1995. The Authority implements a network of 212 vocational training centers consisted of 08 National Vocational Training Institutions, 22 District Vocational Training Centers, 179 Regional Vocational Training Centers and 03 registered Prisons & Rehabilitation Centers in the year 2022 and conducted 1,583 full time & 368 part time vocational training programs for 34,999 youth.

### **Achievements of the year 2022**

1. Intake 34,999 trainees as 27,688 for full time courses and 7,311 for part time courses in 212 island wide training centers during the year 2022. It is 83% in total intake and it was unable to commence 120 courses due to inability to recruit instructors.
2. Issue total 23,096 certificates as 17,734 in National Vocational Qualifications certificates (NVQ), 2,356 as Non – NVQ certificates, 3,006 certificates as Recognition of Prior Learning (RPL).
3. Aware 88,140 individuals as school students, school leavers, parents and teachers by conducting 1,779 Career Guidance programs in the year 2022.
4. As the 3rd session, award diploma certificates for the diploma holders in NVQ level 05 and 06 at BMICH conference hall.
5. Implement Interim budget proposals.
  - Train 612 persons through 37 short term training programs in 21 districts under the special training program to ensure the job security of the communities in micro scale self – employments / livelihood occupations.
  - Award 619 certificates under Recognition of Prior Learning (RPL) system.
6. Enter to the agreements with public and private Institutions aiming to enhance the quality of the vocational training courses and to adopt new technology.
  - Commence 06 courses for teaching Japanese language and 06 courses for Elder Care and train 525 trainees and 170 trainees respectively for those courses. In addition to that, award certificates for 653 trainees in 27 courses, under Recognition of Prior Learning (RPL) system.
  - Provide contribution as follow to develop the cookery courses as professional cookery courses under Skills for Inclusive Growth (S4IG) Program.
    - Develop the practical working areas reserved for cookery in Kaduruwela and Ahangama
    - Train 40 instructors related to cookery
    - Provide English language training utilized in the cookery sector, to the trainees through 21 English instructors
    - Sponsored for 04 cookery courses which are conducting in the Kaduruwela, Ahangama and Kuchchaweli training centers.
    - Direct 20 apprentices for the Supreme Chef Program. Out of them 12 were qualified for the final session of the competition and VTASL has won the 1st and 4th places. Six female trainees in cookery course were placed in the employments in Hotel Cinnamon Grand.
  - Develop knowledge and skills through on - the - job training to transform the trainees in welding sector as skilled technocrats together with TANTRI Institution. There were 22 trainees have been benefitted through this effort.



- Provide assistance to give employment opportunities for the Sri Lankan youth in apparel sector in Geordan jointly with National Youth Corp. There were 78 trainees have been benefitted through this effort.
  - Develop knowledge and skills through on - the - job training to transform the trainees in carpentry sector as skilled technocrats together with Lima Creations PVT. There were 20 trainees have been benefitted through this effort.
  - Link the RPL system to award certificates for the employees in Gamma Pizzakraft Private Company.
  - Improve knowledge and skills through on - the - job training to transform the trainees in electrician sector as skilled technocrats together with Synex International Private Company. There were 35 trainees have been benefitted through this effort.
  - Develop knowledge and skills to produce skilled technocrats in Printing Package Sector jointly with Printcare Universal Private Limited and 24 trainees were benefitted through this.
  - Introduce Recognition of Prior Learning (RPL) assessing method for the employees in Cinnamon Industry and Hotel sector and carried out 07 RPL assessments together with Cinnamon Hotels Private Limited.
  - Sign agreements to provide skills on Japanese language and its culture in order to place trainees in VT centers in employments, with the support of Rainbow Lanka Training Institute.
  - Obtain vocational training for the trainers in Automobile sector with assistance of Sterling Automobile Lanka PVT Ltd. There are 30 instructors have been trained under this program.
  - The Screen-Printing Machine Operators were transformed as skilled professionals in Printing & Package Sector through upgrading their knowledge and competencies together with the support of R – Pac Printcare Lanka (private) Ltd. There are 15 trainees have been benefitted through this program.
  - Commence 03 new courses to generate employments for the vulnerable groups in the districts of Trincomalee, Hambantota and Monaragala with the assistance of “Child Fund Institution” and already 16 persons have been trained under this program.
  - Sign agreements with Swiss Hotel Management Academy (PVT) Ltd. in order to facilitate practical training for the VTA students and further trainings for the teachers.
7. Introduce software to efficient functioning of the training.
    - Develop and implement systems to supervise the progress of distributing training material for the courses from the Head Office of the Authority.
  8. Made and donate 500 beds for the hospitals during Covid – 19 epidemic by referring the trainees to on- the- job -training.
  9. Under the Program of Digital Systems Promotion, VTASL produces 157 Video clips for 11 National Vocational Qualifications (NVQ) courses through V- TV – You Tube and aware 5,950 parents, school children and teachers on vocational training through 78 programs.
  10. Provide 15 computers to increase the quality of the training of technicians in newly introduced 15 courses related to Apparel Designing Technology under the hospitality program of the Commercial bank.
  11. Provide assistance to obtain NVQ level 3 for the 35 identified apprentices in Motor Mechanic sector under Peoples Leasing Company Ltd. on which they implemented as a social hospitality program.

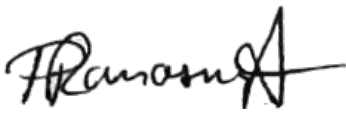
## **PROGRAMMES & TARGETS FOR THE YEAR 2023**

Confront the Economic crisis impacted, the year 2023 is a challengeable year to the VTASL as a semi government organization. Therefore, the Authority is planning to expedite the training opportunities to create a work force which is compatible to the existing economic drawback and giving specific aim to the foreign employment opportunities.

1. In view of generating skilled youth generation to the national work force under 18 vocational training sectors VTASL conduct 2,962 island wide Career Guidance program and train 42,735 apprentices as 33,990 for full time courses and 8,745 for part time courses. Additionally, it has planned to launch short term training programs cater to the demand of the youth.
2. Course fees will be charged for 49 courses in 67 selected training centers since the year 2023.
3. Following a formal assessment method, assessments were conducted for 25,000 NVQ certificates and 1,650 non – NVQ certificates as well as 4,000 certificates for Recognition of Prior Learning (RPL) system.
4. Conduct 50 entrepreneurship development training programs.
5. Conduct 44 programs to improve the craft level talents under Public and Private sector Partnership. (PPP)
6. Conduct job markets and registered industries and provide 9,175 job opportunities for the trained trainees, as 8,075 for local employments and 1,100 as self – employments
7. Planned to place the trainees in employments successfully through providing quality vocational training by visiting 230 industries and conducting 20 job markets.
8. Actions were taken to launch career bus programs for mobile career guidance jointly with YOULEAD program to plan the future path of the school students and school leavers.
9. Planned to commence 10 Open days for the school students with aiming to provide recognition on training environment and training courses.
10. Planned to held a certificate awarding ceremony in district level for NVQ levels 3 / 4 certificates holders and in national level 5 for diploma holders.
11. Video uploading process has been implemented through VTA YouTube channel to cover 70 courses in NVQ subject streams in order to easy the study affairs via internet facilities.
12. Create 10 Success stories based on employees who obtained training under went for overseas employments and entrepreneurs.
13. Update and implement the subject syllabuses of ICT level v courses.
14. Conduct 13 workshops for industry owners in order to aware the trainees in new trends in vocational training sector and new trends in industry sector.
15. In view develop the staff, conduct 12 Training Programs for non – academic staff, with the help of 940 of the Academic staff.

16. Private and Public Institutions to be entered to the Agreements in the year 2023 under the Private and Public Partnership Program.

- » Sri Lanka Foreign Employment Bureau
- » Gem & Jewellery Research & Training Institute
- » Gama Pizza Craft Pvt Ltd. And Seva Lanka Foundation
- » Swiss Tech Aluminium
- » Lia Beach - Wadduwa
- » Dil Films International Private Company
- » Aditya Ayurvedha Pvt Ltd.



**Air Vice Marshal Prasanna Ranasinghe (Retired)**

Chairman / Chief Executive Officer

Vocational Training Authority of Sri Lanka

## **UPPER & SENIOR MANAGEMENT STAFF**

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### **Chairman**

1. Mr. A.T.Upali Keppetipola - Since 06.10.2022 up to now
2. Mr. Eranga Basnayake - 08.04.2021 to 05.10.2022

### **Vice Chairman**

1. Ms. Ruvini Dharamasiri - Since 06.10.2022 up to now
2. Mr. Mahesh Ariyaratne - 10.05.2021 to 05.10.2022

### **Director General**

Mrs. H. Chulangani Perera

### **Directors**

1. Mr. P.V.P. Niroshana Perera (Human Resources & Administration)  
(Since 03.03.2022 up to 31.12.2022)
2. Mr. U.K. Nanda (Examinations & Evaluations) – Retired since 31.12.2022
3. Mrs. S.M. Edirisinghe (Training)
4. Mrs. G.H.P. Damayanthi (Planning, Research & Development)  
Since 23.05.2022 – Perform duty basis)
5. Mr. J.A.D.S. Nishamani (Finance) (Since 19.12.2019 – Acting basis)
6. Mr. C.J. Vidhanapathirana Career Guidance, Job Placement and Promotions  
Since 29.09.2021 – Acting basis
7. Mr. M. A. Najeed Ahamad (Planning, Research & Development)  
Since 21.05.2020 to 22.05.2022 (Secondary basis)
8. Mr. W.A. Ranaweera (Human Resources & Administration)  
Retired from the service since 02.03.2022

### **Chief Internal Auditor**

1. Mrs. J.M.G. Siriwardhana (Acting basis) - Since 02.03.2022 up to now
2. Mr. L.N.G.S. Kumara (To perform the duties) - Since 17.11.2021 to 01.03.2022

**Deputy Directors**

1. Mr. E.A.D.S. Senarathne
2. Mr. H.W. Rohan Priyantha
3. Mr. W.G. Wijerathne (Retired from 05.10.2022)
4. Mr. A.M.T.S. Atigala
5. Mr. V. Kanagasundaram
6. Mr. T. Vinodharaja
7. Mr. P.N. Abeysinghe
8. Mr. D.A.S. Athukorala
9. Mr. R.M.R. Rathnayake (Resigned from the 30.09.2022)
10. Mr. B.H.A. Nelson
11. Mr. H.A.P. Gunawardana
12. Mr. M.G.G. Saman
13. Mr. R. Sunil
14. Mrs. N.M.V.K. Herath (Resigned from the 25.10.2022)
15. Mr. M.K.B. Jayathilaka
16. Mr. V.G. Nimalsiri
17. Mr. S. Maddegoda
18. Mr. M.B. Naleem
19. Mrs. R. Pathirage
20. Mr. A.A. Jabeer
21. Mr. G.L.A. Peris (Retired from 30.09.2022)
22. Mr. K.D.N. De Silva
23. Mrs. P.J. Jayawardhana
24. Mrs. W.M.A.S.L. Wijenayaka



**Assistant Directors**

1. Mr. Radha Krishnan Madhurathan
2. Mr. K. Niranjana
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. H.T.D.R.S. Wijesinghe
15. Mr. Thilina Ranasinghe
16. Mrs. G.D. Shayamali
17. Mr. C.D. Samaranyaka
18. Mrs. C.U.M. Kodithuwakku
19. Mr. Sunil Abeysinghe
20. Mr. G.K.D.C. Kumara
21. Mr. S.M.J. Suwendra
22. Mrs. S.M.M.K. Siyamudhali
23. Mrs. N.K. Ambagahawaththa
24. Mrs. D.C.O. Vithana
25. Mr. A.D.S. Samarasinghe
26. Mr.A.P. Jagath Nishantha
27. Mr. L.P.K.W. Weliawaththa
28. Mr. D.M. Yahampath
29. Mr. K.P.D.P. Sirisena
30. Mr. N.A.A.D. Nagahawaththa
31. Mr. M.M.N.B.Madurasinghe
32. Mrs. N.D.D. Edirisinghe
33. Mrs. M.T. Daluwaththa
34. Mr. K.S.G.S. Gunasekara
35. Mrs. D.A.M. Amarasinghe
36. Mr. T.M.A. Tennakoon
37. Mrs. I.U.Wickckramanayaka
38. Mr. K.D.P. Kumara
39. Mr. H.A.D.R. Jayarathne
40. Mr. H.W.R.S. Jayawardhana
41. Mrs. A.K. Jayawardhana
42. Mr. N.G.D.I. Gunarathne
43. Mr. K.W.Ranjith Lal
44. Mr. S.M.S.B. Samarakoon
45. Mr. S.A.A.S. Atukorala
46. Mr. K.G. Bathitay Amaranatha
47. Mr. J.M.N. Dissanayake
48. Mrs. B.G.D.K. Kariyawasam
49. Mr. R.K. Sogeesman
50. Mr. D.N. Ranaweera
51. Mrs. K. Abhishadana

**Legal Officer**

52. Mrs. D.A.S. Aloba 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 1,843 employees as at 31.12.2022 and the approved cadre for the year 2022 is 2,656.

	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	0	HM 2 - 1
02.	Director	6	2	4	HM1-1
03.	Chief Internal Auditor	1	0	1	
04.	Manager	1	0	1	MM 1-3
05.	Deputy /Assistant Director	85	71	14	MM 1-1
06.	Assistant Director - Procurement	1	1	0	
07.	Assistant Director – Academic	3	0	3	
08.	Assistant Director – Mechanic	1	0	1	
09.	Assistant Registrar	1	0	1	
10.	Legal Officer	1	1	0	
11.	Internal Auditor	1	0	1	
12.	Engineer	1	0	1	
13.	Administrative Officer	3	2	1	JM 1-1
14.	Testing & Evaluation Officer	13	7	6	
15.	Investigation Officer	1	1	0	
16.	Transport Officer	1	0	1	
17.	Supplies Officer	1	1	0	
18.	Printing Officer	1	0	1	
19.	Internal Auditor	3	3	0	
20.	System Analyst	1	0	1	
21.	Welfare Officer	1	1	0	
22.	Finance Officer	33	29	5	
23.	Senior Program Officer	10	9	1	

24.	Training Officer	98	50	48	
25.	Research Officer	2	1	1	
26.	Planning Officer	2	1	1	
27.	Personal Assistant to Chairman	1	0	1	
28.	Personal Assistant*	7	5	0	
29.	Translator (Sinhala / English)	1	0	1	MA 5-2
30.	Translator (Sinhala / Tamil)	3	0	3	
31.	Senior Instructor	201	116	85	MA 4
32.	Program Officer	70	59	11	
33.	Audit Assistant*	3	0	0	
34.	Assistant Librarian	1	0	1	MA 3
35.	Project Assistant*	34	7	0	
36.	Technical Assistant	3	1	2	MA 2-2
37.	Instructor	1,529	1,072	457	
38.	Sports Instructor	31	0	31	
39.	Planning Officer	1	0	1	
40.	Quantity Surveyor	2	0	2	
41.	Technical Officer (Civil)	5	0	5	
42.	Management Assistant	196	186	10	MA 1-2
43.	Assistant Instructor (LRUC)*	38	30	0	
44.	Compositor (Printing)	3	1	2	
45.	Hostel Keeper	2	0	2	
46.	Supervisor (Printing)	1	0	1	
47.	Supervisor (Building)	1	0	1	
48.	Driver	67	56	11	PL - 3
49.	Store Keeper*	2	2	0	PL 2
50.	Printing Assistant	3	2	1	
51.	Book Binder (Printing)	2	1	1	
52.	Machine Operator (Printing)	2	2	0	

53.	Office Assistant	8	5	3	PL - 1
54.	Watchers*	65	35	0	
55.	Labourers	101	83	18	
	<b>Total</b>	<b>2,656</b>	<b>1,843</b>	<b>743</b>	

