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இலங்கை ஓய்வு
Sri Lanka Pensions

2024

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வருடாந்த செயற்றிறன் அறிக்கை மற்றும் கணக்குகள்

Annual Performance Report & Accounts

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ஓய்வூதியத் திணைக்களம்
Department of Pensions

PERFORMANCE REPORT & ACCOUNTS - 2024

Vote- 253

Department of Pensions

Maligawaththa

Colombo 10

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01.

Profile of the institution

1.1. Introduction

Department of Pensions, which has been established as a Department in Grade A in 1970, is the prime public institute for granting social security benefits to the pensioners' community in public sector of Sri Lanka.

The history of the implementation of the law pertaining to the pension of Sri Lanka goes back to the enforcement of Widows' and Orphans' Pensions Fund Ordinance No 01 of 1898 which came to effect from 23 June 1898. Since then, the responsibility to manage the pension of Public Servants has been entrusted to General Treasury.

Benefits are granted to the pensioners with the application of Pensions minute, which has been issued for the first time on 05 February 1934 and revised from time to time, Widows' and Orphans' Pensions Fund Ordinance 01 of 1898, and Public Services Provident Fund Ordinance No 18 of 1942. Further, pension schemes are implemented also under Teacher's Widows' and Orphans Pensions Fund Act No 44 of 1953, Pension Regulations for Pirivenas and Assisted Schools, Army Pensions and Gratuity Code 1981, and Widows' and Orphans' (Armed Services) Act No 18 of 1970 and Local Government Pensions Schemes.

Main task of the Department of Pensions is to regulate all the payments and recoveries pertaining to the subjects such as civil pensions, widows'/ widowers' and orphans' and disabled pensions, armed forces pension, and public services provident fund conforming to above legal provisions.

At present, the Department has been able to modify and simplify the method for payment pension with updating and modifications of communication and digital technology. This Department, which is the heir of a proud history of more than five decades, looks forward as the pioneers in the effort to make a pensioner satisfied in both economic and social aspects by way of paying pension of the pensioners over 725,000 and ensuring benefits as well as their heirs.

This report has been prepared with the inclusion of particulars pertaining to the progress of the financial activities and the process for granting entitlement to social security and its management by the Department during the financial year of 2024 as per Public Finance Circular No. 02/2020.

1.2. Vision, Mission and Objectives



Vision

A Pensioners' community highly satisfied in economic and social aspects



Mission

Offering legal benefits to pensioner of the Public Services and their beneficiaries, ensuring satisfaction of both recipients as well as service providers at an excellent level intertwining public sector with private sector through applications of modern technology and sustainable management techniques

Objectives

- Monitoring the process for granting pensions benefits of Public Servants in consistent with Pensions Minute, Widowers' and Orphans' Fund Act and Widows' and Orphans' Fund Act and imposing other relevant provisions.
- Granting the pensions of retired public servants in consistent with the legal frameworks, rules and policy decisions pertaining to the pension.
- Payment of monthly pension benefits without interruption and awarding the benefit correctly, which makes once and for all.
- Monitoring Public Service Provident Fund Scheme and awarding benefits.
- Collecting contributions to Widows' and Orphans' Fund on behalf of the Government and collecting and managing other revenues.
- Management of the pension of Three Armed Forces and post benefits.
- Payment of compensation pension and allowances to the members of Three Armed Forces and the Police who become disable or demise whilst in active service.
- Assisting to formulate policies on modern social security systems by way of studying the global trends on social security.
- To be accountable for the preparation of annual budget and its progress.
- Holding the National Pensioners' Day celebration.

1.3. Main Functions

The role of the Department of Pensions is performed through four processes.

1.3.1 Awarding pension and other benefits

I. Granting pension entitlement to public and judicial service officers

Granting pension and gratuity to public servants, judicial service officers, private teachers, teachers of private schools and officers included in schedule 'q' as per the provisions of the Pensions Minute.

II. Granting pension entitlement to the members of Armed Forces

Granting pension entitlement and gratuity to the officers of three Armed Forces, and other ranks, granting entitlement to compensation salary, and allowances, disability pension, fixed monthly allowances and allowances of dependants.

III. Granting entitlement to widows' and orphans' pension or widowers' and orphans' pension

Commencing the payment of widows' or widowers' and orphans' pension after the death of a civil employee, judicial officer and member of armed forces or pensioner, granting entitlement to death gratuity to the public servants die whilst in service, granting entitlement to orphans' and disabled pension.

IV. Granting entitlement to the benefits of Public Services Provident Fund

Payment of benefits at the end of service to those who hold non pensionable appointments in public service.

1.3.2. Regulating payments

Regulating accurately the functions i.e. monthly payments such as pension, widows' widowers' and orphans and disabled pension, payment of benefits of public service provident fund, returning the contributions of widows' and orphans' fund, payment of pension gratuity, payment of death gratuity, preparation of service gratuity and civil service gratuity of the officers of armed forces, who leave the service without having the entitlement to the pension, payment of special compensation, payment of widows' and orphans' pension, payment of pension of the retired officers living abroad.

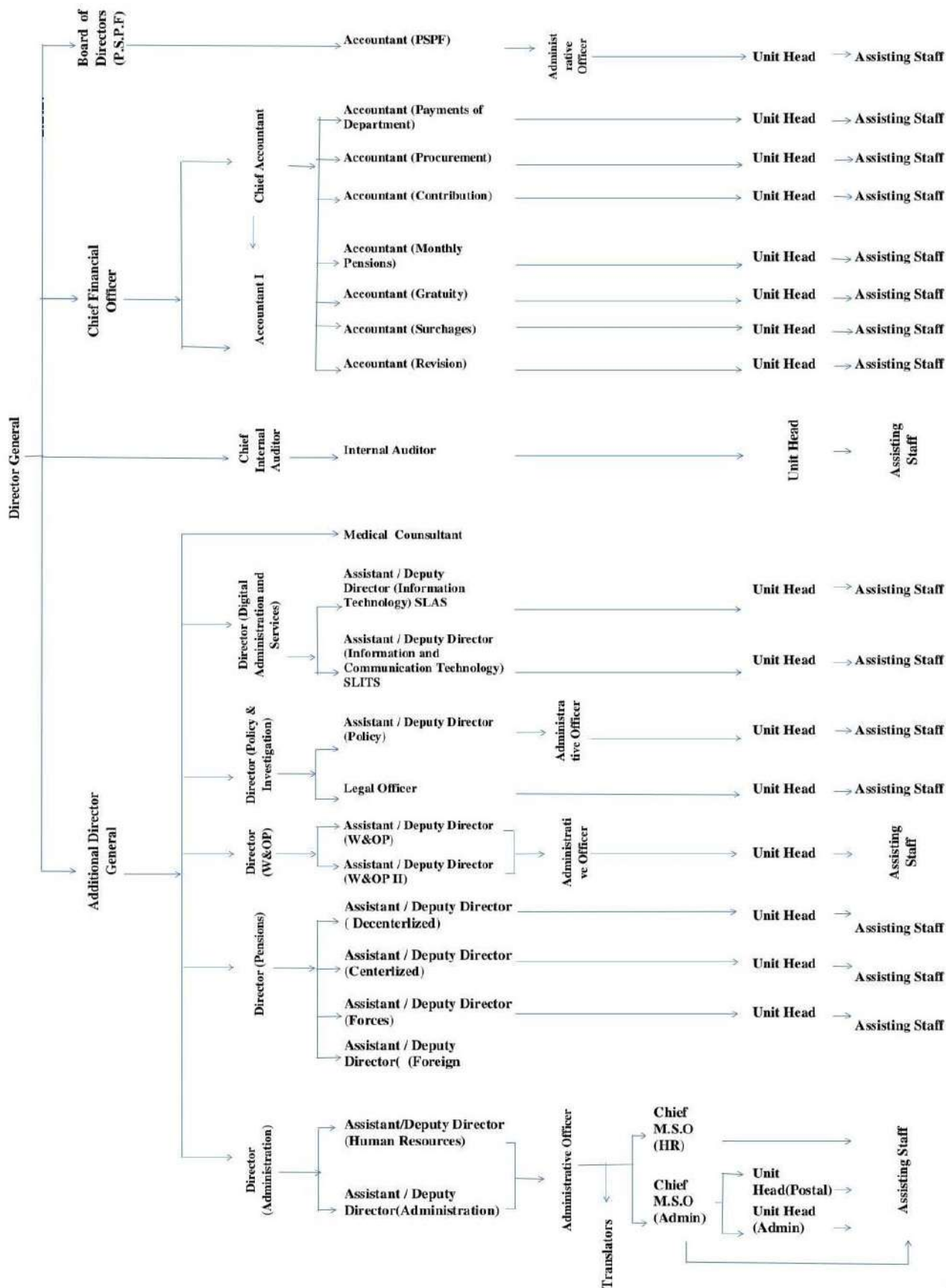
1.3.3. Regulating the receipts

Regulating the receipts of contributions to widows' widowers' and orphans' fund in relation to the social security of central government, provincial councils and local government institutions, receipts of contributions to local government services pension fund, receipts of public service provident fund, receipts of contributions to teachers' widows' and orphans' fund, building rent and the income from holiday resorts.

1.3.4. Development Approach

Assisting to take policy decisions aiming at the achievement of the sustainable development goals and the policy framework of the government, making continuous studies on social security policies, granting special benefits to the recipients of the Department of Pensions namely the senior citizens obtaining assistance from public and private institutions, and developing continuously human and physical resources in order to achieve the goals of the government.

