

Rajgama Pradeshiya Sabha

Galle District

1. Financial Statements

1.1 Presentation of Financial Statements

The financial statements for the year under review had been presented to audit on 22 April 2013 and the financial statements for the preceding year had been presented on 21 May 2012. The report of the Auditor General for the year under review was issued to the Chairman of the Sabha on 20 November 2013.

1.2 Opinion

In view of the comments and observations appearing in my report I do not express an opinion on the financial statements of the Rajgama Pradeshiya Sabha for the year ended 31 December 2012 presented to audit.

1.3 Comments on Financial Statements

1.3.1 Accounting Policies

The accounting policies followed by the Sabha had not been disclosed along with the financial statements.

1.3.2 Accounting Deficiencies

The following observations are made.

- (a.) The credit balance of the suspense account amounting to Rs.136,104 as at 31 December of the year under review had not been settled.
- (b.) There was a difference of Rs.569,513 between the balances shown in the Main Ledger as at 31 December of the year under review and the balances shown in the financial statements.
- (c.) Although library books valued at Rs.67,681 had been disposed of during the year under review the value of those books had not been removed from the financial statements.
- (d.) Provision for creditors as at 31 December of the year under review in respect of 12 items of expenditure amounted to Rs.2,508,391 where as it had been shown in