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

### OPERATIONAL STAFF - 2022

	Designation	Approved staff	Staff as at the end of the year	Vacancies / Surplus at the end of the year
01.	HM 2-1 Senior Manager HM 1 -1 Senior Manager HM 1-3 Manager	08	03	05
02.	HM – 1-1 Manager	94	73	21
03.	JM 1-1 Junior Manager	178	109 (*05)	67
04.	MA 5 -2 Enforcing /Implementing Extension Officers	04	0	04
05.	MA 4 Operational / counselling Service	274	175 (*0)	96
06.	MA 3 Associated Officers	35	07(*07)	01
07.	MA 2 -2 Management Assistant - Technical	1571	1073	498
08.	MA 1-2 Management Assistant Non - Technical	241	217(*30)	16
09.	PL 3 Primary Skilled	67	56	11
10.	PL 2 Semi Primary Skilled	09	07 (*02)	02
11.	PL 1 Non – Primary Skilled	174	123 (*35)	21
	<b>Total</b>	<b>2,656</b>	<b>1,843</b>	<b>743</b>

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

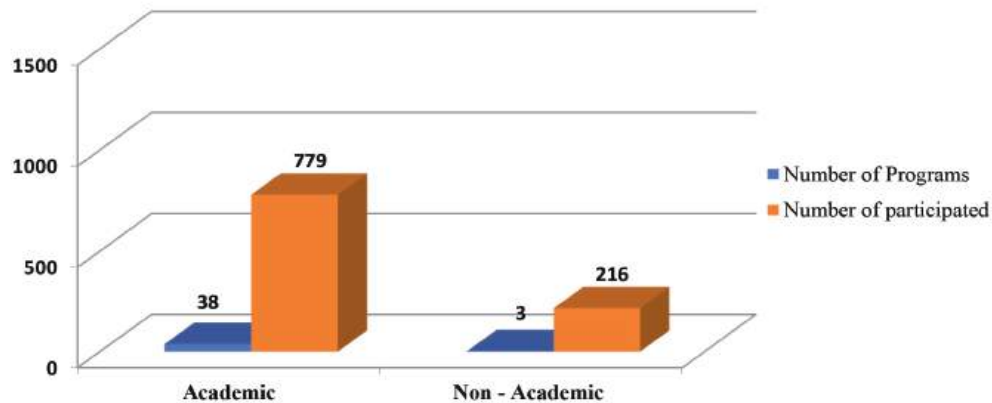
## IMPROVE THE KNOWLEDGE, ATTITUTDES & THE SKILLS OF THE STAFF

Vocational Training Authority of Sri Lanka develops the knowledge, skills and attitudes of the staff annually and in view of that Rs 12 MN has allocated for the Academic and non – academic staff development, in the year 2022.

In the year 2022, it was able to participate the staff in relevant programs under following categorization.

	Number of Programmes	Number participated
Academic	38	*779
Non – Academic	3	216

**\*One instructor has participated in number of programs as per the nature of the program.**





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

34,999 of apprentices have been trained in the Institutional training through island wide training programmes comprising of 1,583 trainees for full time courses and 368 trainees for part time courses in the year 2022. There are 22,003 trainees have been completed the Institutional training as at 31.12.2022 and 9,688 apprentices are to be completed the courses in the year 2023.

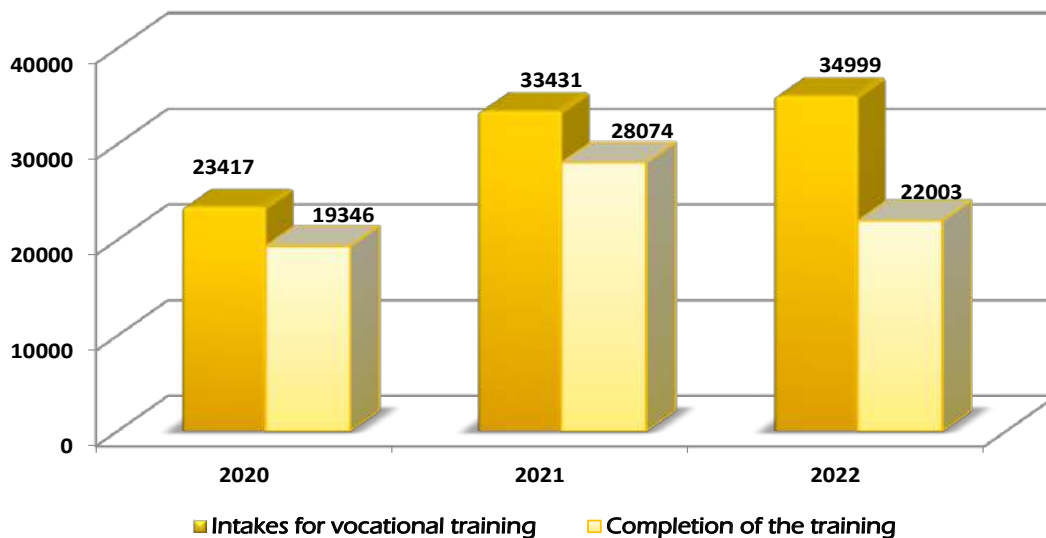
### **Intakes for vocational training / completion of the training**

Year	2020	2021	2022
Number intakes for training	23,417	33,431	34,999
Number completed training	19,346	28,074	22,003

Number of apprentices who are scheduled to be completed their trainings in the year 2022,

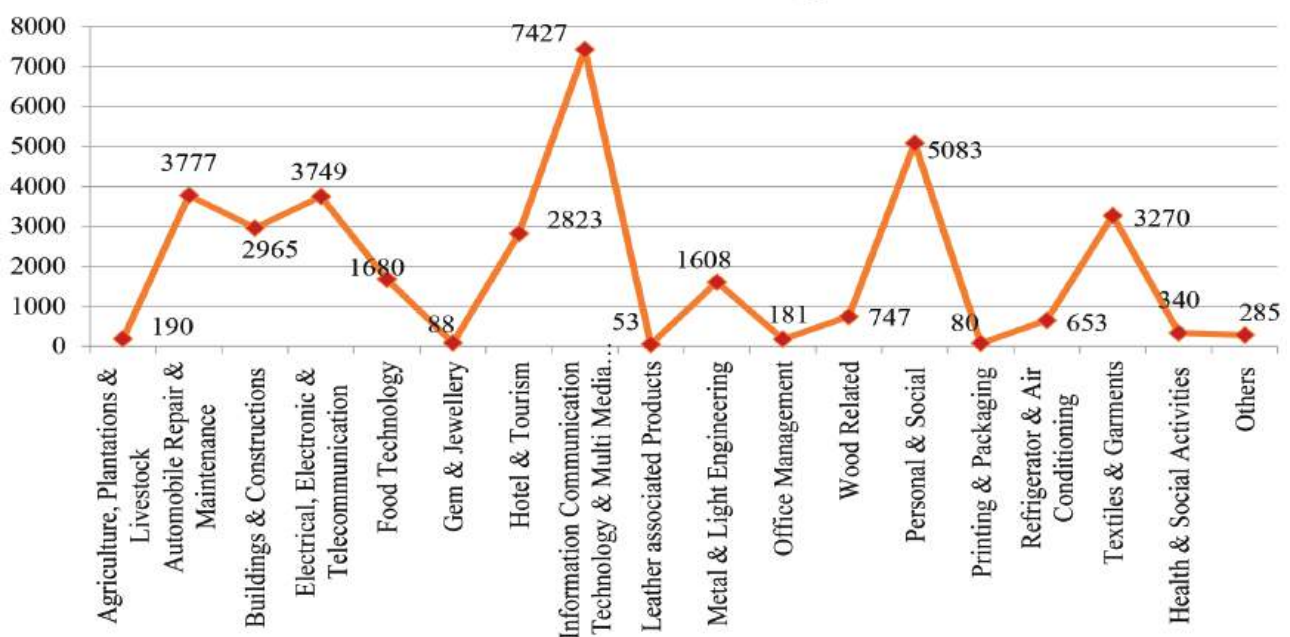
Full time courses	- 5076	} 9688
Part time courses	- 4612	

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



**INTAKE APPRENTICES AS PER TRAINING COURSES SECTORS – 2022**

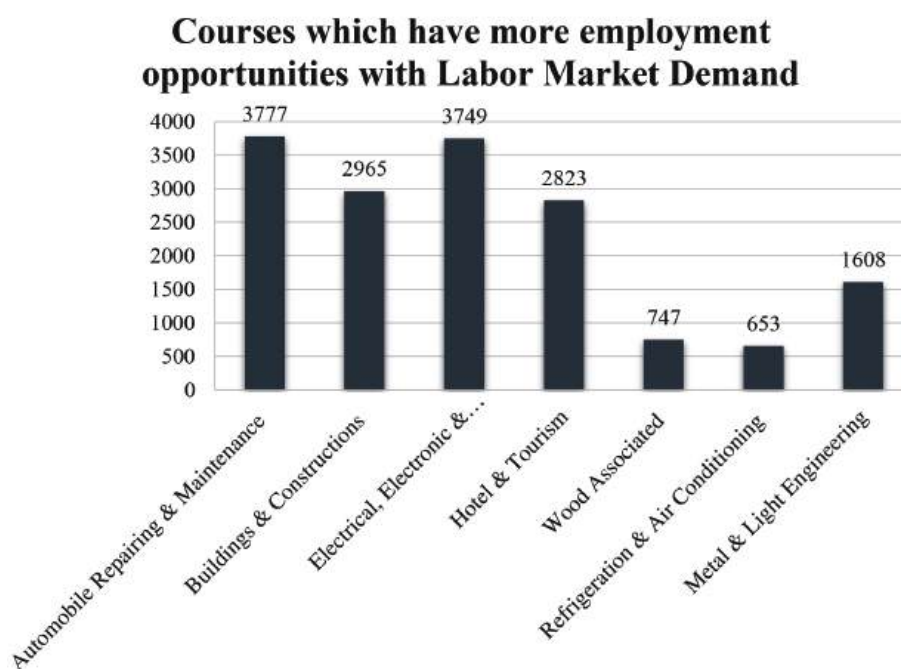
	<b>Sector</b>	<b>No of enrolled apprentices (Institutional Training)</b>	<b>Percentage</b>
1.	Agriculture, Plantations & Livestock	190	0.54%
2.	Automobile Repair & Maintenance	3,777	10.79%
3.	Buildings & Constructions	2,965	8.47%
4.	Electrical, Electronic & Telecommunication	3,749	10.71%
5.	Fisheries & Fishing Cultivation	53	0.16%
6.	Food Technology	1,680	4.80%
7.	Gem & Jewellery	88	0.25%
8.	Hotel & Tourism	2,823	8.07%
9.	Information Communication Technology & Multi Media Technology	7,427	21.22%
10.	Leather associated Products	53	0.15%
11.	Metal & Light Engineering	1608	4.59%
12.	Office Management	181	0.52%
13.	Wood Related	747	2.13%
14.	Personal & Social	5,083	14.52%
15.	Printing & Packaging	80	0.23%
16.	Refrigerator & Air Conditioning	653	1.87%
17.	Textiles & Garments	3,270	9.34%
18.	Health & Social Activities	340	0.97%
19.	Others	285	0.81%
	<b>Total</b>	<b>34,999</b>	<b>100.00</b>

**Intakes for the Trainings - 2022**

When considering the graph the demand of the apprentices for the courses are mostly driven to the Information Communication Technology and Multi Media Technology courses.

The number of apprentice's intake to the courses which have more employment opportunities and labor market demand is 46.63% from total enrolment.

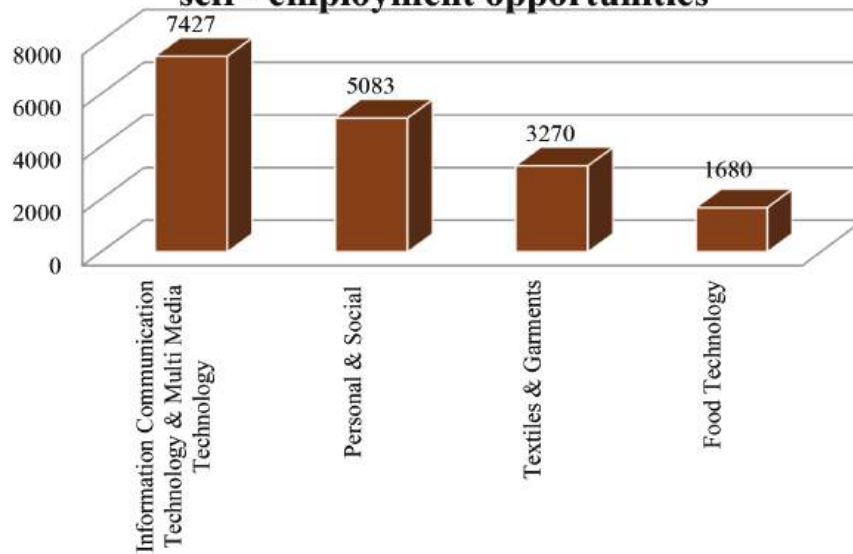
Sector	Male	Female	Total	Percentage
Automobile Repairing & Maintenance	3,680	97	3,777	10.79%
Buildings & Constructions	2,357	608	2,965	8.47%
Electrical, Electronic & Telecommunication	3,669	80	3,749	10.71%
Hotel & Tourism	2,326	497	2,823	8.07%
Wood Associated	691	56	747	2.13%
Refrigeration & Air Conditioning	651	2	653	1.87%
Metal & Light Engineering	1602	6	1,608	4.59%
<b>Total</b>	<b>14,976</b>	<b>1,346</b>	<b>16,322</b>	<b>46.63%</b>



#### Courses which have more social demand and self-employment opportunities

Sector	Male	Female	Total	Percentage
Information Communication Technology & Multi Media Technology	2,716	4,711	7,427	21.22%
Personal and Social	1,348	3,735	5,083	14.52%
Clothes & Apparels	519	2,751	3,270	9.34%
Food Technology	890	790	1,680	4.80%
<b>Total</b>	<b>5,473</b>	<b>11,987</b>	<b>17,460</b>	<b>49.88%</b>

### Courses which have more social demand and self - employment opportunities



### COURSES THAT DO NOT DIRECT TO PLACE IN EMPLOYMENTS DIRECTLY - 2022

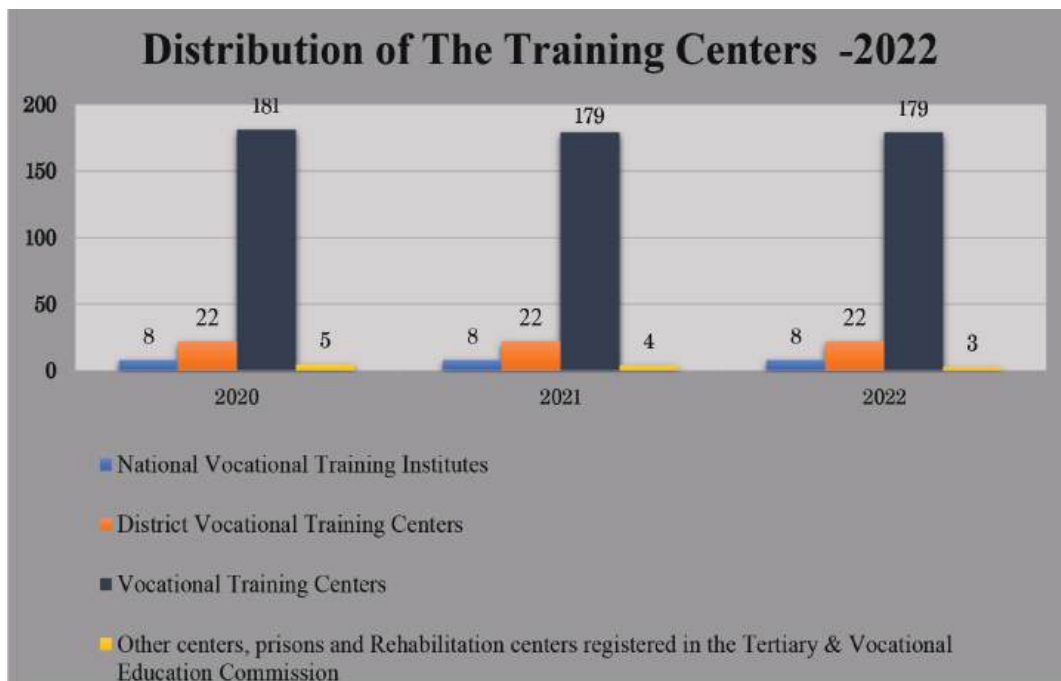
Course	Number of Enrolment
Information & Communication Technology Technicians	2,144
Computer hardware Technician – A Plus	775
Computer Application Assistant	1,597
Computer Hard ware Technician	39
<b>Total</b>	<b>4,555</b>

## **DISTRIBUTION OF THE TRAINING CENTERS**

The number of training centers functions Island widely in the year 2022 is as follows. In addition to that, vocational training has conducted in 02 centers in Prisons, 01 centers in rehabilitation centers.