1.4. Organization Chart



Approved cadre of the Department of Pensions as at 31.12.2024

Nature of the post	Post	Service applicable	Salary scheme	Total number of approved posts	Existing cadre	Number of posts fallen vacant
Senior Level	Director General of Pension	SLAS (Special)	SL-3-2016	1	1	0
	Addl. Director General of Pensions	SLAS (Special)	SL-3-2016	1	1	0
	Medical Officer (On Contract Basis)	Primary Grade	SL-2-2016	1	0	1
	Director of Pension	SLAS (Class I)	SL-1-2016	5	5	0
	Chief Accountant	SLAcS(Class I)	SL-1-2016	1	0	1
	Chief Internal Auditor	SLAcS(Class I)	SL-1-2016	1	0	1
	Deputy Director/ Assistant Director	SLAS(Class II or III)	SL-1-2016	10	9	1
	Accountant	SLAcS(Class I)	SL-1-2016	1	1	0
	Accountant	SLAcS(Class II or III)	SL-1-2016	9	8	1
	Deputy Director/ Assistant Director	SLITS(Class II or III)	SL-1-2016	1	1	0
	Legal Officer	Dept	SL-1-2016	1	1	0
	Computer Software Developer (On contract basis)	Dept		3	0	3
				35	27	08
Tertiary Level	Administrative Officer	PMAS (Supra)	MN-7-2016	4	3	1
	Translator Sin- Eng - 01 Sin-Tam - 01	TS	MN-6-2016	2	2	0
	Information and Communication Technology Officer	SLICTS	MN-6-2016	5	5	0
				11	10	01
Secondary Level	Technical Officer	SLTS	MN-3-2016	1	0	1
	Budget Assistant	RS	MN-4-2016	1	0	1
	Pension Officer	Dept.	MN-4-2016	186	174	12*
	Development Officer	DOS	MN-4-2016	598	585	13
	Management Services Officer	MSO	MN-2-2016	190	149	41
	Information and Communication Technology Assistant	SLICTS	MT-1-2016	5	5	0
	Document Assistant	Dept.	MN-1-2016	119	117	02*
	Help Desk Operator	Dept.		2	0	2
				1,102	1,030	72
Primary Level	Bungalow Keeper	Dept.	PL-1-2016	2	1	1
	Chief /Garden Labourer	Dept.	PL-2-2016	4	2	2
	Driver	DS	PL-3-2016	12	12	0
	Electrician	Dept.	PL-3-2016	1	0	1
	Karyala Karya Sahayaka	OES	PL-1-2016	78	61	17
				97	76	21
Total				1,245	1,143	102

* Pension Officers and Document Assistants are not recruited again.

1.5. Main Divisions of the Department

1. Director General Office
2. Additional Director General Office
3. Director (Pensions) Office
4. Administration Division
5. Decentralized Pension Division
6. Centralized Pension Division
7. Sathkara Piyasa
8. Policy and Investigation Division
9. Armed Services Pension Division
10. Foreign Pension Division
11. Widows' and Orphans' Pension Division
12. Payment Division
13. Monthly Payment Division
14. Gratuity Payment Division
15. Anomalies Division
16. Widows' and Orphans' Contribution Management Division
17. Supply Division
18. Excess Payments Recovery Division
19. Public Services Provident Fund
20. Legal Division
21. Internal Audit Division
22. Information Technology Division
23. Media Division
24. Postal Division
25. 1970 – Hot line

02. Progress and Future Vision

Special Projects

- **Making gratuity payments more efficient**

Even though the payment of gratuities has been made by a cheques, it has been commenced by slip method now and therefore, facility has been in this way to beneficiaries to receive their benefits without delay. Accordingly, gratuities are also paid on the same month, in which the payment of pension is commenced. So, 40,926 pensioners have been paid their gratuities by 31 December 2024,

- **Providing instructions for the recovery of interest when recovering contributions in arrears for the widows'/ widowers' and orphans'**

In order to settle the issues arisen in the percentage of interest recovered in the payment of contributions in arrears of widows' and orphans' pension and the interest scheme, Pension Instruction Circular letter no 01/2024 dated 02.04.2024 has been issued as per instructions given by Hon. Attorney General and the Secretary, Ministry of Public Administration, Provincial Councils and Local Government.

- **Payment of the a monthly allowance of Rs. 5000.00 to officers in three Armed Forces and Police**

The task of granting entitlement to the monthly allowance of Rs. 5,000 to the members of three Armed Forces and Police, who have become disabled due to terrorist activities and their dependents, as per Pension Instruction Circular Letter no 06/2024 dated 06.08.2024 have been entrusted to three Armed Forces and Police when paying compensation salary and allowances to them up to the age of 55 years.

- **Making payment of widows' and orphans' pension more efficient**

Action has been taken by the issuance of Pension Instruction Circular Letter 05/2024 dated 01.08.2024 to make the payment of widows' and orphans' pension more efficient by way of providing opportunity to enter the applications for widows'/ widowers' and orphans' pension through DS portal, which cannot be submitted through online system.

- **Registering in widows'/ widowers' and orphans' scheme**

Membership numbers have been issued to 36,652 applications, out of the applications received for the registration in widows'/ widowers' and orphans' pension by 31 December 2024.

- **Granting entitlement to a special monthly interim allowance of Rs. 3000.**

In terms of the Cabinet decision no action අමුණ/24/1453/601/090 dated 24.07.2024 and cabinet decision no අමුණ/20/1608/605/058 dated 12.08.2024, action has been taken to grant entitlement to a special monthly interim allowance of Rs. 3000 from October 2024 to all pensioners, who have retired from public service.

Progress and Future Vision

- **Development of Data Systems**

- Preparation of an online information system (PD6 Forces) enabling to make revisions for the pension of Armed Forces in more accurate and proper way, when it is necessary to make such revisions.
- Improving widows' and orphans' pension remittance management system so as to update monthly or quarterly remittances of officers who have obtained leave to be spent within and out of Sri Lanka as per Public Administration Circular 14/2022, on timely requirements. This is carried out by way of connecting technically with the data bases of Peoples Bank through an online information system. Further, new modification has been made to the system enabling officers, who obtain leave, to terminate their leave or extend it in more convenient way.
- An online system is due to be introduced in the early part of year 2025 enabling pensioners to reserve their seats in a train whilst obtaining railway warrants. Accordingly, facilities have been made by this way to identify correctly the beneficiaries under automated data examination, make to payment process for railway warrants of pensioners more efficient, and also to minimize the costs to be born for printing warrants. Instructions in this regard have been issued by Pension Circular 02/2024 dated 31.12.2024. An information system has been prepared to obtain the details of the death of pensioners in more efficient way joining with the Department of Registrar General and this system is due to be launched in year 2025.
- Making entitlement to the benefits of Public Services Provident Fund and receiving contributions of the fund are made by cheques and process of Public Services Provident Fund has been re-engineered in order to receive remittances online through Online Reconciliation joining with the Technical Unit of Bank of Ceylon and therefore, this system is to be launched in January 2025.
- Information System for registering in widows' and orphans' pension scheme. This information system, which has been prepared with the inclusion of particulars of both all public officers and their dependents, is now being prepared enabling to make a virtual file as pension beneficiary profile with the inclusion of the data existing information system for registration and with additional data. It is expected to issue an identity card with QR code making avenues to verify the identity of public officers and their beneficiaries of widows' and orphans' fund.

- **Enhancing the official website of the Department**

The website has been modified making facilities to pensioners to examine in three languages the current situation of the pension service expected by them and it is to be launched in January 2025.

■ Conducting Training Programmes

- Action has been taken to conduct training programmes online for the benefit of the officers in charge of the subject of pension in various institutes, who work connecting to the pension management data system of the Department of Pensions and who work at Divisional Secretariats attached to Department of Pensions and further to conduct training programmes at the premises of the Department for the benefit of officers at senior and secondary levels and nearly 4,500 officers have been trained under 28 internal training programmes by now.
- Further, opportunities have been given to the officers to participate in 19 training programmes conducted by other public institutes on the requirements of the subject and further it has assisted as resource persons for 24 training programmes conducted by various public institutes.

An awareness programmes has been conducted on payment process of normal pension, making the officers in three Armed Forces and their dependents entitled to pension benefits and process for the payment of widows' and orphans' pension to the group of officers who came to the Department under a field trip representing Naval and Maritime Academy, Trincomalee on 05.06.2024.



Conducting training g programmes for the officers of Naval and Maritime Academy

■ Celebrating National Pensioners' Day

With a view to celebrate the National Pensioners' Day which falls on 08 October, a supplement has been published in inner pages of three newspapers at national level making aware the country of the services delivered to pensioners' community.

