

Ridimaliyadda Pradeshiya Sabha

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Badulla 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 for audit on 21 May 2013 and the financial statements for the preceding year had been presented for audit on 08 May 2012. The Report of the Auditor General for the year under review was furnished to the Chairman of the Sabha on 05 August 2013.

1:2 Opinion  
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In view of the comment and observations appearing in my report. I do not express an opinion on the financial statements of the Ridimaliyadda Pradeshiya Sabha for the year ended 31 December 2012 furnished for audit.

1:3 Comments on Financial Statements  
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1:3:1 Accounting Deficiencies  
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- (a) The stamp fees revenue for the year under review amounting to Rs.1,542,150 had been brought to account as the Courts fines revenue while the Courts fines revenue for the year amounting to Rs.170,350 had been brought to account as stamp fees Revenue.
- (b) The Courts fines amounting to Rs.171,913 and stamp fees amounting to Rs.71,493 receivable as at 31 December of the preceding year had not been brought to account and as such, the revenue debtors and the balance of the Accumulated Fund Account as at 31 December of the year under review had been understated in the financial statements by a sum of Rs.243,406.
- (c) The Courts fines revenue receivable in respect of July, August, September and December of the year under review and the stamp fees revenue receivable in





- (a) The double cab motor vehicle taken over for the Army operations and returned to the Sabha on 18 March 2008 had been retained idle in the Sabha premises since that date without taking action either to repair or for disposal of the motor vehicle appropriately.
- (b) The three wheel pick up motor vehicle received from the Bandarawela Pradeshiya Sabha on 01 March 2005 had been retained in the Sabha premises without being utilized for a useful purpose since March 2012.
- (c) Two official quarters of the Sabha with two rooms, sitting room and kitchen remained idle without being used for any purpose.

#### 2:4 Operating Inefficiencies

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- (a) Action in terms of the provisions in Sections 1.4 and 6 of Chapter xxiv of the Establishments Code had not been taken for the recovery of staff loans amounting to Rs.25,407 recoverable from 09 former employees of the Sabha who had gone on transfer or deceased.
- (b) The powers relating to the recruitment of junior employees of Pradeshiya Sabhas which had been vested in the Provincial Council Public Service Commission by the Uva Provincial Governor in terms of Section 32(2) of the Provincial Councils Act, No. 42 of 1987 and Section 32(2)(a) of the Provincial Councils (Amendment) Act, No.28 of 1990 had been assigned by the Chairman of the Uva Provincial Public Service Commission to the Secretaries of Pradeshiya Sabhas on 21 April 2005 for implementation in accordance with the Schemes of Recruitment and circular instructions subject to prior approval of the Commissioner of Local Government. Surpassing those powers, the Chairman of the Pradeshiya Sabha had recruited an employee to the post of Substitute Librarian on 21 October 2011 and had paid salary amounting to Rs.188,862 from the Sabha Fund for the period from that date to February 2013.

#### 2:5 Solid Waste Management

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