Training centers	2020	2021	2022
National Vocational Training Institutions	08	08	08
District Vocational Training centers	22	22	22
Vocational Training centers	181	179	179
Other centers, prisons and Rehabilitation centers registered in the Tertiary & Vocational Education Commission	05	04	03
<b>Total</b>	<b>216</b>	<b>213</b>	<b>212</b>

There are 213 vocational training centers have been functioned island wide in the year 2022 and the vocational training center which was being functioned in Dehiwala in Colombo District has attached to the Vocational Training center - Bellanwila and the vocational training center which was functioned in Watareka has been closed. Therefore, the total number of vocational training centers is 212.



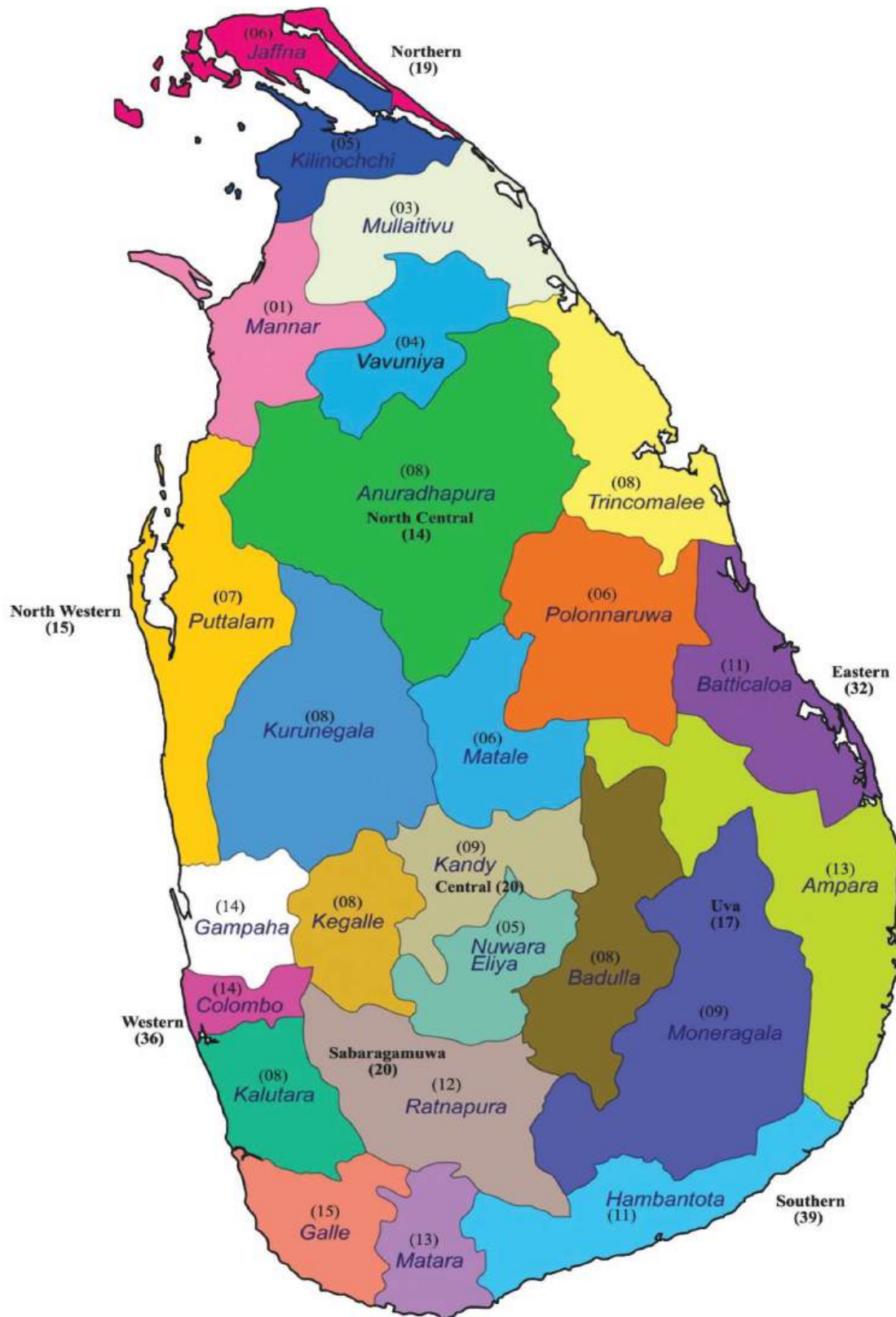


**DISTRIBUTION OF THE VOCATIONAL TRAINING CENTERS IN 2022**

Province	District	Number of Institutions						Total
		<i>NVTI</i>	<i>DVTC</i>	<i>VTC</i>	<i>AT</i>	<i>PC</i>	<i>Reh</i>	
Western	Gampaha	-	1	13	3	-	-	14
	Colombo	3	1	10	1	-	-	14
	Kalutara	-	1	7	1	-	-	08
North Western	Puttlam	-	1	6	-	-	-	07
	Kurunegala	-	1	7	-	-	-	08
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	7	-	-	-	08
	Bataloa	1	-	10	-	-	-	11
	Ampara	-	1	12	1	-	-	13
South	Galle	2	1	12	3	2	-	15
	Matara	1	-	12	-	-	-	13
	Hambantota	1	1	09	-	-	-	11
Sabaragamuwa	Kegalle	-	1	7	1	1	-	08
	Rathnapura	-	1	11	-	-	-	12
Uva	Badulla	-	1	7	-	1	-	08
	Monaragala	-	1	7	-	1[1]	-	09
Central	Kandy	-	1	8	-	2	-	09
	Matale	-	1	5	-	-	-	06
	Nuwara Eliya	-	1	4	-	-	-	05
North Central	Anuradhapura	-	1	7	1	-	-	8
	Polonnaruwa	-	1	3	1	[1]	[1]	6
	<b>Total</b>	<b>8</b>	<b>22</b>	<b>179</b>	<b>15</b>	<b>02</b>	<b>1</b>	<b>212</b>

- NVTI** - National Vocational Training Institutions  
**DVTC** - District Vocational Training Centers  
**VTC** - Vocational Training Centers  
**At** - Affiliated  
**PC** - Prisons  
**Reh** - Rehabilitation Centers  
**[ ]** - Centers registered as training centers in TVEC

## VTA Training Center Network - 2022

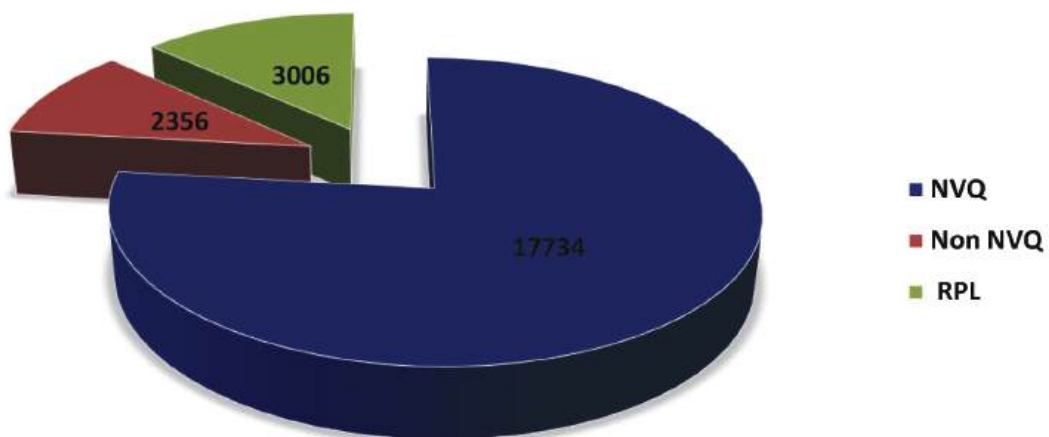


## **VOCATIONAL TRAINING TESTS & ASSESSMENTS**

The trained trainees are evaluated through an Assessment System of Vocational Training Authority of Sri Lanka and award certificates for them. Rs. 40 Mn is incurred annually for this. Following number of certificates were issued in the year 2022.

No	Category	Number of certificates issued
01	National Vocational Qualification (NVQ)	17,734
02	Non – National Vocational Qualification	2,356
03	Recognition of Prior Learning (RPL)	3,006
	<b>Total</b>	<b>23,096</b>

**Number of certificates issued**

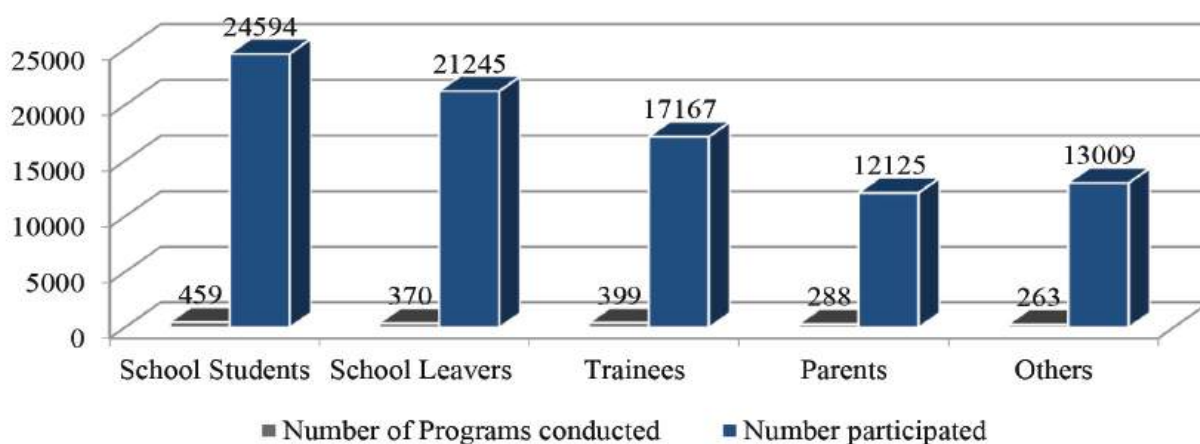


## CAREER GUIDANCE & COUNSELLING

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 programmes to provide the assistance to the youth to select vocational trades as per their preferences and qualifications. The programmes implemented in the year 2022 is as follows.

Target group	Number of programmes conducted	Number participated
School students	459	24,594
School leavers	370	21,245
Trainees	399	17,167
Parents	288	12,125
Others	263	13,009
<b>Total</b>	<b>1,779</b>	<b>88,140</b>

### Career Guidance Programs



## **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 placed 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
  - Beauty culture
  - Hair Stylist
  - 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.

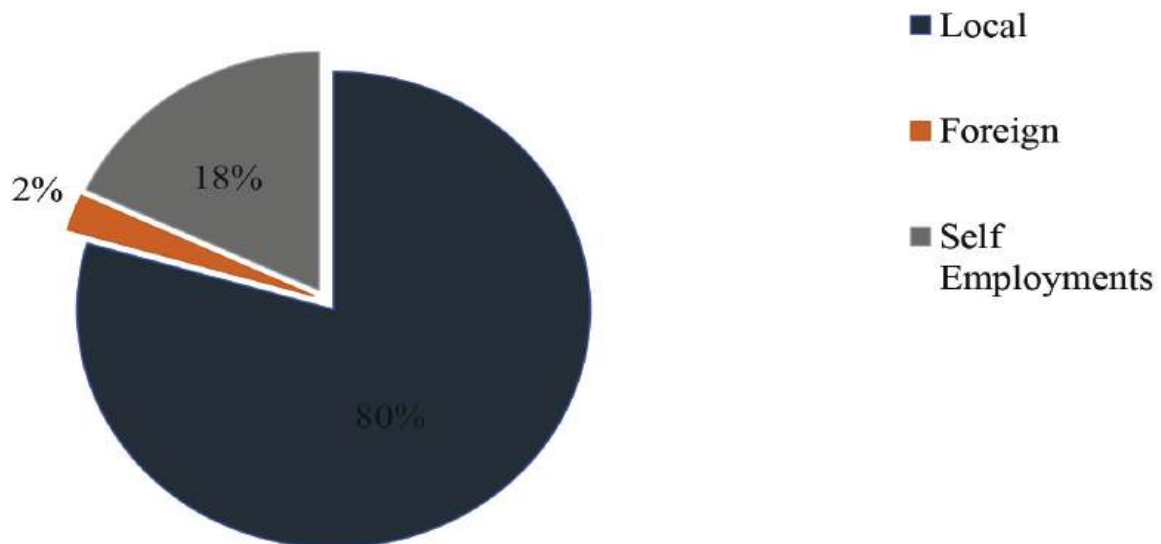
However, it is reported that 5,686 trained trainees were placed in employments as at 31.12.2022 even in the situation of losing employments due to existing economic crisis in the country. The other details of job placements are being endorsed by the VTASL in future.

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	421	12	119	552
02.	Automobile Repairing & Maintenance	429	12	40	481
03.	Electrical, Electronic & Telecommunication	483	18	120	621
04.	Refrigeration & Air Conditioning	173	7	18	198
05.	Food Technology	333	25	43	401
06.	Communication & Multi Media Technology	648	3	84	735
07.	Hotel & Tourism	440	35	24	499
08.	Metal & Light Engineering	280	12	09	301
09.	Wood Associated	192	2	47	241
10.	Gem & Jewellery	17	5	5	27
11.	Printing & Packages	46	-	-	-
12.	Textile & Garments	554	3	266	823
13.	Personal & Social	446	5	238	689
14.	Agriculture, Plantation & Livestock	6	-	2	-
15.	Leather Products	19	-	8	-
14.	Office Management	32	-	4	36
	<b>Total</b>	<b>4,519</b>	<b>139</b>	<b>1,027</b>	<b>5,685</b>