Circulars issued in year 2024

	Date of issuance	Number of the circular	Purpose
01	12.11.2024	01/2024	Payment of Pension in 2025
02	31.12.2024	02/2024	Providing online facilities to pensioners for obtaining railway warrants and reserving train seats
03	31.12.2024	03/2024	Making the registration of members under Public Services Provident Fund scheme, sending contributions and obtaining entitlements through online system

Letters of instructions issued in year 2024

	Date of issuance	Number of the letter of instructions	Purpose
01	08.01.2024	07/2023 (I)	Life certificate of pensioners - 2024
02	21.03.2024	02/2020 (II)	Refraining from issuing particulars of Pensioners
03	02.04.2024	01/2024	Method for calculation of the interest in the recovery of contribution in arrears for Widows'/ widowers' and orphans' pension
04	29.05.2024	02/2024	Methodology to be followed for deducting the payments from the monthly pension of pensioners for the mobile phones and sim cards purchased by them from Mobitel and Dialog companies
05	14.06.2024	07/2023 (II)	Life certificate of pensioners - 2024
06	30.07.2024	03/2024	Revision of the pension of officers as per Public Administration Circular No. 16/2015 and 14/2019, who have retired before 04.10.2000 after serving in the post of the Statistical Investigator Department of Census and Statistics
07	01.08.2024	04/2024	Formalizing the process for submission of files to the Department of Pensions to grant entitlement to Widows' and Orphans' Pension
08	01.08.2024	05/2024	Submitting applications for Widows'/Widowers'/Orphans'/ Disabled Orphans' pension through DS Portal data system, which cannot be submitted online as per the provisions in Pension Circular No. 03/2020
09	06.08.2024	06/2024	Making officers in Three Armed Forces and Police, who have become disabled due to terrorist activities, and the dependents of those officers, who have demised, entitled to the monthly allowance of Rs. 5,000.00, when paying compensation salary and allowances up to the age of 55 years.
10	04.10.2024	07/2024	Payment of salaries and allowances up to the age of 55 years to the dependents of the police officers, who have demised whilst engaging in other duties connecting to enforcing law and order and to the police officers, who have left the service due to disabilities
11	10.10.2024	01/2024 (I)	Method for calculation of the interest of 4% in the recovery of contribution in arrears for Widows'/ widowers' and orphans' pension
12	07.11.2024	08/2024	Payment of Disabled Orphans' Pension
13	09.12.2024	09/2024	Informing the provisions to be applied in sending all Graded Medical Officers, Dental Surgeons and Medical Consultants serving in Three Armed Forces on retirement
14	19.12.2024	10/2024	Life Certificate of Pensioners- 2025

- **Payment of pension**

- **Number of the civil, Armed Forces pensions and widows and orphans' pensions paid monthly**

Month	Civil		W&OP		Armed Forces		Total pensioners	Total Amount(Rs.)
	No of pensioners	Amount (Rs)	No of pensioners	Amount (Rs)	No of pensioners	Amount (Rs)		
January	384,857	14,985,438,137	187,689	5,262,463,835	131,924	6,027,146,328	704,470	26,275,048,299
February	386,744	15,515,588,603	187,852	5,299,761,141	132,746	6,176,732,335	707,342	26,992,082,079
March	387,909	15,344,285,186	188,062	5,366,163,008	133,261	6,162,290,818	709,232	26,872,739,013
April	389,421	16,457,882,833	188,419	5,685,874,554	134,175	6,584,894,985	712,015	28,728,652,372
May	389,021	16,103,722,231	188,093	5,553,585,049	134,397	6,448,630,142	711,511	28,105,937,421
June	389,870	16,521,402,629	188,095	5,604,159,766	134,822	6,600,037,172	712,787	28,725,599,567
July	389,307	16,576,044,061	186,715	5,679,519,108	134,693	6,625,221,701	710,715	28,880,784,870
August	390,969	16,722,085,036	187,366	5,669,878,286	135,485	6,665,345,499	713,820	29,057,308,820
September	392,966	17,013,185,129	187,913	6,183,807,294	136,468	6,796,146,497	717,347	29,993,138,920
October	394,183	17,989,222,140	188,233	6,218,097,078	137,193	7,201,405,440	719,609	31,408,724,657
November	395,177	18,115,786,892	188,537	6,186,676,578	137,737	7,272,063,317	721,451	31,574,526,787
December	397,182	18,493,979,335	189,509	6,456,073,019	138,591	7,368,376,229	725,282	32,318,428,583
Total		199,838,622,211		69,166,058,717		79,928,290,463		348,932,971,390

- **Annual payment for pension**

Year	Expenditure (Rs, 000)
2020	257,833,481
2021	269,827,125
2022	309,066,783
2023	372,364,441
2024	395,720,004

- **Number of new pensioners who were activated (January-December)**

Month	Civil		W&OP		Armed Forces		Total pensioners	Total Amount (Rs.)
	No of pensioners	Amount (Rs)	No of pensioners	Amount (Rs)	No of pensioners	Amount (Rs)		
January	793	186,953,399	583	185,754,605	309	61,397,149	1,685	434,105,153
February	2,994	881,382,263	872	234,329,842	898	209,679,299	4,764	1,325,391,404
March	2,048	586,079,387	877	247,826,529	591	144,751,487	3,516	978,657,402
April	2,335	651,802,944	1,065	265,309,311	930	234,038,797	4,330	1,151,151,052
May	888	253,774,071	517	142,466,536	343	91,185,753	1,748	487,426,360
June	2,035	641,039,572	801	190,018,757	596	169,570,262	3,432	1,000,628,591
July	2,356	685,605,289	979	281,495,898	825	230,233,706	4,160	1,197,334,893
August	2,250	704,435,285	909	222,503,758	751	178,516,648	3,910	1,105,455,691
September	2,638	794,714,971	889	275,470,740	868	212,926,079	4,395	1,283,111,789
October	1,962	574,789,401	808	242,389,479	712	168,012,808	3,482	985,191,687
November	1,859	593,464,032	838	202,090,918	554	154,717,049	3,251	950,271,999
December	2,821	892,900,210	1,531	412,777,336	910	209,987,919	5,262	1,515,665,465
Total	24,979	7,446,940,823	10,669	2,902,433,709	8,287	2,065,016,954	43,935	12,414,391,485

- Number of pensioners at district level and expenditure -December 2024

District	No of pensioners	Amount (Rs)	Deductions	Amount (Rs)
Gampaha	91,304	3,982,168,799	51,869,518	3,930,299,281
Colombo	90,290	4,083,323,796	44,196,703	4,039,127,093
Kurunegala	71,183	3,236,031,370	31,410,586	3,204,620,783
Kandy	63,349	2,869,310,113	37,088,419	2,832,221,693
Kalutara	46,735	2,032,193,021	26,108,226	2,006,084,795
Anuradhapura	41,939	1,909,009,731	37,655,131	1,871,354,600
Galle	40,729	1,815,038,826	23,655,213	1,791,383,613
Kegalle	35,149	1,575,156,753	21,557,139	1,553,599,614
Badulla	30,221	1,346,997,975	23,700,300	1,323,297,674
Matara	29,686	1,318,620,435	15,976,609	1,302,643,826
Rathnapura	25,122	1,108,552,882	14,748,103	1,093,804,779
Matale	19,682	874,963,088	12,881,644	862,081,444
Hambantota	18,534	822,995,930	11,696,271	811,299,659
Puttalam	16,550	727,849,835	9,157,973	718,691,862
Ampara	15,656	733,238,680	10,868,778	722,369,902
Jaffna	15,541	684,521,518	3,482,699	681,038,819
Monaragala	13,388	576,498,429	8,293,741	568,204,688
Polonnaruwa	12,985	567,041,864	7,062,375	559,979,489
Nuwara eliya	12,383	535,326,021	6,617,013	528,709,008
Batticaloa	9,456	442,528,639	4,259,475	438,269,165
Trincomalee	9,403	420,875,045	4,783,205	416,091,840
Abroad	8,201	296,785,190	1,254,881	295,530,309
Vavuniya	3,312	157,414,700	1,884,761	155,529,939
Mannar	1,814	81,965,449	3,438,699	78,526,750
Kilinochchi	1,361	58,835,253	474,053	58,361,200
Mullativu	1,309	61,185,241	305,406	60,879,835
Total	725,282	32,318,428,583	414,426,922	31,904,001,660

- Payment of gratuity (January-December)

Month	No of pensioners	Amount (Rs) *
January	3,155	3,937,198,930
February	2,938	3,278,639,559
March	3,263	3,666,209,305
April	3,716	4,144,107,062
May	3,567	3,717,688,053
June	2,957	3,600,545,253
July	3,474	4,105,179,144
August	3,722	3,978,596,650
September	2,408	2,677,718,573
October	4,702	5,659,541,530
November	3,097	3,530,316,244
December	3,927	4,154,230,796
Total	40,926	46,449,971,099

* Provisions released

- Recoveries made to Agrahara insurance scheme (January-December)

Month	Total no of pensioners	Total amount (Rs)
January	141,322	28,751,800
February	144,149	31,871,800
March	146,051	31,210,000
April	148,225	32,067,400
May	148,928	30,580,200
June	150,778	32,255,000
July	152,704	32,943,600
August	154,857	33,321,800
September	157,362	34,448,000
October	159,207	33,802,800
November	160,888	34,250,800
December	163,570	35,637,200
Total	-	391,140,400

- Number of pensioners, to whom monthly allowance of Rs 5000 was paid (January-December)

Month	Total no of pensioners	Total amount (Rs)
January	604,097	3,016,229,149
February	606,394	3,027,732,541
March	607,769	3,034,494,423
April	609,919	3,045,206,428
May	609,688	3,044,049,375
June	610,682	3,049,005,249
July	610,523	3,048,309,362
August	613,478	3,063,057,394
September	616,879	3,080,033,411
October	619,040	3,090,837,296
November	620,858	3,099,888,111
December	624,595	3,118,514,173
Total	-	36,717,356,913

- Payment of special interim allowance of Rs. 3000

Month	No of pensioners	Total amount (Rs)
October	679,960	2,021,163,071
November	681,822	2,026,770,161
December	685,155	2,038,969,169
Total	-	6,086,902,401

Progress and Future Vision

- Anomalies and revisions for pension (January-December)

Month	Amount	Amount paid (Rs Mn)
January	1023	134
February	879	116
March	859	122
April	875	123
May	675	81
June	970	137
July	911	129
August	1165	164
September	1225	161
October	960	134
November	1,289	175
December	1,205	162
Total	12,036	1,638

- Refunding contributions to widows' and orphans' pensions fund (January-December)

Month	Amount paid
January	207
February	508
March	165
April	238
May	543
June	445
July	316
August	340
September	377
October	615
November	714
December	302
Total	4,770

- Payment of compensation salary and allowances to the members of three Armed Forces and Police, who died or became disabled whilst in active service – up to December 2024

Institute	Amount	From January to December 2024
		Amount paid (Rs. Mn*)
Sri Lanka Army	32,366	39,968
Sri Lanka Navy	1,304	1,598
Sri Lanka Air Force	476	488
Police	1,504	2,192
Payment of permanent allowances	3,538	1,320
Payment of the allowance of Rs 5000	34,645	1,179
Total	39,188	46,745

