

Sri Lanka Judge's Institute

1. Financial statements

1:1 Qualified Opinion

In my opinion, except for the effects of the matters described in paragraph 1.2 of this report, the financial statements give a true and fair view of the financial position of the Sri Lanka Judge's Institute as at 31 December 2012 and its financial performance and cash flows for the year then ended in accordance with Generally Accepted Accounting Principles.

1:2 Comments on Financial Statements

Accounting Deficiencies

The following observations were made.

- (a) The value of 30 computers, 25 computer chairs and further 34 items of assets received from the Ministry in the year 2011 had not been computed and brought to account.
- (b) Provision had not been made in the accounts in respect of audit fees for the year under review.

2. Financial Review

2.1 Financial Results

According to the financial statements presented, the operations of the Institute for the year ended 31 December 2012 had resulted in a deficit of Rs.5,340,626 as against the surplus for the preceding year amounting to Rs.2,581,136. Accordingly, the financial results for the year under review had deteriorated by Rs.7,921,762 as compared with the preceding year due to the decrease of receipts for the year by Rs.7,133,828 and increase of total expenditure by Rs.787,934.

3. Accountability and Good Governance

Corporate Plan and Action Plan

A Corporate Plan for the year 2012 had not been prepared in terms of provision of the Public Enterprises Circular No.PED / 12, dated 02 June 2003 and an Action plan had been prepared so as to cover only the period from July to December 2012.

4. Systems and Controls

Deficiencies in systems and controls observed during the course of audit were brought to the notice of the Director of the Institute from time to time. Special attention is needed in respect of the following areas of control.

- (a) Accounting
- (b) Corporate Plan and Action Plan