## Job Placement



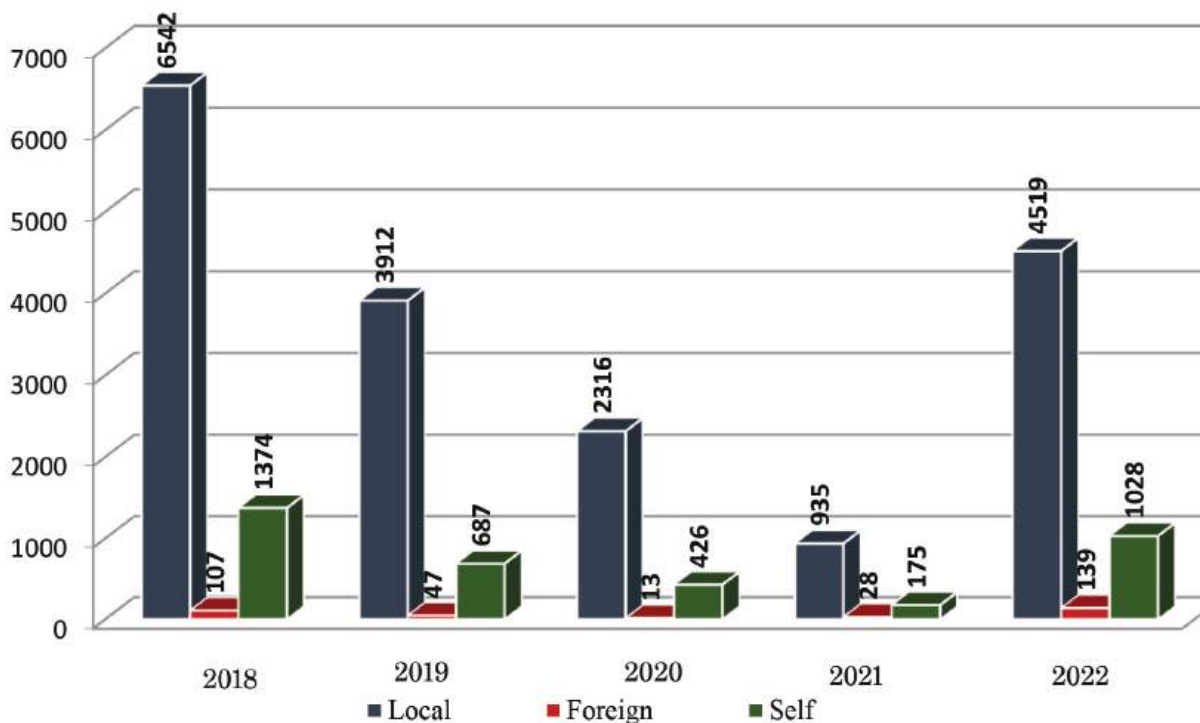
**JOB PLACEMENT & CONTRIBUTION GIVEN TO THE NATIONAL ECONOMY**

Category	No of employed	Contribution to the National economy (Rs. Million)
Local jobs	4,519	2,487
Foreign jobs	139	214
Self – Employments	1,027	762
<b>Total</b>	<b>5,685</b>	<b>3,463</b>

(Prepared on the basis of the information of Labor Market Bulletin of the Tertiary and Vocational Education Commission (TVEC) and as per the data issued by the Institutions which placed the trainees in the jobs on estimating approximately the income earned by the trainees within one year who placed in employments for the year 2022)

Year	Local	Foreign	Self	Total
2018	6,542	107	1,174	8,023
2019	3,912	47	687	4,646
2020	2,316	13	426	2,755
2021	935	28	175	1,138
<b>2022</b>	<b>4,519</b>	<b>139</b>	<b>1,027</b>	<b>5,685</b>

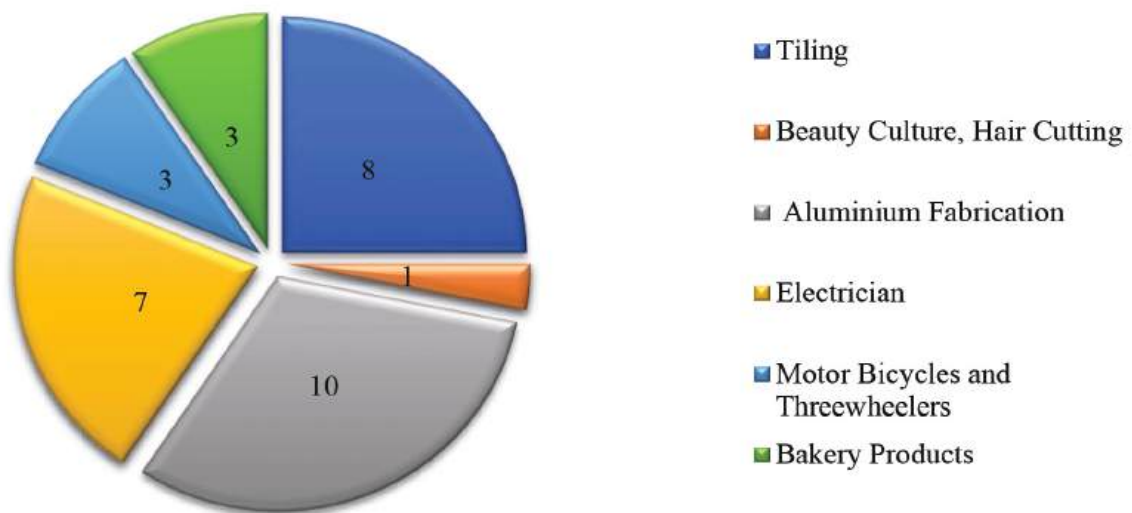
(The Information on Job Placement by the VTASL only)



(Information of the trainees placed in jobs are only by the Vocational Training Authority of Sri Lanka)

## **PROGRAMMES IMPLEMENTED JOINTLY WITH THE PUBLIC & PRIVATE INSTITUTIONS**

Programme	No of Programmes	No. of participated	Sponsoring institutions
Lying of Tiles	08	341	Lanka Tiles Company
Beauty Culture, Hair Cutting	01	65	Nature Beauty Creation Tiara Marketing Company
Aluminium Fabrication	10	398	Swistech Aluminium
electrician	7	350	ACL Cables
Motor Bicycles & Three-wheelers	3	115	Hemantha PVT Ltd.
Bakery Products	3	150	VTA/ Keels Food
<b>Total</b>	<b>32</b>	<b>1,419</b>	



## **CONDUCT ENTREPRENEURSHIP DEVELOPMENT PROGRAMMES**

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 19 entrepreneurship development training programs and provided entrepreneurship development training for 347 persons. The loan which granted through the public and private banks under the provisions of SEPI loan Scheme has also been halted in this year.

### **CHALLENGES**

- Minimum number of vocational Training Institutes with less physical appearance to attract modern youth generation.
- Insufficient resources to absorb modern technological training methods to the courses implementing at present.
- Tendency to vacate the posts by the essential instructors who required to provide a quality training, due to non-receive of sufficient salaries and other facilities for them.
- 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 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.
- More efforts have to be taken to attract the youth for the vocational training and insufficient monetary facilities to implement broaden publicity programs.
- 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.
- Implementation of the work competitively with the private sector institutions which provides vocational training.
- Launch wide publicity programs to aware the society on the importance of vocational training and to develop attitudes.
- Insufficient financial facilities to provide infrastructure facilities for vocational training centers.
- Failure to provide equal level facilities to each vocational training center which implement island widely.
- Insufficient capital and recurrent provisions allocated by the government for VTASL as a service providing institution.
- Shortages of modern technological equipment required to minimize the mismatch between the training sectors and the demand for the employments.

## **Audit Committee of Vocational Training Authority of Sri Lanka**

### **Performance – 2022**

#### **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 / Chief Executive Officer. 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***

- Mr. T.M.J. Bandara (Up to 18.01.2022)  
Chairman of the Committee and a Member of the Board of Directors
- Mr. U.N. Mallawaarachchi (Since 26.05.2022)  
Chairman of the Committee and a Member of the Board of Directors

##### ***Members***

- Mr. Saman D. Waduge (Since 10.12.2021)  
Member of the Committee and a Member of the Board of Directors
- Mr. Piyadasa Marambage (Up to 26.05.2022)  
Member of the Committee and a Member of the Board of Directors
- Mr. Chathura De Silva (Up to 31.10.2022)  
Member of the Committee and a Member of the Board of Directors

Name	Number of meetings participated
Mr. T.M.J. Bandara	01
Mr. U.N.Mallawaarachchi	02
Mr. Saman D. Waduge	03
Mr.Piyadasa Marambage	02
Mr. Chathura De Silva	01



The Audit Superintendent 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.

### **Secretary of the Committee**

Mrs. J.M.P. Siriwardhana, the Chief Internal Auditor is working as the Secretary of the Committee.

### **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.

### **Financial Reporting**

The Committee reviewed the issues on transactions of complex and unusual nature, extremely judicial, professional and regulatory statements, effects that affected to Financial Statements from those including the issues related to reporting accounts.

### **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, Committee provides a considerable responsibility for the performance of the Authority.

**R.A.L. Udaya Kumara**

**Chairman**

**Audit Committee**

For Audit Committee

Signed by.

**FORWARD**

**FINANCIAL STATEMENT FOR THE YEAR ENDED  
31ST DECEMBER 2022  
Vocational Training Authority of Sri Lanka**

During the year under review a total grant of Rs.2,209,930,013 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.

1.1 Government Grant	Allocation (Rs)	Amount Released (Rs)
Treasury Grant – Recurrent	1,920,000,000	1,744,230,000
Treasury Grant – Capital	80,000,000	39,365,000
Ministry of Education		
i. Development of Vocational Education	61,071,872	61,071,872
ii. Incentive for Instructors	112,180,744	112,180,744
iii. Nipunatha Sisu Sawiya	127,000,000	127,000,000
Income	126,082,397	126,082,397
<b>Total</b>	<b>2,426,335,013</b>	<b>2,209,930,013</b>

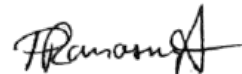
The Financial Statements for the year ended 31st December 2022 are presented here with for the approval of the Board of Directors.

The following Component is included with the Financial Statement:

01. Statement of Financial Position as at 31st December 2022
02. Statement of Financial Performance for the year ended 31st Dec.2022
03. Cash flow statement for the year ended 31st December 2022
04. Statement of changes in Net Assets for the year ended 31st December 2022
05. Notes to the Financial Statement



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

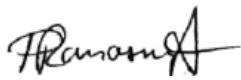


Air Vice Marshal (Retired)  
Prasanna Ranasinghe  
Chairman/CEO

**STATEMENT OF THE CHARIMAN ON BEHALF OF THE BOARD****THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2022  
VOCATIONAL TRAINING AUTHORITY OF SRI LANKA**

The Financial Statements of the Vocational Training Authority of Sri Lanka for the financial year ended 31st December 2022 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.

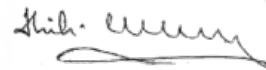
Financial rules and procedures prescribed by the Vocational Training Authority of Sri Lanka have been complied with, and the systems of controls have been maintained as far as practicable to ensure & safeguard the assets and effectiveness and efficiency of the transactions. To best of knowledge, the Financial Statements for the year ended 31st December 2022 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

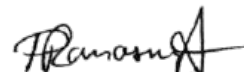
**VOCATIONAL TRAINING AUTHORITY OF SRI LANKA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31st DECEMBER 2022**

	Note	2022(Rs.)		2021 (Rs.) as Restated	
<b>ASSETS</b>					
<u>Non - Current Assets</u>					
Property Plant and Equipment	2	7,659,583,443.98		7,653,967,591.89	
Capital Work in progress	3	66,362,136.34		67,295,818.35	
<u>Other Financial Assets</u>					
Fixed Deposit		40,833,424.66	7,766,779,004.98	40,000,000.00	7,761,263,410.24
<u>Current Assets</u>					
Inventories	4	38,510,203.73		35,480,811.41	
Receivables	5	57,057,664.96		55,298,594.14	
Staff Loans	6	44,849,059.69		45,076,380.65	
Cash and Cash equivalent	7	90,021,687.00	230,438,615.38	107,984,612.56	243,840,398.76
<b>TOTAL ASSETS</b>			<b>7,997,217,620.36</b>		<b>8,005,103,809.00</b>
<b>EQUITY &amp; LIABILITIES</b>					
<u>Accumulated Surplus (Deficit)</u>		3,973,855,042.07		4,517,914,976.35	
Revaluation Surplus	8	3,140,112,162.69		2,653,836,821.05	
Gov.Grant - Capital	9	12,408,516.28	7,126,375,721.04	11,033,669.11	7,182,785,466.51
<u>Non - Current Liabilities</u>					
Finance Lease Liability (BOC)	10	4,280,000.00		11,320,000.00	
Provision for Gratuity	11	641,376,999.60	645,656,999.60	612,115,013.60	623,435,013.60
<u>Current Liabilities</u>					
Finance Lease Liability (BOC)	12	7,040,000.00		7,040,000.00	
Payables	13	150,091,432.63		150,404,660.71	
Accrued expenses	14	68,053,467.09	225,184,899.72	41,438,668.18	198,883,328.89
<b>TOTAL EQUITY &amp; LIABILITIES</b>			<b>7,997,217,620.36</b>		<b>8,005,103,809.00</b>

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



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



Air Vice Marshal (Retired)  
Prasanna Ranasinghe  
Chairman/CEO

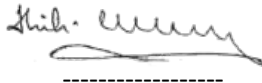


Certification

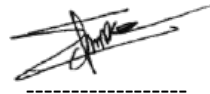
We Certify that the above Financial Statements give a true and fair view of affairs as at December 31st 2022 and its surplus/(Defecit) for the year ended December 31st 2022

The Board of the Management is responsible for the preparation and presentation 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

**VOCATIONAL TRAINING AUTHORITY OF SRI LANKA STATEMENT OF FINANCIAL PERFORMANCE FOR THE  
YEAR ENDED 31ST DECEMBER 2022  
(ILLUSTRATING THE CLASSIFICATION OF EXPENSES BY NATURE)**

Description	Note	2022(Rs.)	2021 (Rs.) as Restated
<b>Operating Revenue</b>			
Recurrent Grant - Treasury		1,744,230,000.00	1,531,000,000.00
<b><u>Other Income</u></b>			
Other Income	15	64,527,974.83	87,096,656.45
Production Unit Income (Net)	16	61,554,422.61	29,218,011.06
Fund Received For Special projects	17	259,090,235.35	197,297,881.04
<b>Total Revenue</b>		<b>2,129,402,632.79</b>	<b>1,844,612,548.55</b>
<b><u>Operating Expenses</u></b>			
Staff Cost	18	1,379,210,236.51	1,257,537,053.38
Travelling	19	9,085,509.10	8,800,867.82
Supplies and consumable used	20	47,650,434.20	29,696,689.08
Maintenance	21	46,385,419.17	68,487,961.64
Contractual services	22	206,862,433.94	160,839,657.03
Training material		131,608,714.56	81,891,288.69
Staff Training		8,937,679.90	4,175,124.65
Promotional & Career Guidance		14,307,672.58	16,822,287.80
Job placement, Research & Entrepreneurship	23	10,907,550.06	5,740,758.83
Depreciation		582,151,628.30	533,659,044.75
Interest on Finance Lease		2,365,180.00	2,365,180.00
Lease/Rent Vehicle Under Operating Lease		4,427,506.64	4,276,540.80
Other operating expenses	24	79,678,110.79	37,745,222.76
Expenditure on Special projects	25	259,090,235.35	197,297,881.04
Finance Cost	26	166,881.00	132,511.90
<b>Total Operating expenses</b>		<b>2,782,835,192.10</b>	<b>2,409,468,070.17</b>
<b>Current Surplus /(Deficit) for the period</b>		<b>(653,432,559.31)</b>	<b>(564,855,521.62)</b>
Non Exchange Revenue - Capital grant	27	116,189,571.64	243,815,787.96
Depreciation expenses		(6,816,946.61)	(6,105,666.08)
Surplus/ (Deficit) for the period after accounting for capital grant		109,372,625.03	237,710,121.88
<b>Total surplus/(deficit) for the period</b>		<b>(544,059,934.28)</b>	<b>(327,145,399.74)</b>
<b><u>Equity</u></b>			
As at 1st January as Restated		4,517,914,976.35	(989,421,892.87)
Differed Income Grant			5,834,482,268.96
Net surplus/(deficit) for the period		(544,059,934.28)	(327,145,399.74)
<b>Balance as at 31st December</b>		<b>3,973,855,042.07</b>	<b>4,517,914,976.35</b>