* Provisions released

- **Payment of the widows and orphans pension benefits**

Month	New payments of widows' and orphans' pension	Number of death gratuities
January	499	117
February	786	51
March	777	136
April	773	89
May	458	97
June	741	124
July	860	134
August	835	92
September	774	126
October	718	130
November	748	100
December	1,439	191
Total	9,408	1,387

- **Pensions and Revisions of pension and added to centralized data system from Armed Forces Division**

Type of pension	Number paid (Army/ Air force/ Navy)
Payment of service pension (below 10/12 years)	100
Revisions- Army	2,432
Payment of disability service pension	18
Revisions (Completed 55 years of age)	1,083
Death gratuity	157
Service gratuity	2,104
Allowances of dependents	230
Disability pension	8
Fixed allowances	1,477
Special compensation	45
Re service	382
Total	8,086

Progress and Future Vision

- Number of pensioners living abroad to whom pension has been paid

Month	No of pensioners	Total amount paid (Rs)
January	7,987	256,480,531
February	8,079	262,483,083
March	8,172	274,663,634
April	8,341	300,524,694
May	8,457	275,371,340
June	8,562	301,939,594
July	7,506	248,294,856
August	7,609	248,719,077
September	7,802	296,505,526
October	7,933	275,012,550
November	8,065	291,922,464
December	8,201	296,785,190
Total		3,328,702,539

- Salaries and other expenses

Year	Amount (Rs ,000)
2020	38,107,393
2021	38,591,300
2022	41,003,000
2023	43,968,727
2024	47,714,819

- Receipt and payments of Public Services Provident Fund (January- December)

Month	Receipts (Rs)	Payment (Rs)
January	72,846,256	40,461,924
February	57,972,018	35,820,935
March	69,197,430	31,737,220
April	52,421,618	49,351,197
May	67,942,541	42,670,138
June	74,762,280	51,460,698
July	73,770,404	56,529,710
August	78,921,601	66,304,132
September	59,655,240	44,524,477
October	60,810,735	45,689,326
November	40,608,374	45,462,053
December	59,171,215	90,268,943
Total	768,079,712	600,280,752

- **Number of members, who joined and left Public Services Provident Fund (January-December)**

Month	Members newly joined	Members left the fund
January	419	314
February	403	300
March	453	390
April	239	378
May	361	412
June	340	350
July	462	334
August	292	417
September	210	390
October	343	365
November	397	426
December	571	469
Total	4,490	4,545

- **Amount of contributions recovered by Widowers' and Orphans' Pensions Fund (January-December)**

Description	Collected income (Rs Million)
Central Government	27,017
Provincial Councils	16,085
Teachers' Widows' and Orphans' Pensions Fund	572
Total	43,674

- **Amount collected to widows' /widowers' and orphans' pensions Fund from the officers, who have obtained leave to be spend within and outside Island as per Public Administration Circular 14/2022**

Month	Amount (Rs)
January	13,270,012
February	12,846,564
March	14,089,912
April	15,157,688
May	16,803,886
June	14,199,634
July	18,254,754
August	18,566,515
September	16,390,857
October	18,931,045
November	18,886,845
December	15,802,931
Total	193,200,643

Progress and Future Vision

- **Earning income to the Government**

Rs.36,397,881.00 and Rs.6,548,500.00 have been earned as rental from the buildings belonging to Department of Pensions, which have been provided on rental basis and income from the holiday resorts for the period from January to December.

- Description of tasks performed – Legal Division

Types of files and letters	Amount	No of observations issued	Number participated in consultations	Number to be concluded
Complaints on violation of Human Rights	96	94	-	02
Summons on Human Rights	27	-	27	-
Complaints to Ombudsman	42	41	02	01
Cases at Supreme Court	04	04	04	Verdicts have not been issued
Cases at Appeal Court	08	08	07	Verdicts have not been issued
Cases at Provincial High Courts/District Court/Magistrate Court	04	04	01	Verdicts have not been issued
Files for instructions from Department of Attorney General	05	05	03	01
Files referred from other Divisions for observations	37	27		-
Total	223	183	44	04

- Progress in the tasks performed during the year 2024- Policy Division

Serial No	Task	No of requests concluded/ no of reports submitted
01	Granting approval for taking in to consideration the service period under casual, substitute, temporary, contract, relief, graduate trainee basis, and service in three Armed Forces in to calculation of pension	368
02	Preparation of recommendations/ reports to Parliamentary sub committees	
	i) Referring reports of recommendations on petitions submitted to Public Petitions Committee	21
	ii) Preparation and submission of recommended answers for questions for oral answers at Parliament	07
	iii) Preparation and submission of reports containing recommendations/ observations for proposals submitted by Hon. Members of Parliament to Parliamentary Consultative Committees	07
03	Taking necessary action to matters referred by sectoral supervisory sub committees and submission of relevant recommendations	05
04	Conducting discussions with Pensioners' Associations	02
05	Submitting observations for Cabinet Memorandums	10
06	Issuance of Pensions Circular Circulars and Letters of Instructions	14
07	Providing policy decisions for matters referred from individuals, other institutes, and other Divisions of the Department	195

- Conducting Internal Audit Inspections

With a view to minimize the issues and corruptions in pensions observed in the data base for payment of pensions, Internal Audit Division has conducted audit investigations also during year 2024. Accordingly, audit inspections have been conducted in 12 Divisional Secretariats, whilst conducting examinations in data base for payment of pension at 84 Divisional Secretariats. Further examinations were conducted on 440 pension files, of which value is over Rs. 1.5 million and 03 special investigations have also been conducted. In the meantime, audits have been conducted at internal divisions of the Department and various other audit activities have also been conducted on timely requirements.

• Measurement taken for the enhancement of the capacity building and welfare of officers of the Department

A cricket match has been organized by the sports club of the Department with a view to enhance the mental and physical health of officers whilst encouraging cooperation among officers of the Department. Further, the team of the Department has won the trophy of the soft ball cricket tournament organization by the welfare society of the Department of Public Administration, Provincial Councils and Local Government.



Cricket Team of the Department of Pension after winning the trophy of cricket tournament organized by the Ministry of Public Administration.

- Runners up of the annual netball tournament (D category) organized by the Public Service Netball Association -2024



Runners up of the annual netball tournament (D category)

Progress and Future Vision

- Sinhala-Tamil New year festival ,which has been organized with a view to make a change in the life of the staff of the Department making an environment for them to have a time for pleasure and leisure leaving busy schedule of the officers, highlighting traditional folk games, Holiday Resort of Pensioners at Wedamulla Kelaniya.
- Blood donation programme has been organized by the welfare society of the Department at the Department premises for giving opportunity to the staff to contribute to a social event.



A group of officers participated in the blood donation event



Physical Improvements

- Since the Holiday Resort at Wedamulla, Kelaniya, governed under the Department of Pensions provides accommodation facilities for a large number of pensioners as well as public officers, repairs have been made to several housing units of the resort whilst developing further the premises in order to expand benefits given to pensioners.

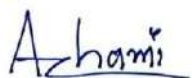
Challenges

- Taking action to make the officers aware of the subject constantly by way of conducting training programmes as it has to reject a considerable number of pension applications as a result of submitting them without perfecting them properly by the officers in charge of the subject
- Problematic situation observed in the pension scheme applicable to new entrants to public service after 01.01.2016 as no specific decision has so far been taken in this regard and introducing a national contributory pension scheme due to the lack of financial provisions and the increase in the expenditure for pension scheme
- Unavailability of a proper solution in providing pension entitlement to those who have gone beyond age of 45 years at the date of confirmation after receiving appointments as per Public Administration Circular 25/2014.
- Settling issues arisen in granting entitlement to disability pension to on the members of three Armed Forces, who have appeared before a medical board on completion of 55 years of age.

- Settling the legal issues of the members of three Armed Forces who have not reported for duty without obtaining approval for leave and 20% of members entitled to disability
- Proposing fruitful solutions to the issues of paying excess amounts in pension as a result of not reporting the death of pensioners properly (Specially death of pensioners abroad)

Future journey of the Department of Pensions

1. Publishing the Pensions Minute updating it with the inclusion of all provisions in Gazette notifications issued up to year 2024 in order to revise the provisions in Pensions Minute published on 05 February 1934.
2. Commencement of IPMS projects to simplify the internal processes and services to pensioners of the Department of Pensions and launching them for operations after completing testing periods with the conclusion of developments.
3. Introducing an efficient method for reporting the death of pensioners joining with the Department of Registrar General. Making the process for providing life certificates more proper.
4. Launching the official website of the Department of Pension after improvements, information system for issuing railway warrants to pensioners, new information system for registering in the widows and orphans pension scheme, newly redesigned information system for registering in Public Services Provident Fund.
5. Providing the buildings, which are available to provide on rent, to the Government Institutions for their requirements.
6. Implementing the action plan for the establishment of a smart public service devoid of bribery and corruption in the Department under the guidance of the Commission to Investigate Allegations of Bribery and Corruption.
7. Making the process more efficient, which is applied for making responses for telephone calls received from outside parties, as a positive remedy for the criticisms made on the telephone system.
8. Introducing basic environmental, social and ethical changes in the Department concurrently to 'Clean Sri Lanka' programme, which is the policy of the Government.



