

## **Kegalle Pradeshiya Sabha**

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### **Kegalle District**

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#### **1. Financial Statements**

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##### **1.1 Presentation of Financial Statements**

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The financial statements for the year under review had been presented to audit on 28 February 2013 and the financial statements for the preceding year had been presented on 05 March 2012. The report of the Auditor General for the year was issued to the Chairman of the Sabha on 14 May 2013.

##### **1.2 Opinion**

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So far as appears from my examination and to the best of information and according to the explanations given to me, I am of opinion that the Kegalle Pradeshiya Sabha had maintained proper accounting records for the year ended 31 December 2012 and except for the effects on the financial statements of the matters referred to in my report, the financial statements have been prepared in accordance with Generally Accepted Accounting Principles and give a true and fair view of the state of affairs of the Kegalle Pradeshiya Sabha as at 31 December 2012 and the financial results of its operations for the year then ended.

##### **1.3 Comments on Financial Statements**

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###### **1.3.1 Accounting Deficiencies**

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Salary reimbursements amounting to Rs.1,200,694 relating to the preceding year received during the year under review had been accounted as an income for the year under review and as such, aid income had been overstated by a similar amount.