**VVOCATIONAL TRAINING AUTHORITY OF SRI LANKA**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31st DECEMBER 2022**

	2022 (Rs.)	2021(Rs.) as Restated
<b><u>Operating Activities</u></b>		
Surplus /(deficit)for the period	<b>(653,432,559.31)</b>	<b>(564,855,521.62)</b>
Adjustment for:		
Depreciation	582,151,628.30	533,659,044.75
Gratuity provision	51,734,600.00	48,738,478.66
Gratuity paid	(22,472,614.00)	(24,054,505.56)
(Increase) / Decrease in receivables	(1,759,070.82)	14,463,987.78
(Increase) / Decrease in Staff Loans	227,320.96	573,712.47
Increase/(Decrease) in Lease payable	(7,040,000.00)	(7,040,000.00)
Increase/(Decrease) in payable	(313,228.08)	3,228,957.84
Increase/(Decrease) in accrued expenditure	26,614,798.91	13,619,586.76
(Increase)/Decrease in inventories	(3,029,392.32)	(4,140,460.48)
	<b>626,114,042.95</b>	<b>579,048,802.22</b>
Net cash flow from operating activities	<b>(27,318,516.36)</b>	<b>14,193,280.60</b>
<b><u>Investing Activities</u></b>		
Purchases of property plant & Equipment	(108,309,085.36)	(222,439,139.80)
Work in Progress	933,682.01	(43,908,493.58)
Fixed Deposit	(833,424.66)	
<b>Net cash flows from investing activities</b>	<b>(108,208,828.01)</b>	<b>(266,347,633.38)</b>
<b><u>Financing Activities</u></b>		
Government Grant Capital	39,365,000.00	115,700,000.00
Other Income Grant	<u>78,199,418.81</u>	<u>124,767,473.10</u>
Net cash flow from Financing Activities	<b>117,564,418.81</b>	<b>240,467,473.10</b>
<b>Net increase/decrease in cash &amp; cash Equivalents</b>	<b>(17,962,925.56)</b>	<b>(11,686,879.68)</b>
<b>Cash &amp; cash equivalents at beginning of period</b>	<b>107,984,612.56</b>	<b>119,671,492.24</b>
<b>Cash &amp; cash equivalents at end of period</b>	<b>90,021,687.00</b>	<b>107,984,612.56</b>

**VOCATIONAL TRAINING AUTHORITY OF SRI LANKA**  
**STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 31st DECEMBER 2022**

Description	Accumulated Fund	Government Grant Capital	Differed Income Grant	Revaluation Surplus	Total
<b>Balance as at 1st January 2021</b>	<b>(989,421,892.87)</b>	<b>14,291,743.97</b>	<b>5,834,482,268.96</b>	<b>2,653,836,821.05</b>	<b>7,513,188,941.11</b>
Grant received during the year	-	115,700,000.00	-	-	115,700,000.00
Amount transferred to differed income Grants	-	(118,958,074.86)	243,815,787.96	-	124,857,713.10
Amortization for the year	-	-	(533,659,044.75)	-	(533,659,044.75)
Surplus / ( Deficit ) for the year	(564,855,521.62)	-	-	-	(564,855,521.62)
<b>Balance as at 31st December 2021 as Restated (1,554,277,414.49)</b>	<b>(1,554,277,414.49)</b>	<b>11,033,669.11</b>	<b>5,544,639,012.17</b>	<b>2,653,836,821.05</b>	<b>6,655,232,087.84</b>
<b>Balance as at 1st January 2022</b>	<b>(1,554,277,414.49)</b>	<b>11,033,669.11</b>	<b>5,544,639,012.17</b>	<b>2,653,836,821.05</b>	<b>6,655,232,087.84</b>
Opening balance Adjustments	237,710,121.88	-	289,843,256.79	-	527,553,378.67
Transferred to Profit & Loss Account	5,834,482,268.96	-	(5,834,482,268.96)	-	-
Opening balance reststed	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)
Surplus / ( Deficit ) for the year	(544,059,934.28)	-	-	-	(544,059,934.28)
<b>Balance as at 31st December 2022</b>	<b>3,973,855,042.07</b>	<b>12,408,516.28</b>	<b>-</b>	<b>3,140,112,162.69</b>	<b>7,126,375,721.04</b>

## 1 - ACCOUNTING POLICIES

### 1.0 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.

#### 1.4.1 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 29 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. Raw materials (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) **Deprecation**

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 doubt.

**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 of this

**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.

**2. Property, Plant & Equipment**

		2022.12.31		2022.12.31	
	Note	Revaluation	Note	Written Down Value	Difference
		Rs.		Rs.	
Other Machinery & Equipment	2.2	1,650,211,915.00	2.1	1,163,936,573.36	486,275,341.64
		<b>1,650,211,915.00</b>		<b>1,163,936,573.36</b>	<b>486,275,341.64</b>

2.1 - As Per 2018 - Classification Other Machinery and Equipment includes the following

	2022.12.31
	Written Down Value
Computer Equipment	180,033,983.16
Furniture & Office Equipment	197,232,292.98
Training Equipments	786,670,297.22
	<b>1,163,936,573.36</b>

2.2 - As Per 2022 Rev - Classification Other Machinery and Equipment includes the following

**Agricultural and Diary Farm**

Equipment	4,382,000.00
Broadcasting Equipment	87,000.00
Communication Equipment	31,256,100.00
Computer Equipment	268,642,900.00
Construction Equipment	783,100.00
Electrical Equipment	99,744,560.00
Fire Protection Equipment	39,800.00
Furniture	147,956,600.00

**Industrial & Manufacturing**

Equipment	663,492,705.00
Laboratory Instrument	12,643,600.00
Musical Equipment	62,500.00
Office Equipment	86,622,100.00
Paintings, Sculptures and Other	
Antiques	170,000.00
Other Utensils	334,328,950.00
	<b>1,650,211,915.00</b>

Notes to the Financial Statements							in Rs.
	Land	Building & Improvement	Motor Vehicles	Lease Vehicle	Other Machinery & Equipment		Total
<u>Cost or Valuation</u>							
At the beginning of the year	1,617,983,527.97	6,501,505,574.14	245,372,793.96	35,670,270.00	2,176,275,046.47		10,576,807,212.54
Additions during the year	-	42,089,069.26	-	-	66,220,016.10		108,309,085.36
(-) Transferred to Revaluation Acct	-	-	-	-	(2,242,495,062.57)		(2,242,495,062.57)
Revaluation Amount	-	-	-	-	1,650,211,915.00		1,650,211,915.00
At the end of the year	1,617,983,527.97	6,543,594,643.40	245,372,793.96	35,670,270.00	1,650,211,915.00		10,092,833,150.33
<u>Accumulated Depreciation</u>							
At the beginning of the year	-	1,875,339,708.93	143,334,059.29	17,225,866.66	886,939,985.77		2,922,839,620.65
<u>Charge for the year</u>							
Depreciation on Opening Assets		358,449,564.89	33,644,070.46	4,611,100.84	185,446,892.11		582,151,628.30
Depreciation on During the year Addition	-	645,335.28	-	-	6,171,611.33		6,816,946.61
(-) Transferred to Revaluation Acct		-	-	-	(1,078,558,489.21)		(1,078,558,489.21)
At the end of the year	-	2,234,434,609.10	176,978,129.75	21,836,967.50	-		2,433,249,706.35
<u>Written Down Value</u>							
As at 31st December 2022	1,617,983,527.97	4,309,160,034.30	68,394,664.21	13,833,302.50	1,650,211,915.00		7,659,583,443.98
As at 31st December 2021	1,617,983,527.97	4,626,165,865.21	102,038,734.67	18,444,403.34	1,289,335,060.72		7,653,967,591.89



## Notes to the Financial Statements

**2.2 Unvalued Land & Buildings**

1. 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 2023.

2. 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	2022 Rs.	2021 Restated Rs.
<b>3</b>	<b>Capital Work in Progress-Buildings</b>		
	Badulla	334,750.50	334,750.50
	Batticaloa	158,850.00	158,850.00
	Colombo	2,552,938.38	1,790,806.79
	Galle	718,970.00	7,513,665.06
	Hambantota	19,053,095.65	19,053,095.65
	Gampaha	-	3,981,709.58
	Kalutara	1,664,717.04	-
	Kegalle	-	4,701,113.00
	Mathale	-	8,146,727.00
	Rathnapura	31,815,899.91	10,854,974.29
	Matara	7,345,744.04	7,345,744.04
	Killinochchi	2,717,170.82	956,519.44
	Polonnaruwa	-	2,457,863.00
		<b>66,362,136.34</b>	<b>67,295,818.35</b>
<b>4</b>	<b>Inventories</b>		
	Training Materials	30,887,139.84	27,531,225.63
	Stationary	4,667,762.60	4,976,944.56
	Other Consumables	2,955,301.29	2,972,641.22
		<b>38,510,203.73</b>	<b>35,480,811.41</b>
<b>5</b>	<b>Receivables</b>		
	Advances for programs	25,000.00	145,400.00
	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	3,548,334.94
	Receivable course fees	18,907,046.00	15,863,180.00
	Receivable salary	895,179.77	1,148,692.26
	Shortage of income	11,732.00	11,732.00
	State Organizations	1,964,635.71	1,964,635.71
	Trade & Other receivables	22,015,514.73	23,944,704.23
	Prepayments	1,033,205.71	14,898.90
		62,570,635.61	60,811,564.79
	Less:- Provision for Bad Debts	(5,512,970.65)	(5,512,970.65)
		<b>57,057,664.96</b>	<b>55,298,594.14</b>

## Notes to the Financial Statements

	Note	2022 Rs.	2021 Restated Rs.
<b>6</b>	<b>Staff Loans</b>		
	Balance at the beginning of the year	45,076,380.65	45,650,093.12
	Add: Loans granted during the year	43,930,244.76	43,605,761.00
		89,006,625.41	89,255,854.12
	Less: Repayments during the year	(44,157,565.72)	(44,179,473.47)
	Balance at the end of the year	<b>44,849,059.69</b>	<b>45,076,380.65</b>
<b>7</b>	<b>Cash &amp; Cash Equivalents</b>		
	Gold coins	193,025.00	193,025.00
	Cash at Banks		
	Cash in hand	13,984.33	46,120.00
	Peoples Bank	89,814,677.67	107,745,467.56
		<b>90,021,687.00</b>	<b>107,984,612.56</b>
7.1	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</b>	<b>Revaluation Surplus</b>		
	Balance at the beginning of the year	2,653,836,821.05	2,653,836,821.05
	Add: During the year transfers	486,275,341.64	-
	balance at the end of the year	<b>3,140,112,162.69</b>	<b>2,653,836,821.05</b>
<b>9</b>	<b>Government Grant - Capital</b>		
	Balance at the beginning of the year	11,033,669.11	14,291,743.97
	Add: Grants received during the year	39,365,000.00	115,700,000.00
		<b>50,398,669.11</b>	<b>129,991,743.97</b>
	Less: Transfers to Capital Grant	(37,990,152.83)	(118,958,074.86)
	Balance at the end of the year	<b>12,408,516.28</b>	<b>11,033,669.11</b>

## Notes to the Financial Statements

	Note	2022 Rs.	2021 Restated Rs.
<b>10</b>	<b>Finance Lease Liability (BOC)</b>		
	Vehicle No		
	CBH 1166	1,068,772.00	4,275,088.00
	CBI 8163	2,254,437.00	5,260,353.00
	CBI 6076	2,394,711.00	5,587,659.00
		<b>5,717,920.00</b>	<b>15,123,100.00</b>
	Less- Interest in suspense	(1,437,920.00)	(3,803,100.00)
		<b>4,280,000.00</b>	<b>11,320,000.00</b>
<b>11</b>	<b>Provision for Gratuity</b>		
	Balance at the beginning of the year	612,115,013.60	587,431,040.50
	Add: Provision Made During the year	51,734,600.00	48,738,478.66
		663,849,613.60	636,169,519.16
	Less: Payments during the year	(22,472,614.00)	(24,054,505.56)
	Balance at the end of the year	<b>641,376,999.60</b>	<b>612,115,013.60</b>

## Notes to the Financial Statements

	Note	2022 Rs.	2021 Restated Rs.
<b>12</b>	<b>Lease Interest Payable</b>		
	CBH 1166	3,206,316.00	3,206,316.00
	CBI 8163	3,005,916.00	3,005,916.00
	CBI 6076	3,192,948.00	3,192,948.00
		<b>9,405,180.00</b>	<b>9,405,180.00</b>
	Less- Interest in suspense	(2,365,180.00)	(2,365,180.00)
		<b>7,040,000.00</b>	<b>7,040,000.00</b>
<b>13</b>	<b>Payables</b>		
	Audit Fees	1,265,563.00	2,255,563.00
	Course fee payable	455,100.00	120,300.00
	Deposit	55,000.00	55,000.00
	Lecture fees	9,822,527.42	7,998,902.22
	Other Payables	12,408,020.72	12,911,619.68
	Min.of Youth Affairs & Dev. - 13 Years	27,409,701.46	33,179,501.46
	Project funds Payable	16,345,184.30	18,015,275.58
	Nipunatha Sisusaviya	1,572,000.00	16,964,000.00
	Received in Advance	14,898,959.50	5,787,625.00
	Refundable Tender Deposit	2,306,864.52	2,138,077.52
	Retention Money	6,187,446.93	8,926,291.76
	Salary payable	13,544,157.90	965,183.69
	Staff Incentive payable	46,170.00	151,600.00
	Student insurance scheme	37,883,500.00	37,883,500.00
	Trade Creditors	5,891,236.88	3,052,220.80
		<b>150,091,432.63</b>	<b>150,404,660.71</b>



## Notes to the Financial Statements

	Note	2022	2021 Restated
		Rs.	Rs.
<b>14</b>	<b>Accrued expenses</b>		
	Carrier Guidance	237,484.00	45,184.00
	Electricity	7,263,368.09	3,255,398.61
	Examination & Evaluation	10,857,087.90	3,848,413.00
	Fuel & Lubricant	167,137.00	97,013.00
	Janitorial Services	1,685,671.87	1,525,975.69
	Maintenance	3,496,481.46	8,263,305.32
	News papers & periodicals	18,900.00	13,560.00
	On The Job Training Payable	543,000.00	316,500.00
	Overtime & Holiday pay	2,052,549.90	3,167,891.38
	Part Time Expenses Payable	20,415,516.40	11,172,422.70
	Promotional Activities	934,429.00	1,086,432.00
	Rent, Rates & Taxes	1,056,500.00	105,000.00
	Season tickets	8,780,672.17	657,069.26
	Security Charges	5,011,615.56	3,695,304.00
	Stipend	-	154,000.00
	Telephone	3,209,531.27	2,530,656.35
	Transport	80,500.00	136,720.00
	Travelling	718,576.00	413,475.93
	Water	1,424,446.47	735,346.94
	Vehicle hire charges	100,000.00	219,000.00
		<b>68,053,467.09</b>	<b>41,438,668.18</b>

## Notes to the Financial Statements

	Note	2022 Rs.	2021 Restated Rs.
<b>15 Other Income</b>			
Contribution 10%		2,938,400.50	1,174,746.00
Auction Income		667,270.00	2,030,410.00
Course fees		2,552,050.00	2,194,700.00
Canteen income		11,250.00	432,110.00
Daily Diary		4,775,690.00	4,337,900.00
Enterprenure Development programmes		26,000.00	28,500.00
Fines		1,463,034.11	18,444,508.89
Hall Income		1,111,650.00	221,975.00
Hostel Fees		1,530,650.00	1,268,234.99
Katharagama circuit Bangalow		243,725.00	192,740.00
Loan Interest		1,791,545.95	1,847,623.59
Miscellaneous		4,411,049.57	14,228,646.71
Non Refundable Tender deposit		298,000.00	509,563.00
Record Book		7,018,150.00	5,991,300.00
Registration fees		15,547,800.00	14,417,100.00
Sale Finish goods		337,907.04	218,302.75
Savings A/C Interest		1,096,042.66	2,385,420.52
Supplier Registration		754,000.00	614,250.00
Exam Fees		17,664,110.00	16,558,625.00
On The Job Training Book Income		289,650.00	-
		<b>64,527,974.83</b>	<b>87,096,656.45</b>