Chaminda Hettiarachchi
Director General of Pensions

Chaminda Hettiarachchi
Director General
Department of Pensions
Maligawatta - Colombo 10

03. Financial Performance for the year ended 31.12.2024

3.1. Statement of Financial Performance

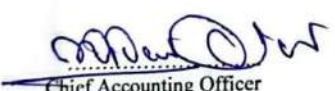
					ACA - F
Statement of Financial Performance					
For the Period ended 31st December 2024					
Budget 2024	Note	Actual 2024	Actual 2023		
-	Revenue Receipts				
-	Income Tax	1	-		ACA - 1
-	Tax on Domestic Goods & Services	2	-		
-	Tax on International Trade	3	-		
46,000,000,000	Non Tax Revenue & Others	4	43,088,901,684	36,258,424,820	
46,000,000,000	Total Revenue Receipts (A)		43,088,901,684	36,258,424,820	
	Non Revenue Receipts				
	Treasury Imprests		384,901,000,000	365,816,860,000	ACA - 3
	Deposits		105,881,351	65,687,256	ACA - 4
	Advance Accounts		61,476,724	63,208,428	ACA - 5
	Other Main Ledger Receipts		65,474,688,639	89,136,644,228	
	Total Non Revenue Receipts (B)		450,543,046,714	455,082,399,912	
	Total Revenue Receipts & Non Revenue Receipts (C= A + B)		493,631,948,398	491,340,824,732	
	Remittance to the Treasury (D)		-		
	Net Revenue Receipts & Non Revenue Receipts (E= C - D)		493,631,948,398	491,340,824,732	
	Less: Expenditure				
	Recurrent Expenditure				
827,700,000	Wages, Salaries & Other Employment Benefits	5	812,952,187	714,460,372	ACA - 2(II)
142,825,000	Other Goods & Services	6	113,887,542	105,699,705	
444,412,357,000	Subsidies, Grants and Transfers	7	442,456,442,101	415,471,260,072	
	Interest Payments	8	-	-	
168,000	Other Recurrent Expenditure	9	167,178		
445,383,050,000	Total Recurrent Expenditure (F)		443,383,449,009	416,291,420,149	
	Capital Expenditure				
9,500,000	Rehabilitation & Improvement of Capital Assets	10	7,388,233	10,346,529	ACA - 2(IIb)
6,500,000	Acquisition of Capital Assets	11	6,284,985	5,628,664	
	Capital Transfers	12	-	-	
	Acquisition of Financial Assets	13	-	-	
2,000,000	Capacity Building	14	1,646,717	1,689,229	
72,000,000	Other Capital Expenditure	15	36,054,972	24,083,934	
90,000,000	Total Capital Expenditure (G)		51,374,907	41,748,356	
	Deposit Payments		5,069,967	34,926,964	ACA - 4
	Advance Payments		67,188,910	53,825,902	ACA - 5
	Other Main Ledger Payments(8098+8186)		64,932,132,008	88,698,414,289	
	Total Main Ledger Expenditure (H)		65,004,390,884	88,787,167,155	
445,473,050,000	Total Expenditure I = (F+G+H)		508,439,214,801	505,120,335,660	
	Balance as at 31st December J = (E-I)		(14,807,266,403)	(13,779,510,928)	
	Balance as per the imprest reconciliation statement		(14,807,266,403)	(13,779,510,928)	ACA - 7
	Imprest Balance as at 31st December		-	-	ACA - 3

3.2. Statement of Financial Position

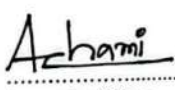
ACA - P			
Statement Of Financial Position As At 31st December 2024			
	Note	Actual 2024 Rs.	2023 Rs.
Non Financial Assets			
Property, Plant & Equipment	ACA - 6	2,078,605,618	2,072,529,173
Financial Assets			
Advance Accounts	ACA - 5	167,676,744	161,964,558
Cash & Cash Equivalents	ACA - 3	0	0
Total Assets		2,246,282,362	2,234,493,731
Net Assets / Equity			
Net Worth to Treasury		(3,488,795)	91,610,403
Property, Plant & Equipment Reserve		2,078,605,618	2,072,529,173
Rent and Work Advance Reserves	ACA - 5 (b)		
Current Liabilities			
Deposits Accounts	ACA - 4	171,165,539	70,354,155
Unsettled Imprest Balance	ACA - 3	-	0
Total Liabilities		2,246,282,362	2,234,493,731

Detail Accounting Statements in ACA format Nos. 1 to 7 presented in pages from 01 to 25 and Annexures to accounts presented in pages from 26 to 46 form an integral part of these Financial Statements. The Financial Statements have been prepared in accordance with the Government Financial Regulations 150 & 151 and State Accounts Guideline No. 06/2024, dated 16.12.2024 and hereby certify that figures in these Financial Statements, Notes to accounts and other relevant accounts were reconciled with the Treasury Books of Accounts and found in agreement.


We hereby certify that an effective internal control system for the financial control exists in the Reporting Entity and carried out periodic reviews to monitor the effectiveness of internal control system for the financial control and accordingly make alterations as required for such systems to be effectively carried out.


Chief Accounting Officer
Name :
Designation :
Date : 20.02.2025

S. Alokabandara
Secretary
Ministry of Public Administration,
Provincial Council and Local Government
Independence Square,
Colombo 07.



Accounting Officer
Name :
Designation :
Date : 25.02.2025

Chaminda Hettiarachchi
Director General
Department of Pensions
Malligawatta - Colombo 10


Chief Financial Officer
Name :
Date : 25.02.2025

A.D.T.N. ABEYSINGHE
Chief Financial Officer
Department of Pensions
Malligawatta, Colombo 10.

2



3.3. Cash Flow Statement

Statement of Cash Flows			ACA - C
For the Period ended 31st December 2024			
	2024 Rs.	Actual 2023 Rs.	
<u>Cash Flows from Operating Activities</u>			
Total Tax Receipts		-	
Fees, Fines, Penalties and Licenses			
Profit		-	
Non Revenue Receipts	16,743,384,779	14,180,495,021	
Revenue Collected on behalf of Other Revenue Heads	67,170,172,280	90,231,950,991	
Imprest Received	384,901,000,000	365,816,860,000	
Recoveries from Advance	58,529,962	62,901,458	
Deposit Received	105,881,351	65,687,256	
Total Cash generated from Operations (A)	468,978,968,372	470,357,894,726	
<u>Less - Cash disbursed for:</u>			
Personal Emoluments & Operating Payments	912,999,740	821,976,366	
Subsidies & Transfer Payments	394,124,126,811	371,429,179,877	
Expenditure incurred on behalf of Other Heads	73,819,042,523	97,989,765,963	
Imprest Settlement to Treasury	-	-	
Advance Payments	66,354,424	52,455,143	
Deposit Payments	5,069,967	34,926,964	
Total Cash disbursed for Operations (B)	468,927,593,465	470,328,304,313	
NET CASH FLOW FROM OPERATING ACTIVITIES(C)=(A)-(B)	51,374,907	29,590,413	
<u>Cash Flows from Investing Activities</u>			
Interest			
Dividends			
Divestiture Proceeds & Sale of Physical Assets			
Recoveries from On Lending			
Total Cash generated from Investing Activities (D)	-	-	
<u>Less - Cash disbursed for:</u>			
Capital Expenditure	51,374,907	29,590,413	
Total Cash disbursed for Investing Activities (e)	51,374,907	29,590,413	
NET CASH FLOW FROM INVESTING ACTIVITIES(F)=(D)-(E)	(51,374,907)	(29,590,413)	
NET CASH FLOWS FROM OPERATING & INVESTMENT ACTIVITIES (g)=(c) + (f)			
<u>Cash Flows from Financing Activities</u>			
Local Borrowings			
Foreign Borrowings			
Grants Received			
Total Cash generated from Financing Activities (h)			
<u>Less - Cash disbursed for:</u>			
Repayment of Local Borrowings			
Repayment of Foreign Borrowings			
Total Cash disbursed for Financing Activities (i)			
NET CASH FLOW FROM FINANCING ACTIVITIES (J)=(h)-(i)			
Net Movement in Cash (k) = (g) -(j)			
Opening Cash Balance as at 01st January			
Closing Cash Balance as at 31st December			

3.4. Notes to Financial Statements

Notes to Financial statements

Basis of Reporting

1) Purpose of Preparation

The Financial Statements have been prepared in accordance with the Government Financial Regulations 150 & 151 and State Accounts Guideline No. 06/2024, dated 16.12.2024.

2) Reporting Period

The reporting period for these Financial Statements is from 01st January to 31st December 2024.

3) Basis of Measurement

The Financial Statements have been prepared on historical cost modified by the revaluation of certain assets and accounted on a modified cash basis, unless otherwise specified.

The figures of the Financial Statements are presented in Sri Lankan rupees rounded to the nearest rupee.

4) Recognition of Revenue

Exchange and non exchange revenues are recognised on the cash receipts during the accounting period irrespective of relevant revenue period.

5) Recognition and Measurement of Property, Plant and Equipment (PP&E)

An item of Property, Plant and Equipment is recognized when it is probable that future economic benefit associated with the assets will flow to the entity and the cost of the assets can be reliably measured.

PP&E are measured at a cost and revaluation model is applied when cost model is not applicable.

6) Property, Plant and Equipment Reserve

This reserve account is the corresponding account of Property Plant and Equipment.

7) Cash and Cash Equivalents

Cash & cash equivalents include local currency notes and coins in hand as at 31st December 2024.

3.5. Performance in the collection of revenue

Rs. ,000

Revenue Code	Description of the revenue code	Revenue Estimate		Collected Revenue	
		Initial Estimate	Final Estimate	Amount (Rs)	As a percentage of the final estimate
	Contributions to social protection				
2004.1	Central Government	29,000,000	29,000,000	27,012,731	93.14%
2004.2	Provincial Councils	17,000,000	17,000,000	16,076,170	94.56%
8186	Teachers' widows' and orphans' pensions fund	427,000	427,000	556,091	130.23%
2002.01.01	Revenue from rental	40,000	40,000	42,037	105.09%
	Local government fund				
-	Local Government Services Widowers'and Orphans; Pensions Fund	-	-	-	-
-	Widows' and Orphans' Pensions Fund	-	-	-	-
-	Local Government Services Pensions Fund	-	-	73,002	-

3.6. Performance in the utilization of the provisions made

Rs. , 000

Type of Provision	Provisions Made		Actual Expenditure	Utilized provisions as a percentage of the final provisions
	Initial Provision	Final Provision		
Recurrent	430,855,000	445,383,050	443,383,449	100%
Capital	90,000	90,000	51,374	57%

Financial Performance

3.7. Provisions granted to this Department/ District Secretariat/Provincial Council as a representative of other Ministries/ Departments as per F.R. 208

Rs. , 000

Serial No	Department/ Ministry, from which provisions granted	Objective of the provisions	Provisions		Actual expenditure	Utilized provisions as a percentage of the final provisions
			Initial provision	Final provisions		
01	Election Commision	Payment of allowance for election	1,320	1,320	1,320	100%
02	Ministry of Public Administration	Allowance	26,431	26,431	26,431	100%
03	Department of Treasury Operations	Gratuity payment of interest	4,789,578	4,789,578	4,789,578	100%
04	Department of Treasury Operations	Gratuity loan installments	4,070,416	4,070,416	4,070,416	100%

3.8. Performance of the reporting of non financial assets

Rs. , 000

Asset Code	Description of the code	Balance as at 31.12.2024 as per the report of the board of survey	Balance as at 31.12.2024 as per the statement of financial position	To be accounted in due course	Reporting the progress as a percentage
9151	Buildings and materials	The final report of the Board of survey is being prepared as at 31.12.2024	581,259	-	-
9152	Machinery		298,941	-	-
9153	Lands		1,198,405	-	-
9154	Intangible assets			-	-
9155	Biological assets			-	-
9160	Works in progress			-	-
9180	Assets issued on lease			-	-

3.9. Local Government Services Pensions Fund Accounts

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Local Government Services Pension Fund
Income and Expenditure account for the year ended 31.12.2024

Expenses	Note	Amount (Rs.)		Income	Note	Amount (Rs.)	
		2023	2024			2023	2024
Contribution to Pension	01	77,965,864.78	73,002,312.96	Account of contributions of the inst	03	61,263,986.51	58,270,202.42
				Deficit - accumulated Transfers to the fund		16,701,878.27	14,732,110.54
		77,965,864.78	73,002,312.96			77,965,864.78	73,002,312.96

Local Government Services Pension Fund
Balance Sheet as at 31.12.2024

Liabilities	Note	Amount (Rs.)		Assets	Note	Amount (Rs.)	
		2023	2024			2023	2024
Accumulated fund	02	1,088,746,653.11	1,067,087,070.89	Contributions receivable	03	1,073,077,382.44	1,053,748,745.68
Add							
Surplus/deficit		(16,701,878.27)	(14,732,110.54)				
		1,072,044,774.84	1,052,354,960.35			1,073,077,382.44	1,053,748,745.68
Contribution received in advance	03	1,032,607.60	1,393,785.33				
		1,073,077,382.44	1,053,748,745.68			1,073,077,382.44	1,053,748,745.68

Local Government Services Pension Fund
Cash flow statement for the year ended 31.12.2024

(Value Rs)

	2023		Note No.	2024	
<u>Operational Activities</u>					
Receipt of contributions	77,965,864.78		01	73,002,312.96	
Other credits	-			-	
Pension contribution	(77,965,864.78)		01	(73,002,312.96)	
Net cash flow generated from operational activities					
<u>Investment activities</u>					
Net cash flow generated from investment activities					
Net cash flow generated during the year					
<u>Cash and cash equivalents as at 01.01. 2024</u>					
Balance at bank		-			-
<u>Cash and cash equivalents as at 31.12. 2024</u>					
Balance at bank		-			-

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<p>අපි මේ විද්‍යුත් අලුත් පිටුවේ සටහන පත්‍ර ලබා දීමට අපේක්ෂා කරමු. මෙම පිටුවේ සටහන පත්‍ර ලබා දීමට අපේක්ෂා කරමු. මෙම පිටුවේ සටහන පත්‍ර ලබා දීමට අපේක්ෂා කරමු.</p> <p>මෙම පිටුවේ සටහන පත්‍ර ලබා දීමට අපේක්ෂා කරමු. මෙම පිටුවේ සටහන පත්‍ර ලබා දීමට අපේක්ෂා කරමු. මෙම පිටුවේ සටහන පත්‍ර ලබා දීමට අපේක්ෂා කරමු.</p>	<p>Certify that all figures appear in this Account are in agreement with the figures in the Books of Account maintained and all these figures have been reconciled with the figures in the Treasury Books of Account.</p>	<p>25.02.2025</p>	<p>ඒ. ඩී. ඩී. එන්. අබේසිංහ</p> <p>ප්‍රධාන මූල්‍ය නිලධාරී</p> <p>මාලිගාරාමය, කොළඹ 10.</p> <p>Signature and Name of Chief Accountant / Head of Finance</p>	<p>අ. හැමි</p> <p>චන්ද්‍රිකා ආරාමය, කොළඹ 10.</p> <p>Signature, Name and Designation of Revenue Accounting Officer</p>
<p>විකුණුම් අලුත් පිටුවේ සටහන පත්‍ර ලබා දීමට අපේක්ෂා කරමු. මෙම පිටුවේ සටහන පත්‍ර ලබා දීමට අපේක්ෂා කරමු. මෙම පිටුවේ සටහන පත්‍ර ලබා දීමට අපේක්ෂා කරමු.</p>				

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[illegible]

3.11. Teachers' Widows' and Orphans' Pensions Fund

Teachers Widows and Orphans Pension Fund Income and expenditure account for the year ended 31.12.2024

Description	attachement	2023 (Rs.)	2024 (Rs.)	Description	attachement	2023 (Rs.)	2024 (Rs.)
Refunding contributions	3	6,367,277.00	13,535,057.84	Contribution relevant to the year (Note No 4)		444,000,582.00	564,208,118.87
Surplus		437,633,305.00	550,673,061.03	Income on interest		0.00	0.00
		<u>444,000,582.00</u>	<u>564,208,118.87</u>			<u>444,000,582.00</u>	<u>564,208,118.87</u>

Teachers Widows and Orphans Pension Fund
Balance as at 31.12.2024

	2023 (Rs)	2024 (Rs)		attachment	2023 (Rs)	2024 (Rs)
Accumulated fund 01/01	2,819,539,721.00	3,257,173,026.49				
Add						
Surplus	437,633,305	550,673,061	Current assets		6,863,487.00	14,979,916.21
			Cash receivable (Note No 4)			
			Balance of Record of L&D	1	3,250,309,539.00	3,792,866,171.31
						3,807,846,087.52
Current Liabilities						
Taxes payable	0.00	0.00				
	3,257,173,026.00	3,807,846,087.52			3,257,173,026.00	3,807,846,087.52

Teachers' widows' and Orphans' Pension Fund
Accounts Reconciliation statement of Deputy Secretary of the General Treasury
for the year ended 31.12.2024

<u>Operational Activities</u>		
Receipt of contributions	556,091,689.63	
Refunding Contributions	-13,535,057.84	
Net cash flow generated from operational activities		542,556,631.79
Net cash flow generated during the year		542,556,631.79
<u>Cash and cash equivalent as at 01.01.2024</u>		
Cash balance D.S.G.T.		3,250,309,539.52
		<u>3,792,866,171.31</u>
<u>Cash and cash equivalent as at 31.12.2024</u>		
Cash balance D.S.G.T.		3,792,866,171.31
		<u>3,792,866,171.31</u>

3.12. Account of Public Services Provident Fund

PUBLIC SERVICE PROVIDET FUND				
STATEMENT OF FINANCIAL PERFORMANCE				
As at 31 December 2024				
			2024	2023
	Notes		<u>Rs.</u>	<u>Rs.</u>
Income				
Interest Income before tax	10	13,724,469,234		17,691,924,225
Tax on Interest	Anne-5	<u>(423,699,800)</u>	13,300,769,434	<u>(569,121,284)</u> 17,122,802,941
Expenditure				
Electricity		937,858		935,966
Water		68,598		50,680
Personal Emoluments		18,254,713		16,277,881
Overtime		1,347,621		1,213,728
Allowances		158,750		110,250
Stationary & Office Requisties		339,115		342,082
Holiday Warrents		142,150		98,406
Transportation & Communication		89,392		775,324
Other Recurrent Expenditure		20,065		124,950
Other Expenditure		634,675		20,130
Audit Fees		342,200	22,335,138	290,000 20,239,398
Income Over Expenditure			13,278,434,296	17,102,563,543
Transfer from General Reserve			-	-
Interest Available for	11		13,278,434,296	17,102,563,543
Appropriation of Interst to the Contributors				
Compulory Contribution		3,299,157,143		3,347,412,864
Voluntary Contribution		5,081,066		5,148,657
Government Contribution		<u>4,900,194,279</u>	<u>8,204,432,488</u>	<u>5,018,819,464</u> 8,371,380,985
Balance of Interest after appropriation				
Transfer to General Reserve			<u>5,074,001,808</u>	<u>8,731,182,558</u>

PUBLIC SERVICE PROVIDENT FUND
STATEMENT OF FINANCIAL POSITION
As at 31 December 2024

	Notes	2024 Rs.	2023 Rs.
NON CURRENT ASSETS			
Investment at cost	1	88,745,759,791	63,647,259,791
CURRENT ASSETS			
Investment at cost	1	24,137,486,103	38,313,980,962
Interest Receivable	2	8,004,631,479	5,928,363,571
Adjustment Account	3	29,802,401	29,802,401
TOTAL ASSETS		120,917,679,774	107,919,406,725
EQUITY & LIABILITIES			
ACCUMULATED FUND			
Compulsory Contribution	4	39,823,808,149	36,705,629,449
Voluntary Contribution	4	61,535,259	56,462,571
Government Contribution	4	61,194,695,013	56,522,311,343
RESERVES			
Capital Reserve		3,790	3,790
General Reserve	5	19,129,276,072	14,065,862,335
CURRENT LIABILITIES			
Unpaid Government Bonus	6	60,121,205	35,164,944
Accrued Expenses	7	22,241,888	20,215,148
Government Contribution over Received	8	221,002,161	221,198,965
Balance with DST Account	9	4,764,759	4,764,759
Tax to be paid on interest income	Anne-5	400,231,479	708,361,492
TOTAL EQUITY & LIABILITIES		120,917,679,774	107,919,406,725

Management is responsible for the preparation & presentation of these financial statements.