## Notes to the Financial Statements

	Note	2022 Rs.	2021 as Restated Rs.
<b>16 Production Unit Income</b>			
Income from Part time courses	16.1	42,903,196.61	20,328,551.38
Printing School -Narahenpita	16.2	65,286.00	346,857.80
Recognition of prior learning (RPL)	16.3	17,200,394.69	7,749,120.50
Trade test	16.4	112,050.00	-
Seascope Hotel Ahangama	16.5	(642,316.37)	50,034.88
Other Production Income	16.6	1,915,811.68	743,446.50
		<b>61,554,422.61</b>	<b>29,218,011.06</b>
<b>16.1 Income from Part time courses</b>			
Part Time Registration Fee income		3,784,550.00	1,820,850.00
Part Time Course Fees Income		84,771,856.95	35,637,749.00
Part Time Record Book Income		52,600.00	86,750.00
Part Time Daily Diary Income		71,550.00	3,150.00
Part Time Exam Fees Income		<b>262,604.00</b>	<b>88,943,160.95</b>
		<b>147,000.00</b>	<b>37,695,499.00</b>
50% Discount (Part Time)		196,250.00	166,600.00
75% Discount for Staff (P/T)		378,962.50	22,912.50
Approved Dropouts (P/T)		3,006,140.00	1,129,300.00
Part Time Electricity		177,146.00	133,813.50
Part Time Examination & Evaluation		730,713.50	14,832.00
Part Time Lecture Fees Expenses		30,716,565.75	13,514,793.80
Part Time Miselleaneous Expenses		21,550.00	38,620.00
Part Time Staff Incentive		837,624.00	534,007.00
Part Time Stationary		49,896.50	18,528.00
Part Time Supervision & Other Allowance		603,325.00	143,800.00
Part Time Telephone		-	18,640.00
Part Time Water		-	7,178.00
Part Time Training Materials		9,321,791.09	(46,039,964.34)
		1,623,922.82	(17,366,947.62)
Part Time Income		<b>42,903,196.61</b>	<b>20,328,551.38</b>
<b>16.2 Printing School - Narahenpita</b>			
Printing School Income		136,471.00	3,639,624.64
Printing School Training Materials		(71,185.00)	(3,292,766.84)
		<b>65,286.00</b>	<b>346,857.80</b>

## Notes to the Financial Statements

	Note	2022 Rs.	2021 as Restated Rs.
<b>16.3 Recognition of prior learning (RPL)</b>			
RPL Income		16,704,131.08	10,266,514.00
RPL Income ILO		6,607,478.00	-
RPL Income Interim Budget - Ministry		6,544,000.00	29,855,609.08
			-
			10,266,514.00
Expenditure for ILO (RPL)		3,079,933.50	-
Expenditure for Interim Budget (RPL)		3,424,724.50	-
RPL Expenses - Exam Fees		4,081,676.74	1,579,027.50
EPL Expenses - Advertiesment		1,500.00	-
EPL Expenses - Maintenance Machine		35,585.00	-
EPL Expenses - Pannel Board & Supervision		1,128,550.50	736,717.00
EPL Expenses - Staff Incentive		67,810.00	61,375.00
EPL Expenses - Training Materials		835,434.15	(12,655,214.39)
			140,274.00
			(2,517,393.50)
		17,200,394.69	7,749,120.50
<b>16.4 Trade Test</b>			
Trade Test Income		480,000.00	-
Trade Test Staff Insentive		64,800.00	-
Trade Test Training Materials		303,150.00	(367,950.00)
			-
			112,050.00
			-
<b>16.5 Seascape Hotel - Ahangama</b>			
Food & Bevarages Income		1,180,870.00	325,410.35
Hall Income (Seascape)		128,600.00	120,000.00
Pool Income		32,300.00	9,500.00
Rent Income		40,000.00	-
Room Income		514,088.00	1,895,858.00
			337,313.50
			792,223.85
Electricity		548,918.34	67,669.35
Food & Bevarages Expenses		350,604.00	522,583.42
Janitorial Service		344,306.60	-
Laundry Charges		122,510.00	-
Maintenance of Building		465,735.00	-
Maintenance of Machinery		379,643.80	-
Miscellonious Expenses		61,473.00	-
Overtime & Holiday Pay		244,994.70	151,936.20
Water Bill		19,988.93	(2,538,174.37)
			-
		(642,316.37)	50,034.88

## Notes to the Financial Statements

**16.6 Other Production Unit Income**

	<b>Note</b>	<b>2022 Rs.</b>	<b>2021 as Restated Rs.</b>	
Thalalla Restorent Income		1,371,060.00	321,338.00	
IDM Income		-	41,040.00	
Other Production Unit Income		2,401,766.00	1,459,845.00	<b>1,822,223.00</b>
Thalalla Restorent expenses		934,049.32	317,468.50	
IDM Expenses		-	15,170.00	
Other Production Unit - Stationary		41,605.00	116,474.00	
Other Production Unit - Labour expenses		126,000.00	5,300.00	
Other Production Unit - Lecture Fees		303,700.00	162,700.00	
Other Production Unit - Miscellomious Exp		261,845.00	430,944.00	
Other Production Unit - Training Materials		-	13,400.00	
Other Production Unit - Transport Exp		189,815.00	17,320.00	<b>(1,078,776.50)</b>
		<b>1,915,811.68</b>	<b>743,446.50</b>	



## Notes to the Financial Statements

		<b>Note</b>	<b>2022</b>	<b>2021 Restated</b>
			<b>Rs.</b>	<b>Rs.</b>
<b>17</b>	<b>Funds on Special Projects</b>			
	Ministry of Education - Incentive for Instructors	112,827,689.50		115,496,742.48
	Funds on SFIG	371,666.00		-
	Funds on Skill Work TVEC	607,680.00		-
	Funds on ILO	6,409,201.85		-
	Funds on Nipunatha sisusaviya	138,872,000.00		81,674,000.00
	Funds on Ministry	1,998.00		127,138.56
		<b>259,090,235.35</b>		<b>197,297,881.04</b>
<b>18.</b>	<b>Staff Cost</b>			
	E.P.F. & E.T.F.	153,297,561.83		153,397,093.13
	Other Allowance	290,911,989.33		178,822,530.00
	Salaries & overtime	883,266,085.35		876,615,710.50
	Staff Gratuity	51,734,600.00		48,701,719.75
		<b>1,379,210,236.51</b>		<b>1,257,537,053.38</b>

## Notes to the Financial Statements

	Note	2022 Rs.	2021 Restated Rs.
<b>19</b>	<b>Travelling</b>		
	Accommodation Expenses	134,742.00	588,553.00
	Domestic	4,779,458.10	3,994,686.82
	Varification Expenses	4,171,309.00	4,217,628.00
		<b>9,085,509.10</b>	<b>8,800,867.82</b>
<b>20</b>	<b>Supplies and Other Consumables</b>		
	Fuel & Lubricant	28,203,625.80	17,583,189.10
	Others	1,877,827.11	1,881,644.29
	Stationary & Office Requisites	12,114,179.94	7,736,987.53
	printed Materials	5,454,801.35	2,494,868.16
		<b>47,650,434.20</b>	<b>29,696,689.08</b>
<b>21</b>	<b>Maintenance</b>		
	Building	17,824,346.34	39,891,444.49
	Office Equipment	5,031,911.21	2,415,603.12
	Plant & Machinery	11,965,387.21	10,261,786.10
	Vehicle	11,563,774.41	15,919,127.93
		<b>46,385,419.17</b>	<b>68,487,961.64</b>
<b>22</b>	<b>Contractual Services</b>		
	Advertisement	2,014,337.79	2,322,988.20
	Audit Fees	1,200,000.00	1,100,000.00
	Consultation & Professional Fee	405,000.00	534,032.26
	Electricity	60,224,944.34	38,171,290.66
	Hire Charges	2,704,064.00	3,338,554.00
	Insurance	5,459,885.80	2,365,350.06
	Janitorial service	21,658,894.71	21,385,546.46
	News Papers & Periodicals	430,307.83	327,114.40
	Postal Charges	1,283,347.86	831,355.92
	Rent , Rates & Taxes	8,633,991.99	7,998,414.44
	Security Charges	57,542,283.40	50,752,569.58
	Staff Welfare & Other	911,022.00	2,308,274.48
	Telephone Charges	28,100,251.43	17,347,693.73
	Transport	1,741,355.00	2,295,157.35
	Water	14,552,747.79	9,761,315.49
		<b>206,862,433.94</b>	<b>160,839,657.03</b>

## Notes to the Financial Statements

	Note	2022 Rs.	2021 Restated Rs.
<b>23</b>	<b>Job placement, Research &amp; Entrepreneurship</b>		
	Curriculum Development	405,530.00	-
	On the Job Training & Monitoring	5,345,565.06	4,361,760.00
	Entrepreneurship Programs	624,246.25	407,212.33
	Job Placement	3,098,495.00	827,827.00
	Research & Tracer study	731,349.50	7,302.50
	Private public partnership	702,364.25	136,657.00
		<b>10,907,550.06</b>	<b>5,740,758.83</b>
<b>24</b>	<b>Other Operating Expenses</b>		
	Examination & Evaluation	48,298,372.43	25,689,326.80
	Honorarium	633,000.00	423,800.00
	Legal Fees	592,402.00	485,500.00
	Miscellaneous	4,251,539.37	4,970,583.80
	Quality Management Accreditation	5,549,408.50	3,059,385.30
	Season Tickets	15,571,110.29	1,745,422.86
	Special Training Programme	349,485.00	57,000.00
	Stipend Allowance	-	57,500.00
	Tools & Consumables	3,791,139.20	770,904.00
	Training Monitoring	316,604.00	1,500.00
	Approved dropout	325,050.00	484,300.00
		<b>79,678,110.79</b>	<b>37,745,222.76</b>

## Notes to the Financial Statements

	Note	2022 Rs.	2021 Restated Rs.
<b>25 Expenditure on Special Projects</b>			
Expenditure for Nipunatha Sawiya		138,872,000.00	81,674,000.00
Expenditure for Instructors Incentive		112,827,689.50	115,496,742.48
Expenditure for ILO		6,409,201.85	-
Expenditure for Ministry		1,998.00	-
Expenditure for Ministry - 13 Years		-	127,138.56
Expenditure for SFIG		371,666.00	-
Expenditure for Skillwork TVEC		607,680.00	-
		<b>259,090,235.35</b>	<b>197,297,881.04</b>
<b>26 Finance Cost</b>			
Bank Charges		166,881.00	132,511.90
		<b>166,881.00</b>	<b>132,511.90</b>
<b>27 Non Exchange Revenue - Capital grant</b>			
Government Grant - Capital		37,990,152.83	119,048,314.86
SSDP Grants		693,399.00	10,257,086.06
13 Years Grants		5,769,800.00	10,175,000.00
Early Childhood Project		12,864,127.94	-
Ministry		58,872,091.87	104,335,387.04
		<b>116,189,571.64</b>	<b>243,815,787.96</b>

**Note to the financial Statement****28. Commitments and Contingencies****a) Litigation against the authority**

The court cases pending were as follows

<b>Court</b>	<b>31.12.2022</b>	<b>31.12.2021</b>
Supreme Court	02	02
Appealed Court	02	01
High Court	01	-
District Court	02	02
Arbitration	03	-
Labor tribunal	02	02
<b>Total</b>	<b>12</b>	<b>07</b>

**b) Capital Commitments**

There were no material capital commitments as at 31.12.2022

**29. Bad debts Provision**

Out of the bad debts Provision amounting Rs. 5,512,970.65 a sum of Rs.3,548,334.94 due from Ministry of Youth Affairs & Skills Development and Security service receivables for which a decision is expected due cause.

**30. Net Deficit for the Period**

In the Statement for Year 2021, there is a deficit of Rs.544 million and following reasons contributed for the above deficit

Gratuity provision of Rs. 51 million was already deducted as expenditure



**Vocational Training Authority of Sri Lanka**  
**Trial Balance as at 31 st December 2022**

2022.12.31

Description	Dr.	Cr.
<b><u>Acquisition of Capital Assets</u></b>		
Acquisition of Land & Land improvement	1,617,983,527.97	
Acquisition of Buildings and Improvement	6,543,594,643.40	
Acquisition of Motor Vehicles	245,372,793.96	
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	31,256,100.00	
Acq - Computer Equipment	268,642,900.00	
Acq - Construction Equipment	783,100.00	
Acq - Electrical Equipment	99,744,560.00	
Acq - Fire protection Equipment	39,800.00	
Acq - Furniture	147,956,600.00	
Acq - Industrial and manufacturing Equipment	663,492,705.00	
Acq - Laboratory Instruments	12,643,600.00	
Acq - Musical Instruments	62,500.00	
Acq - Office Equipment	86,622,100.00	
Acq - Paintings, Sculptures and other antiques	170,000.00	
Acq - Other Utensils	334,328,950.00	
<b><u>Provision For Depreciation</u></b>		
Provision For Dep. Buildings and Improvement		2,234,434,609.10
Provision For Dep. Motor Vehicles		198,815,097.25
<b><u>Capital Work in Progress</u></b>		
Work in Progress - Building structures	66,362,136.34	
<b><u>Investment</u></b>		
Fixed Deposit	40,833,424.66	
Inventories		
Training Material	30,887,139.84	
Stationary	4,667,762.60	
Other Consumables	2,955,301.29	
<b><u>Other Receivables</u></b>		
Advances For Programs	25,000.00	
Advance payment for Land	9,280,000.00	

Description	Dr.	Cr.
Deposits for Compensation	3,227,736.75	
Deposits	1,662,250.00	
Ministry of Youth Affairs & Skills Deve	3,548,334.94	
Receivable Course Fee	18,907,046.00	
Salary Receivables	895,179.77	
Shortage Of Income	11,732.00	
State Organization	1,964,635.71	
Trade & Other receivables	22,015,514.73	
Prepayments	1,033,205.71	
Provision for Bad Debts		5,512,970.65
<b><u>Staff Loan</u></b>		
Distress Loan	44,619,059.69	
Festival Advance	230,000.00	
Cash & Cash Equivalents		
Gold coin	193,025.00	
<b><u>Bank Accounts</u></b>		
Ampara	1,214,414.19	
Anuradhapura	934,715.45	
Badulla	237,667.99	
Batticaloa	801,196.17	
Colombo	794,579.02	
Galle	428,803.97	
Gampaha	1,643,350.58	
Hambantota	753,807.31	
Head Office.	55,064,695.36	
Jaffna	592,930.31	
Kalutara	393,491.09	
Kandy	506,772.32	
Kegalle	1,331,873.31	
Killinochchi	90,842.01	
Kurunegala	982,937.25	
Matale	858,634.13	
Matara	352,518.76	
Monaragala	612,639.27	
Mulathive	48,930.78	
Nuwaraeliya	1,782,422.69	
NVTI - Baddegama	1,060,044.47	
NVTI - Mirijjawila	278,229.97	
NVTI - Narahenpita	7,642,599.54	

Description	Dr.	Cr.
NVTI - Niyagama	993,772.02	
NVTI - Orugodawaththa	2,390,073.18	
NVTI - Rathmalana	758,842.23	
NVTI - Thalalla	2,049,562.30	
Polonnaruwa	1,449,642.98	
Puttalam	635,268.17	
Rathnapura	1,713,396.57	
Trincomalee	129,204.58	
Uva Province	53,044.36	
Western Province	29,370.73	
Vavuniya	493,926.21	
Sabaragamu Province	196,896.50	
Ahangama Seascape Hotel	485,856.02	
Southern Province	27,725.88	
Cash-in-hand	13,984.33	
Government Grant Capital		12,408,516.28
Capital Grant		116,189,571.64
<b><u>Reserves &amp; Surplus</u></b>		
Provision for Gratuity		641,376,999.60
Revaluation Surplus		3,140,112,162.69
Government Grant (Treasury) - Recurrent		1,744,230,000.00
Non Current Liability		
<b><u>BOC - Finance Lease Liability</u></b>		15,123,100.00
Interest in Suspence	3,803,100.00	
<b><u>Payables</u></b>		
Audit Fee Payable		1,265,563.00
Course Fee Payable		455,100.00
Deposit		55,000.00
Lecture Fees Payable		9,822,527.42
Other Payables		12,408,020.72
Min.of Youth Affairs & Dev. - 13 Years		27,409,701.46
Project Funds Payable		16,345,184.30
Nipunatha Sisusaviya		1,572,000.00
Received in Advance		14,898,959.50
Refundable Tender Deposit		2,306,864.52
Retention Money		6,187,446.93
Salary Payable		13,544,157.90
Staff Incentive Payable		46,170.00
Student insurance payable		37,883,500.00