W.D.V.R. Costa

Secretary & Accountant
Board of Management
Public Service Provident Fund
..... 27 February, 2025

W. D. V. R. COSTA
Secretary & Accountant
Public Service Provident Fund
Department of Pensions
Maligawatta, Colombo 10.


Azhami

Chaminda Hettiarachchi
Chairman, Board of Management
Public Service Provident Fund
Director General of Pensions
..... 27 February, 2025

Chaminda Hettiarachchi
Chairman
Public Service Provident Fund
Department of Pensions

3.13. Report of the Auditor General

LSW/E/DOP/02/25/15

30 May 2025

Head 253- Report of the Auditor General on the Financial Statements of the Department of Pensions for the year ended 31 December 2024 in terms of Section 11 (1) of the National Audit Act, No. 19 of 2018.**1. Financial Statements****1.1 Opinion**

Head 253- The audit of the financial statements of the Department of Pensions for the year ended 31 December 2024 comprising the statement of financial position as at 31 December 2024 and 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. My views and observations on these financial statements submitted to the Department of Pensions as per section 11 (1) of the National Audit Act No 19 of 2018 are included in this report. The Annual Comprehensive Management Audit Report has been submitted to the Chief Accounting Officer on 30 May as per section 11 (2) of the National Audit Act No 19 of 2018. The report of the Auditor General, which should be submitted as per section 10 of the National Audit Act No 19 of 2018 to be read in conjunction with the article 154 (6) of the Democratic Socialist Republic of Sri Lanka, will be submitted to the Parliament in due course.

In my opinion the accompanying financial statements give a true and fair view of the financial position of the Department of Pensions as at 31 December 2024, and of its financial performance and its cash flows for the year then ended in accordance Accounting Principles commonly accepted.

1.2 Basis for Qualified Opinion

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. Emphasising a matter-Basis for the preparation of financial statements

Attention is hereby drawn to the note 1 relevant to the financial statements, which describe the basis for the preparation of financial statements. Financial statements have been prepared in accordance with Financial Regulations 150 and 151 and Public Accounts Guidelines no 06/2004 dated 16 December 2024 revised on 21 February 2025 for the requirement of the General Treasury and Parliament of Sri Lanka. Therefore, these financial statements may not be suitable for other purposes. My report has been prepared aiming solely for the usage of Department, General Treasury and Parliament. I will not disclaim my opinion in respect of this matter.

1.4. Responsibility of the Chief Accounting Officer and Accounting Officer on financial statements

Accounting Officer is responsible for the preparation of these financial statements that give a true and fair view conforming to Financial Regulation 150 and 151 and Public Accounts Guidelines no 06/2004 dated 16 December 2004 revised on 21 February 2025 for determining such internal control which is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Books and records should be maintained properly on the income, expenditure, assets and liabilities enabling to prepare annual and timely financial statements by the Department in accordance with section 16 (1) of the National Audit Act No 19 of 2018.

Chief Accounting Officer should assure that a productive internal control system is prepared and maintained for the financial control of the Department as per sub section 38 (1) (c) and a review should be made from time to time on the effectiveness of that system and further changes, which are necessary to ensure the maintenance of the system, should also be made in a productive manner.

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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- 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 make the Chief Accounting Officer aware of, among other matters, significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Financial Performance

2. Report on Other Legal and Regulatory Requirements

I hereby state following matters as per section 6 (1) (c) of the National Audit Act No 19 of 2018.

(a) Financial statements presented are consistent with the preceding year

(b) The recommendations made by me on the financial statement of the previous year have been implemented.

3. Financial Review

3.1. Management of income

Following matters are observed in this regard.

(a) Revenue Code-20:04:01:00 (Central Government)

(I) Even though it has been stated that a report on the contributions , which have been credited and debited , should be submitted in every month to the Director General of Pensions before 15th of the next month by account summary in terms of the Para I (a) of the Pension Circular No. 1/2001 dated 15 January 2001, action has not been taken to call credit notices on the contributions to the value of Rs. Million26,348, which were credited by other institutions and to call debit notices on contributions to the value of Rs. 1.5 million out of Rs. 3.2 million, which were debited by other institutions during the year.

(II) Even though it is necessary to submit monthly reports for revenue codes belonging to Accounting Officers on revenue to the Director General of Public Finance Policies before the 10th of the next month as per para -7 of the Public Finance Policies Circulars no 01/2015 dated 20 July 2015, monthly performance reports have been submitted with a delay from 05 to 33 days.

(III) Even though the revenue estimate for the year under review is Rs. 29,000 million, only Rs. 27,012.7 has been collected as the net income of the year. Income has been collected with a deficit of Rs. Rs. 1,987.3 and it holds a decrease of 6.85% from the estimated income. It has become impossible to collect estimated income even where the contribution to widows and orphans' pensions fund has been increased up to 8% by Public Administration Circular 03/2024 dated 01 January 2024.

(IV) Social Security Contributions (Widows'/ Widowers' and Orphans' Contributions)

Action has not been taken to maintain a data system on the officers, who have contributed to the Central Government under revenue accounts and therefore, information on the number of members, who are due to be benefited from social security system, were not available and as a result of such situation, it was unable to confirm precisely as to whether the contributions were received continuously in making entitlement to the benefits such as payment of widows'/ widowers' and orphans' pension and refunding of contributions.

(b) Revenue Code 20:04: 02:00 Contributions to Social Security System (Provincial Councils)

(I) Since the Department of Pensions has not taken action to maintain a data base on the officers for social security contributions, who have contributed under the Provincial Council Revenue Account, there was no proper methodology to get the confirmation to the Department whether the contribution has been received from

each person in making entitlement to the benefits such as refunding contributions of widows'/ widowers' and orphans' pension.

- (II) If Provincial Councils issue one cheque for the contributions of all offices in terms of the section 2.2 of the Circular No 01/2001 dated 15 January 2021 issued by the Director General of Pensions, it is required to call recoveries of each month before the 15 of the next month. Even though there was a delay from 06 days to 85 days at 6 provincial councils, relevant cheques have not been called again.
- (III) The cheques to the value of Rs. 358,128, submitted by 03 institutes, which send contributions by cheques, have been returned due to various reasons, but no action has been taken to call back such contributions even after the lapse of a period from 86 days to 218 days as at 15 March 2025.
- (IV) Even where two cheques received from Central and Southern Provinces at the end of year 2024 have been realised in January 2025, the value of these cheques i.e. Rs. 183.6 million has not been identified as income in arrears of the year under review.
- (V) Even though it is necessary to submit monthly reports for revenue codes belonging to Accounting Officers on revenue to the Director General of Public Finance Policies before the 10th of the next month as per para -7 of the Public Finance Policies Circulars no 01/2015 dated 20 July 2015, monthly performance reports have been submitted with a delay from 05 to 33 days.
- (VI) The estimate of income for year under review is Rs. 17,000 million and the net income collected is Rs. 16,076.1 and the decrease in the net income collected is 5.43% from the estimate of income. The value of it is Rs. 923.8 million. It has become impossible to collect estimated income even where the contribution to widows and orphans' pensions fund has been increased up to 8% by Public Administration Circular 03/2024 dated 01 January 2024.

(b) Building Rent

- (I) The rental in arrears, which is to be recovered from 12 institutes, to which the buildings belonging to the Department of Pensions have been provided on rental basis, is Rs. 9,405,597 as at 31 December 2024.
- (II) Even though the teller machine of the Bank of Ceylon fixed at the premises of the Department of Pension is not working, it has not been removed and no agreement has been made and no rental has been recovered from 31 October 2023.
- (III) The lease agreement for the automatic teller machine fixed at the premises of the Secretariat, which has been given to Sampath Bank on rental, has expired on 30 September 2024 but it has been operated on recovery of monthly rental without entering in to a new agreement.
- (IV) As a result of not making any effort to provide 03 spaces of the premises of secretariat at Maligawaththa, on rental, which can be given on rent, Government has lost an income of Rs. 3,984,000.

3.2. Entering in to liabilities and obligations

Liabilities have been understated by Rs. 264,903 as at 31 December 2024.

Financial Performance

3.3. Chief Accounting Officer should assure that a productive internal control system is prepared and maintained for the financial control of the Department as per sub section 38 and a review should be made from time to time on the effectiveness of that system and further changes, which are necessary to ensure the maintenance of the system, should also be made in a productive manner. However, no proof has been submitted to the audit for confirming such review has been conducted.

3.4. Non compliance to laws, rules and regulations

Instances regarding non-compliance to laws, rules and regulations, which were revealed at sample audit tests are given below.