Description	Dr.	Cr.
Trade Creditors		5,891,236.88
<b><u>Accrued Expenses</u></b>		
Carrier Guidance Accrued		237,484.00
Electricity Accrued		7,263,368.09
Examination & Evaluation Accrued		10,857,087.90
Fuel & Lubricant Accrued		167,137.00
Janitorial Service Accrued		1,685,671.87
Maintenance Accrued		3,496,481.46
News Papers & Periodicals Accrued		18,900.00
On The Job Training Accrued		543,000.00
Overtime & holiday pay Accrued		2,052,549.90
Part Time Expenses Accrued		20,415,516.40
Promotional Expenses Accrued		934,429.00
Rent, Rates & Taxes Accrued		1,056,500.00
Season Tickets Accrued		8,780,672.17
Security Charges Accrued		5,011,615.56
Telephone Charges Accrued		3,209,531.27
Transport Accrued		80,500.00
Traveling Accrued		718,576.00
Water Accrued		1,424,446.47
Vehicle hire charges		100,000.00
<b><u>Other Income</u></b>		
Auction Income		667,270.00
Course fee		2,552,050.00
Canteen Income		11,250.00
Daily Diary		4,775,690.00
Entrepreneurship Programme		26,000.00
Fines		1,463,034.11
Hall Income		1,111,650.00
Hostel Fee		1,530,650.00
Katharagama Circuit Banglow		243,725.00
Loan Interest		1,791,545.95
Miscellaneous Income		4,411,049.57
Non Refundable Tender Deposit		298,000.00
Record Book		7,018,150.00
Registration Free		15,547,800.00
Finished Good Sales		337,907.04
Savings A/C Interest		1,096,042.66
Supply Registration		754,000.00

Description	Dr.	Cr.
Exam Fees		17,664,110.00
On The Job Training Book Income		289,650.00
10% Earnings		2,938,400.50
<b><u>Production Unit Income</u></b>		
<b><u>Part Time Course</u></b>		
Part Time Registration Fee income		3,784,550.00
Part Time Course Fees Income		84,771,856.95
Part Time Record Book Income		52,600.00
Part Time Daily Diary Income		71,550.00
Part Time Exam Fees Income		262,604.00
50% Discount (Part Time)	196,250.00	
75% Discount for Staff (P/T)	378,962.50	
Approved Dropouts (P/T)	3,006,140.00	
Part Time Electricity	177,146.00	
Part Time Examination & Evaluation	730,713.50	
Part Time Lecture Fees Expenses	30,716,565.75	
Part Time Miscellaneous Expenses	21,550.00	
Part Time Staff Incentive	837,624.00	
Part Time Stationary	49,896.50	
Part Time Supervision & Other Allowance	603,325.00	
Part Time Training Materials	9,321,791.09	
<b><u>Printing School</u></b>		
Printing School Income		136,471.00
Printing School Training Materials	71,185.00	
<b><u>RPL</u></b>		
RPL Income		16,704,131.08
RPL Income ILO		6,607,478.00
RPL Income Interim Budget - Ministry		6,544,000.00
Expenditure for ILO (RPL)	3,079,933.50	
Expenditure for Interim Budget (RPL)	3,424,724.50	
RPL Expenses - Exam Fees	4,081,676.74	
EPL Expenses - Advertisement	1,500.00	
EPL Expenses - Maintenance Machine	35,585.00	
EPL Expenses - Panels Board & Supervision	1,128,550.50	
EPL Expenses - Staff Incentive	67,810.00	
EPL Expenses - Training Materials	835,434.15	
<b><u>Trade Test</u></b>		
Trade Test Income		480,000.00
Trade Test Staff Incentive	64,800.00	
Trade Test Training Materials	303,150.00	



Description	Dr.	Cr. -
<b><u>Seascope Hotel - Ahangama</u></b>		
Food & Beverages Income		1,180,870.00
Hall Income (Seascope)		128,600.00
Pool Income		32,300.00
Rent Income (Location)		40,000.00
Room Income		514,088.00
Electricity	548,918.34	
Food & Beverages Expenses	350,604.00	
Janitorial Service	344,306.60	
Laundry Charges	122,510.00	
Maintenance of Building	465,735.00	
Maintenance of Machinery	379,643.80	
Miscellaneous Expenses	61,473.00	
Overtime & Holiday Pay	244,994.70	
Water Bill	19,988.93	
<b><u>Other Production Unit</u></b>		
Thalalla Restaurant Income		1,371,060.00
Thalalla Restaurant expenses	934,049.32	
Other Production Unit Income		2,401,766.00
Other Production Unit - Stationary	41,605.00	
Other Production Unit - Labor expenses	126,000.00	
Other Production Unit - Lecture Fees	303,700.00	
Other Production Unit - Miscellanies Exp	261,845.00	
Other Production Unit - Transport Exp	189,815.00	
<b><u>Funds On Special Projects</u></b>		
Ministry of Education - Incentive for Instructors		112,827,689.50
Funds for SFIG		371,666.00
Funds for Skill work TVEC		607,680.00
Funds For ILO		6,409,201.85
Funds on Nipunatha sisusaviya		138,872,000.00
Funds For Ministry		1,998.00
<b><u>Staff Cost</u></b>		
E.P.F. Expenses	122,637,015.34	
E.T.F. Expenses	30,660,546.49	
Other Allowance(Staff Cost)	290,911,989.33	
Salaries & Overtime	883,266,085.35	
Staff Gratuity	51,734,600.00	
<b><u>Travelling</u></b>		
Accommodation Expenses	134,742.00	

Description	Dr.	Cr.
Travelling - Domestic	4,779,458.10	
Verification Expenses	4,171,309.00	
<b><u>Supplies and Other Consumables</u></b>		
Fuel & Lubricant Charges	28,203,625.80	
Other Supplies	1,877,827.11	
Stationary & Office Requisites	12,114,179.94	
Printed Materials	5,454,801.35	
<b><u>Maintenance</u></b>		
Maintenance of Building	17,824,346.34	
Maintenance of Plant & Machinery	11,965,387.21	
Maintenance of vehicle	11,563,774.41	
Maintenance of Office Equipment	5,031,911.21	
<b><u>Contractual Service</u></b>		
Advertisement	2,014,337.79	
Audit Fees	1,200,000.00	
Electricity Charges	60,224,944.34	
Hire Charges	2,704,064.00	
Insurance	5,459,885.80	
Janitorial Service	21,658,894.71	
News Papers & Periodicals	430,307.83	
Postal Charges	1,283,347.86	
Rent, rates & taxes	8,633,991.99	
Security Charges	57,542,283.40	
Staff Welfare & Other	911,022.00	
Telephone Charges	28,100,251.43	
Transport	1,741,355.00	
Water Bill	14,552,747.79	
Consultation & Professional Fee	405,000.00	
<b><u>Job Placement, Research &amp; Entrepreneurship</u></b>		
Curriculum Development	405,530.00	
On the Job Training & Monitoring	5,345,565.06	
Entrepreneurship Programs	624,246.25	
Job Placement	3,098,495.00	
Research & Tracer Study	731,349.50	
Private Public Partnership	702,364.25	
<b><u>Other Operating Expenses</u></b>		
Approved Dropouts	325,050.00	
Examination & Evaluation	48,298,372.43	
Honorarium	633,000.00	

Description	Dr.	Cr.
Legal Fees	592,402.00	
Miscellaneous expenses	4,251,539.37	
Quality Management & Accreditation	5,549,408.50	
Season Tickets	15,571,110.29	
Special Training Programme	349,485.00	
Tools & Consumables	3,791,139.20	
Training Monitoring	316,604.00	
<b><u>Expenditure On Special Projects</u></b>		
Expenditure for Nipunatha sisusawiya	138,872,000.00	
Expenditure for Instructors Incentive	112,827,689.50	
Expenditure for ILO	6,409,201.85	
Expenditure for SFIG	371,666.00	
Expenditure For Skill work TVEC	607,680.00	
Expenditure For Ministry	1,998.00	
<b><u>Finance Cost</u></b>		
Bank Charges	166,881.00	
Training Materials	131,608,714.56	
Staff Training - Capacity Deve.	8,937,679.90	
Promotional Expenses	13,200,211.58	
Carrier Guidance	1,107,461.00	
Depreciation	588,968,574.91	
Interest on Finance Lease	2,365,180.00	
Lease/Rent Vehicle Under Operating Lease	4,427,506.64	
Profit & Loss A/C		4,488,492,944.19
Prior Year Adjustment		29,422,032.16
<b>Total</b>	<b>13,292,965,038.49</b>	<b>13,292,965,038.49</b>



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## தேசிய கணக்காய்வு அலுவலகம்

### NATIONAL AUDIT OFFICE



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எனது இல.  
My No.

VOT/D/VTa/1/2022/23

ඔබේ අංකය  
உமது இல  
Your No.

திகதி  
Date

17<sup>th</sup> August 2023

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 2022 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 2022 comprising the statement of financial position as at 31 December 2022 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 2022 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 Section 14 of Sri Lanka Public Sector Accounting Standard 7, action had not been taken to value and account for the value of buildings constructed on 20 land plots which were not owned by the authority, 08 owned land plots and the buildings constructed thereon.
- In accounting of the revaluation surplus identified in the revaluation in the year 2022, the revaluation losses of Rs. 51,409,653 identified during the revaluation of assets in the year 2018 had not been considered and acted in terms of paragraph 52 of Sri Lanka Public Sector Accounting Standard 7. As such, Accumulated Surplus and Revaluation Reserve as on 31 December 2022 were understated and overstated by that amount respectively.





- (c) Due to implicit interest rate had not been applied as specified in Sri Lanka Public Sector Accounting Standard 12, when accounting of the finance lease liability and interest expense related to 03 vehicle procured under the finance lease basis in the year 2019, the non current and current lease liability as on 31 December 2022 were under stated by Rs.1,177,479 and Rs.1,119,992 respectively and the accumulated surplus as on 31 December 2022 was overstated by Rs.2,297,471.
- (d) Due to non-capitalization of the Ruhunugama Vocational Training Centre building costed for Rs.7,743,902 in Matara District, which was completed on 30 November 2021 and handed over to the authority, the value of the building from that amount and the value of the retention money account were under stated by Rs. 398,158 and the balance of the work in progress account was over stated by Rs. 7,345,744.
- (e) Due to the double calculation of depreciation of the assets acquired during the period from 2018 to 2021 in the calculation of depreciation for buildings and motor vehicles asset classes in the year under review, the depreciation expenditure for the year was over stated by Rs.134,630,322. As such, the surplus of the year under review and the property, plant and equipment balance as on 31 December 2022 were under stated by that value.
- (f) It was revealed in the test check that, the expenditure of Rs.3,054,300 related to the year 2023 of 09 part-time courses started in the academic year 2022/2023 had been accounted as the expenditure of the year 2022. As such, the deficit and accrued expenses of the year under review were overstated by that amount.
- (g) According to the information received from the Examinations and Evaluation Division of the Authority and the Certificate Issuance Division of the Tertiary and Vocational Education Commission, a sum of Rs.8,156,600 payable to the Tertiary and Vocational Education Commission by the authority as on 31 December 2022 for the issuance of NVQ certificates had not been accounted for.
- (h) The evidence required to confirm the amount of Rs.13,266,934 received for special projects and the amount of Rs.18,632,491 generated from non-exchange transactions during the year under review accounted for under the Capital Grant Reserve was not submitted to the audit.
- (i) A sum of Rs. 45,326,885 given by various institutions to the Vocational Training Authority in the year 2022 and previous years for execution of special projects was credited to the expenses payable account instead of being credited to a deposit account.
- (j) It was revealed in the test check conducted in relation to the accounting system that, out of the data entered into the system in the year 2022, 144 receipts total amounting to Rs.1,155,529 and 96 sales invoices total amounting to Rs.1,027,250 were deleted and amended in the period from January to April 2023 without applying journal entries. Further, the officers who enter the data into the accounting system were given the authority to change the data without any control.





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NATIONAL AUDIT OFFICE

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 2022 of the Authority**

The other information comprises the information included in the Authority's 2022 Annual Report but does not include 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 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 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 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.



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## 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;**

- 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 except for;

	Reference to law/ direction	Observations
(a)	Paragraph 09 of Public Finance Circular No. 1/2020 dated 28 August 2020 Financial Regulation 371 (2) b	Although an ad-hoc imprest up to a maximum limit of Rs 100,000 at a time could be given for any specific work, contrary to that advances total amounting to Rs. 1,788,693 were given in 12 occasions in the range of Rs.100,500 to Rs.340,404.
(b)	Paragraph 8.1 and 8.2 of State Accounts Department Guidelines No. 221/03 dated 26 November 2021	A proper fixed asset register was not maintained to verify the accuracy of the property, plant and equipment amounting to Rs.7,659,583,443 stated in the statement of financial position as on 31 December 2022.



- 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;

As per guideline 5.3.10 (b) of the Government Procurement Guidelines, in the procurement process of obtaining of sanitation service for the year 2023, due to the contract had not been awarded to the lowest bidder within the bid validity period by the responsible officials, the second bidder was awarded the contract and the sanitation service had to be obtained by paying additional sum of Rs.2,038,700.

### **2.3 Other Matters**

- (a) In comparison with the target number of apprentices enrolled for 13 courses conducted in 11 training centers belonging to the Colombo District Office of the Authority for the period from 2018 to 2022, the enrollment percentage was low from 10 percent to 66 percent. Further, the percentage of dropping out of those courses ranged from 20 percent to 58 percent and the management had not focused to find out the reasons for leaving out of those courses and take necessary remedies to them.
- (b) Although a sum of Rs. 1,212,570 was paid to the consultant companies in the year 2014 for the modernization of 03 vocational training centers from the financial allocation of the Sectoral Development Project (SSDP), the modernization works were not commenced until 31 July 2023, as such, the expenditure incurred was an uneconomic transaction.
- (c) A sum of Rs.19,053,095 spent for the construction of workshop building at the Hambantota Mirijjawila National Vocational Training Center, started in 2017, was shown in the work in progress account from the year 2017 and the constructed parts of the building were decaying due to the contractor abandoned the construction midway.
- (d) While holding the position of Deputy Director of the Authority during the period from January 2006 to December 2013, serves as the Working Director of the Central Cultural Fund and during the relevant period he received allowances and transportation facilities from both institutions and he received a sum of Rs. 5,443,723 as monthly allowances from the Central Cultural Fund. Although the Director General of the Central Cultural Fund informed to the Chairman of the Authority to conduct an investigation in this regard through the letter dated 20 October 2015, the inquiry could not be conducted even till 30 July 2023.





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நேசிய கணக்காய்வு அலுவலகம்  
NATIONAL AUDIT OFFICE

- (e) Although a 48-room student hostel with all facilities which can provide accommodation for nearly 100 students has been built for Orugudawatta Sri Lanka National Vocational Training Institute in the year 2020 with the assistance of the Korean government, necessary arrangements had not been made for providing hostel facilities for students studying full-time courses even by the date of audit of 30 June 2023 and hostel facilities were provided for 14 consultants. Also, out of the 400 students enrolled for the courses in the year 2022/2023, nearly 110 students were students with permanent residence outside the Western Province where the training institute is located. As such, arrangements had not been made to increase of students' attraction to vocational education by providing relief to such students. This building, which was constructed using foreign aid (loans), remained underutilized for 03 years without being used for the relevant purpose.
- (f) Although Ahangama Hotel School was renovated as a hotel in 2019 at a cost of Rs. 148.92 million with the objective of providing better training for students and provide further training for the students who follows courses of Vocational Training Authority, no any apprentice had been provide practical training from this tourist hotel from that year to 30 June 2023.
- (g) 22 rooms had been constructed at a cost of Rs.91,026,186 in hotel schools premises at Pothuvil of Ampara district and Karainagar of Jaffna district, outside the objectives of the authority, were remained underutilized even by 30 July 2023.
- (h) The Sri Lanka Vocational Training Authority had unable to recover an amount of Rs. 20,246,792 due to the authority from 35 officers who had left the service between 2003 and 2022 even by 26 July 2023.
- (i) A total sum of Rs. 5,512,969 due for more than 10 years to the authority from 03 government institutions as on 31 December 2022 could not be recovered even by 31 May 2023.
- (j) A sum of Rs.9,280,000 paid to the Land Reform Commission on 25 April 2018 for the transfer of 31.3 rood 3 perches from the land where Nuwara Eliya Vanarajawatta Rural Vocational Training Center is located to the authority is also included in the above advance balance. Due to this amount was paid without concern about the clearance of title of the land, even after 5 years, it was not possible to hand over the ownership of the land to the authority or recover the money paid.
- (k) Contrary to the objective of the Early Childhood Development Program, 30 computers and computer accessories were procured by spending Rs. 11,721,081 for a computer course.





- (l) 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.
- (m) 19 types of equipment with a total value of Rs. 28,078,556 ordered in the years 2019 and 2022 for the implementation of the 13-year continuing education project have not been supplied to the authority by the suppliers even by 31 December 2022. Furthermore, out of the equipment ordered and received by the authority in the year 2019 and 2022, 07 types of items worth Rs. 4,589,944 were rejected due to non-compliance with the specifications and those items were not re-supplied even by 31 December 2022.

**W.P.C. Wickramaratne**  
**Auditor General**

**Reply for the Report of the Auditor General on Financial Statements and Other Legal and Regulatory Requirements of the Vocational Training Authority of Sri Lanka for the year ended 31st December 2022, in terms of Section 12 of the National Audit Act, No. 19 of 2018**

**1.2 Basis for the Qualified Opinion**

- (a) Out of the 28 of these lands the valuation has been carried out for 24 lands. Since the values of the buildings constructed in the land which are not been transferred the ownership to the VTASL will not be valued by the Department of Valuation, actions will be taken to appoint a Committee by the Authority and do the valuations for those values and adjust to the Accounts.
- (b) Already have been rectified.
- (c) Rectified in the year 2023.
- (d) Rectified in the year 2023.
- (e) Already have been rectified.
- (f) Actions will be taken to rectify in the year 2023.
- (g) Tertiary & Vocational Education Commission has increased the fees for issuing the certificates from Rs. 20/= to Rs. 500 /= and the invoices relevant to this have received to the Authority on 18.01.2023. It has already not been entered to an agreement for this price increasement and the provisions have not been allocated for the year 2022. However, this payment will be carried out through the provisions of year 2023 on the agreement basis in future.

Description	Difference Rs.	Reason
Nipunatha Sisu Saviya	11,872,000.00	This finance have been received in 2021 and actions will be taken to submit documents to be proved.  Actions will be taken to submit documents to be proved.  Actions will be taken to submit documents to be proved.  documents to be proved have been submitted.
Staff incentive	646,945.00	
Ministry SFIG	371,661.00	
Skill work TVEC	374,352.00	
	<b>13,266,934.00</b>	
<b>Capital Expenditure</b>		Receivables of the previous years and the documents to be proved have been submitted.  Receivables of the previous years and the documents to be proved will be submitted in future.
13 years	5,769,800.00	
Early Childhood	12,862,691.29	
	<b>18,632,491.29</b>	

- (i) The funds received to the VTASL for special projects through vivid Institutions have been noted separately in the ledgers under the titles of each project. It should also correct to indicate that in Final Accounts, as the funds to be paid for the projects.
- (j) In the event of preparing final financial statements relevant to the year 2022 and monthly bank balancing statements, it was revealed that few of the receipts issued for the values to be balanced directly to the bank account has entered twice by mistake. It was rectified. Since the journal entries are not been entered to the Cash book in practical accounts usage, actions have been taken to rectify the relevant defect of double calculation by omitting those double entered receipts on the approval of the Director Finance.

Other amendments also carried out for the correction of accounts. Practical issues are been occurred when entering the transactions and incidents to the Account System under each account due to inability to identify the accounts accurately and completely in certain occasions. Actions will be taken to do rectifications through entering the data in the first entry to minimize the complexity occurred in the accounts ledgers due to attaching journal entries to rectify the all information after identifying accurate data.

However, after the Audit inquiries, the existed control system for the Accounts system up to now, has further reviewed and prepared a new system subject to vivid limitations, to do required rectifications to the Account system with an approval and the written evidences in order to avoid aforementioned mistakes. You are kindly informed that all the officers engaged in the duties relevant to Accounts system were informed to follow the new system.

#### 2.2.2

- (a) Actions will be taken subject to the maximum limit.
- (b) Fixed Assets Register is being prepared.

2.2.4 According to the Procurement Process the Technical Evaluation Committee has selected the Express Environmental Service Institute on 21.09.2022 which submitted the minimum quotations for the prices. However, the chairman of the Departmental Procurement Committee has resigned on 15.09.2022 and it was not able to select a new supplier. Accordingly, request has been made on 26.09.2022 to Secretary to the Ministry to nominate a representative from the Ministry to be appointed as the Chairman of the Department Procurement Committee. A new chairman was appointed on 12.10.2022 and this file has submitted to him. However, the officer from the Ministry, was given the appointment as the Chairman of Department Procurement Committee on 22.11.2022. The Department Procurement Committee has selected the Express Environmental Service which submitted the minimum quotations on 16.12.2022 after scrutinizing the relevant file of this task. The Express Environmental Service has rejected to accept the service order due to contract procurement decision has implemented subsequent to one day delay. Therefore, this situation has occurred during the bidding period, due to the facts of a new chairman has to be appointed, Ministry has to appoint the Chairman to the Department Procurement Committee and a considerable time has taken to study the said file.

### 2.3 Other facts

- (a.) Due to the prevailed situation of the country arisen with the Covid 19 epidemic, the general training activities have been strictly impacted and the courses compiled the duration for 08 to 09 months have been extended up to 16 to 18 months. Therefore, the number of the groups of intakes per annum was also reduced. As such percentage of the intake has also been reduced.

The Vocational Training Center in Maharagama of Colombo district has not been conducted a Refrigeration & Air Conditioning course in the year 2018. The percentage of its' intakes has indicated as 10 %.

The Vocational Training Center in Gothatuwa has not been conducted the two courses of Aluminum Designer and the Wood Technician (Building) in the year 2019. As such the percentage of the intake is differed according to the data indicated.

The Vocational training Centers in Pathegama and Thotagama are not the centers that belonged to this district. Plumber and Solar System Technology courses have been conducted in the Vocational Training center Pahathgama.

Due to these all facts, the indicated number for the percentage of the intake, is changed.

- (b.) In order to prepare the Engineering Plans and Bills of Quantity required to renovate and develop 90 training centers under the financial provisions of the Skills Sector Development Program (SSDP), a consultant service has been selected subject to the National Competitive Bidding Process in the year 2014. Accordingly, the agreements have been made with the Engineering & Design & Construction Company (ED & CC) on 09.09.2014. However, on the instructions of the Additional Secretary (Skills Sector Development), dated 29.12.2014, the said service has to be halted. In this context, the aforesaid 03 centers have also been added to the 35 centers, which have already been prepared the Engineering Plans & Bills of Quantity and given to us. However, since the provisions granted by the SSDP for each year have been limited, the construction work of the 03 centers could not be commenced. Yet, Engineering Plans and Bills of Quantity (Estimates) given as such have been protected for the future usage.

Furthermore, as per the decision of the other members of the Board of Directors, it is scheduled to be submitted to the approval of the Audit & Management Committee.

- (c.) In line with the development activities of the Harbor of Hambanthota, this project was commenced in the National Vocational Training Institute – Mirijjawila, on 07.11.2013 to train more competent workers required for the operational affairs of the harbor, under the provisions of the Treasury. It was planned to conclude on 05.04.2014. Extra time period of 35 days have been given on the basis of acceptable reasons and scheduled to be concluded on 13.06.2014. Due to weak performance of the contractor, the work could not be completed on due date and the project work was halted on 05.01.2015. Subsequently, the first floor which was constructed up to concrete board was undertaken by carrying out examine. The performance bond valuing Rs. 2,130,677.83 which was given by the contract company was transferred into cash and deposited in the account of VTASL through cheque No.573628 and dated 02.02.2015. In addition to that, in terms of contract conditions of the CIDA (ICTAD), the final pay receipt was prepared by charging a surcharge of 25% on which the amount of Rs. 6,022,990.72.

Inquiring instructions for the future affairs, a report was submitted to the Procurement Committee on 25.08.2015 and further a subsequent report has been sent to the Department Procurement Committee on 23.11.2023. However, the Procurement Committee has not given a proper decision for this. In the year 2016, although the procurement activities have been recalled to do the remained work of this project, the approval of the Procurement Committee has not been granted for the remained constructions since previous project has not completed the project in formal manner. Therefore, the remained work of this building has not been concluded so far and this expenditure is pointed out under work in progress.

In this context, in the year 2022, on the instructions of the Audit & Management Committee, a request was given to the National Engineering Research & Development Institution (NERD) to provide a report on the stability and the defects of these buildings. Then the NERD has carried out a preliminary test and informed to obtain a report from the Atomic Energy Board in this regard. The Atomic Energy Board has given the prices only for the units of the tests to be carried out, and has informed to do a site visit for testing. Actions are being taken to do a site visit for testing and a Technical Evaluation Committee has been appointed to on 09.05.2023 to obtain the recommendations to do the final payments of this project, by considering the clarifications given by the Constructions Industry Development Authority (CIDA). Accordingly, the Technical Evaluation Committee has recommended to do the required changes and the adaptations as per the decisions given by the NERD and Atomic Energy Board examinations and to construct II Floor and utilize. As such, the required renovations will be accomplished for the building and will be used for the training activities effectively.

Furthermore, as the Engineering Evaluation Committee pointed out, VTASL has to pay the amount of Rs. 845,226.51 to the contract company, at the event of halting the work of this project. After receiving the reports of the NERD and Atomic Energy Board regarding these buildings, there facts will be considered and this amount will be halted temporally as a security fund if any defects in the Contract have to be paid. Subsequently, payments will be done in future.

- (d) On the instructions of the Committee on Public Enterprises (COPE), the letter has been sent on 19.04.2023 to the Secretary to the President and the Authority was informed through the letter dated 12.07.2023 to discuss the matter with relevant Institutions and refer the recommendations back to Secretary to the President. Accordingly, the Director General of the Cultural Fund was informed by the letter dated 31.08.2023 to nominate an officer, date and time for the respective discussion.
- (e) The hostel warden position is approved in the cadre of the Korean National Vocational Training Institute – Orugodawaththa and the recruitments have not been done for it. Therefore, accommodation facilities have not been given for the apprentices. Recruitments are being halted up to now and the actions are been taken to obtain approval of the Department of Management Services to do recruitments. Currently, hostel facilities have been given to the instructors of the Authority and charge fees monthly from them.
- (f) In order to earn effective benefits through the Hotel – Ahangama, discussions have already been held with the Sri Lanka Institute of Tourism & Hotel Management (SLITHM) to utilize the assets of the Hotel school in fruitful manner. As such, Hotel - Ahangama was observed by the SLITHM and it has given consent to develop the subject curriculums and to tarin the apprentices further. It was identified that Hotel – Ahangama was not renovated to be conducted as a hotel, even though the renovations have been carried out in 2019. Therefore, it has not agreed to do the renovations as a Hotel which provides further trainings. The Board of Directors of the Authority were informed in this regard and the Board of Directors has given the approval and the instructions to lease the hotel on long term basis for a public



or private sector Institute legally, by adhering to procurement activities and to select investors through procurement procedures. Further informed that the relevant lease holder should agree via agreements to intake the training apprentices of the Authority for further trainings.

- (g.) The hotel schools in Pothuvil and Kareinagar are also to be leased formally as indicated in above (f).
- (h) Legal actions have been taken to recover these charges. It has informed to Department of Attorney General and for the “Samatha Mandala” for the charges to be recovered below Rs. 5000/- and future actions in that regard are in progress. Two officers have already been recovered the amounts.
  - Receipt No HOR 0431  
Mr. G.G.P. Madushan (2186) 35,682
  - Receipt No : HOR 0431  
Mr.A.M. Jamil (1222) 65,206.67
- (k) Actions will be taken to refer the matter for the next Audit & Management Committee meeting.
- (l) Land Recreation Commission has confirmed through the letters dated 17.09.2013, 12.01.2016 and 05.08.2017 that the “Wanarajawaththa” belongs to the said Commission. Therefore, VTASL has paid Rs.9,280,000.00 to Land Recreation Commission to purchase the land. In this context, since a court case No: CA Writ 307/2018 was filed in the Appeal Court by another party, regarding the ownership of the land, the transfer activities of the land could not be finalized. Future actions will be taken on the basis of the verdict of the said court case.
- (m) In order to implement the training activities of the Child Care course in quality manner and under high facilities which conduct in the 06 training centers of VTASL, a MoU has been signed on 28.06.2019 between the Authority and the Ministry of Women & Children Affairs and the Ministry of Dry Zone Development, under the grants of World Bank. As per the aforesaid MoU, Rs. 50,000.00 financial aid of the World Bank was granted under 03 steps for the apprentices those who follow the Child Care Giver course.

Considering the existing demand and the available space facilities, another 04 Child Care courses were commenced in the 04 centers and purchased equipment for it in the year 2020 under the aforesaid financial assistance. As such, the number of apprentices were increased each 80 for 06 months and at the event of completion the courses, VTASL received the financial aid from the World Bank. Subsequent to the facilitating of equipment requirements for the Child Care courses, 30 computers have been purchased by considering the following reasons.

In the year 2019, 10 courses in Information Technology Technician course (NVQ Level IV) were transformed as Computer Graphic Designer course which has high demand in the job market. Since the actions have been taken to fulfil the instructor training required for it, classrooms arrangements and other all requirements, there was no opportunity to purchase computers until the year 2020 due to the limitation of the provisions of Treasury.

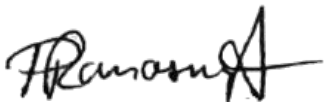
In line with the “13 years continuous education program”, the Ministry of Education has allocated provisions to develop 19 courses in Computer Graphic Designer course. Due to the cancellation of the tender submitted to purchase, new computers have not been purchased.



Due to Covid - 19 epidemic prevailed in the year 2020 – 2021, the training activities of the apprentices were hindered and the Ministry of Education has given the instructions to do the training affairs through on- line which comes as remote education. However, the tender for purchasing the computer has been cancelled and it was caused to an issue.

In this context, 30 computers have been purchased which required to commence the 10 Computer Graphic Designer courses by incurring 11 Mns through the total amount of Rs. 25,699,700 which was granted to the Vocational Training Authority of Sri Lanka by World Bank grants aiming to begin Child Care course in the year 2019,2020.

- (j) This VTA Holdings Ltd. was established without the approval of the Cabinet of Ministers. Since this Company was not governed by the officials of this Authority, a register for financial statement / assets has not been maintained by the Authority. Therefore, the issues are been arisen in various occasions and a committee has already been appointed to give a preliminary report on this Company considering the fact of providing details on transactions required to liquidate the Institute. This Committee report will be submitted to the Audit and Management Committee of the Ministry and the Audit & Management Committee of the Authority. In order to liquidate this company, the documents have been submitted to the Department of Company Registrar. Actions have been taken to send a reminder on 14.07.2023 to the Department of Company Registrar inquiring the progress of the process for liquidating this Company.
- (k.) The relevant supplying Institutions have given the written documents to the VTASL in respect of the impossibility to provide this training equipment due to import limitations of the country. Further, the items which were supplied by the Suppliers have not been undertaken since the specifications were not match with the final technical evaluations and those suppliers were instructed to provide correct items. However, due to dollars crisis prevailed in the country and the import limitations, that the suppliers have informed on the impossibility to supply those items. The approval of the Secretary of the Ministry has already been requested to purchase those items.



**Air Vice Marshal Prasanna Ranasinghe (Retired),**  
Chairman/ Chief Executive Officer,  
Vocational Training Authority of Sri Lanka.