Reference to law, rule and regulation	Value Rs.	Non compliance
(a) Financial Regulation of the Democratic Socialist Republic of Sri Lanka 237 (a)	852,989	Even though a certificate should be attached to the effect that works have been done and supplies have been made as per the contract or agreement, recommended payments are conforming to them, payments have been made at 4 instances without making a confirmation that the items have been received.
(b) Pension Circular No 13/2010 dated 16 December 2010 and Pension Circular No 03/2013 dated 20 September 2013	2,668,686	Even though the widow, who marry again, is entitled to 50% of the Widows and orphans pension, and allowances, pension has been paid in excess to due amount to 06 pensioners in Divisional Secretariat, Panadura, Mahara and Galewela as a result of paying full salary and allowances after marrying again
(c) Pension Circular No 5/2011 dated 30 June 2011	275,625	Even though Rs. 2000 should be paid as the cost-of-living allowance to pensioners gone abroad, cost of living allowance has been paid to 07 pensioners in Divisional Secretariat, Karuwalagaswewa, Arachchikattuwa and Anamaduwa in excess to due amount as Rs. 11,025 has been paid as the payment.
(d) Pension Circular No 1/2014 dated 10 January 2014 and Pension Circular No 8/2010 dated 07 September 2010.		Even though a pensioner should not be paid cost of living allowance exceeding Rs. 7,800 paid to him/her,
	11,078,250	Even though the cost of living allowance should not be paid to dependents along with armed services pension, cost of living allowance has been paid exceeding due amount at 20 instances at as per data system and at 21 instances at Divisional Secretariat, Mawathagama, Pujapitiya, Ganewaththa, Mahara, Maspotha and Panadura

	139,850	If a person is receiving a government salary along with the cost of living allowance , such person is not entitled to the cost of living with pension during the period of receiving such salary and at 03 occasions cost of living allowance has been paid in excess to due amount at Divisional Secretariats, Nuwaragam Palatha, East, Athuraliya, Walasmulla and Weeraketiya.
	975,806	Even though it is possible to received cost of living allowance up to Rs. 7,800, 66 pensioners in Divisional Secretariat, Kundasale, Damana, Pujapitiya, Ganewaththa, Mahara, Maspota, Galewela, Mawathagama, Welimada, Panadura and Puttalam have been paid a less amount than the due allowance
(e) Pension Circular No 03/2016 dated 27 April 2016	980,000	Even though the persons retiring after 01 January 2016 are not entitled to the interim allowance 04 pensioners have been paid that allowance. Under such circumstances, an excess payment is observed at Divisional Secretariat, Maspota, Panadura, Walasmulla, / Weeraketiya
(f) Pension Circular No 13/2014 dated 03 November 2014	2,911,500	Even though the interim allowance paid monthly should strictly be paid to the pension, where a person is receiving several pensions as combined payment, interim allowance has been paid in excess to due amount to 14 pensioners identified through data system and Divisional Secretariats, Mawathagama, Welimada, Kundasale, Pujapitiya, Walasmulla, Weeraketiya, and Galewela
(g) Pension Circular No 09/2008 (Revision II) dated 17 July 2018		Even though the payment should be made combining both armed services pension, (No 59) and disability pension(No 06) no such action has been taken on 38 pensioners at Divisional Secretariat, Pujapitiya, Damana and Galewela
(h) Pension Circular No 1/2019 dated 11 June 2019		(I) Even though the pension adjustment as per Public Administration Circular 3/2016 should be made from 01 July 2019 to Public Officers retired before 01 January 2017 as per budget proposals 2019, pension of 61 has not been revised accordingly at Divisional Secretariat, Mahara, Maspota , Damana, Pujapitiya and Galewela
	963,100	(II) In case where a certain person is receiving subsistence allowance with widows and orphans pension, the payment of interim allowance paid to the subsistence allowance should be terminated after revising pension as per Pension Circular No 01/2019, 09 pensioners at Divisional Secretariat, Nuwaragam PalathaEast,

Financial Performance

		Pelmadulla, Welimada, Pujapitiya, Walasmulla/Weeraketiya have been paid interim allowance for subsistence allowance without stopping that payment and thereby interim allowance has been paid in excess to due amount
	2,675,000	(III) Even though the interim allowance paid along with the pension should be terminated after the salary revision made as per Pension Circular No 01/2019 dated 11 June 2019, interim allowance has been paid in excess to due amount at 14 instances as a result of not terminating interim allowance at Divisional Secretariat, Mahara, Damana, Panadura and Galewela
(i) Pension Circular No 1/2019 (Revision II) dated 26 July 2019	4,538,038	Even though, it has been informed that the salary conversion is not applicable to those who are receiving salaries up to 55 years of age in three armed forces, pension of 06 persons have been revised as per data system and pension of another 10 persons has been revised at Divisional Secretariats, Mawathagama, Mahara, Welimada and Panadura and thereby pension has been paid in excess to due amount
(j) Pension Circular No 01/2022 dated 20 January 2022		
(i) Para 2	1,200,000	An under payment of Rs. 5000 is observed as a result of not paying the allowance of Rs 5000 to which 20 pensioners are entitled to at Divisional Secretariat, Welimada, Pujapitiya, Ganewaththa, Maspotta
(ii) Para 2 (i)	180,000	When a person receives several pensions, he/she is entitled only to one allowance per month but one instance is observed at Divisional Secretariat, Panadura, where the payment of the allowance of Rs. 5000 has been made separately for several categories of pensions
(iii) Para 2 (iii)	915,000	Even though it has been informed that the dependents of the demised officers of three armed forces are not entitled to the special allowance of Rs. 5000 along with the pension, 06 dependents as per the data system and another 04 dependents at Divisional Secretariat, at Mawathagama and Mahara have been paid the allowance with salary and thereby the special allowance has been paid in excess to due amount.

3.5. Advance Account of Public Officers

Following matters were observed in this regard.

(a) Total of the individual balances of the Advance account of public officers as at 31 December 2024 is Rs. 167,676,744 and the value of loan balances, of which the time is less than one year, is Rs.1,559,825. This amount consists of a balance of loan to be recovered from 2 officers transferred to provincial council institutions is Rs. 611,203 and the balance of loan to be recovered from 3 officers indicted is Rs. 622,320. Further Rs. 326,302 is recorded as the balance of loan to be recovered from 2 officers, who have vacated their posts. The balance of loan of which the period is between years 1-2 is Rs. 142,920 and it is a balance to be recovered from an officers who has vacated his post.

(b) The balance of loans to be recovered, of which the period is between years 3-5 is Rs. 239,812 and it is a balance to be recovered from an officer interdicted from service. The balance of loan to be recovered from an officer interdicted from service, of which the period is between years 5-10 , is Rs. 153,509. The balance of loans of which the period is between years 10-20 is Rs. 305,220 and it consists of a balance of Rs. 130,728 to be recovered from an officer, who has vacated his posts and a balance of Rs. 174,492 to be recovered from an officer interdicted from service.

3.6. Deposits

Following matters were observed in this regard.

(a) It is observed that deposits to the values of Rs. 4,965,310, which have lapsed more than two years, are retained in the General Deposit Account without utilizing as per Financial Regulation 57 (3) or taking in to state revenue.

(b) Rs. 5,000,000 has received to the Department of Pensions on 08 May 2024 as the amount to be paid to the Department as per the agreement dated 01 March 2023 between the Department and private communication institute and it has been deposited in General Deposit Account on 29 May 2024. Even though it has been indicated that this money can be utilize for programmes in annex 2 of para 4.8 of the Memorandum of Understanding, it has retained in deposit account without utilizing up to 31 March 2024, which the date of audit.

3.7. Operating bank accounts

The bank account of Local Government Services Widows' and Orphans' Pension and bank account of Local Government Services Widowers' and Orphans' Pension are remaining as inactive accounts and no action has been taken to close or take other action regarding these accounts.

4. Operational Review

4.1. Procurements

Even though it has been planned to purchase 85 Desktop computers and 10 Monitors during the period from 01 April 2024 to 30 June 2024 as per annual procurement plan, Rs. 11,091,000 is remaining unspent from the amount allocated for vote 253-1-2-2509 as a result of purchasing 20 computers and 06 monitors revising the procurement plan on 22 November 2024.

4.2. Losses and damages

Following matters were observed in this regard.

4.2.1. Register of Losses and Damages

Financial Performance

The amount of pensions paid in excess to due amount, which were to be recovered further by the end of the financial years, was Rs. 1119 million as per the financial statements. This amount consists of a balance of Rs. 3.1 remaining for more than 10 years, Rs.47.3 million remaining for a period between 5-10 years and Rs. 1,068 remaining for a period of less than 5 years.

(a) Rs. 2.3 million out of Rs. 3.1, which is the value of losses remaining more than 10 years in the Register of Losses and Damages, are the amounts paid in excess for demised persons and they have been shown as a balance in financial statements for more than 10 years without taking action as per Financial Regulations.

(b) The difference between the ending balance of year 2023 and 2024 have been shown as the amount recovered in 2024 under the recoveries in the Register of Losses and Damages of Department of Pensions. Accordingly, a balance which is being recovered as at 31 December 2023 is identified as the total amount to be recovered from the person if he dies in 2024. Under such circumstance, Rs. 662,960, which is to be recovered further from 06 demised pensioners of Kurunegala district, has been identified as the receipt of 2024 and the balance due as at 31 December 2024 has been under accounted by that amount. It was observed at the sample test.

(c) As per the reports of the Department of Pensions, an amount of Rs. 7,151,395 paid in excess, which cannot be recovered due to the death of 43 fixed allowances receivers, has not been included in the Register of Losses and Damages.

(d) Pension has been paid to one and the same person for 25 years from 1991 to February 2016 through a temporary file by Divisional Secretariat, Gampaha and by a permanent file by the Divisional Secretariat, Mahara. Accordingly the amounts paid in excess by the Divisional Secretariat, Gampaha through a temporary file is Rs. 1,872,587 and the Department of Pensions has suspended the payment from April 2016. The person has died on 25 March 2021. The amount settled by the retained pension by that time is Rs. 1,577,343 and the amount to be recovered further is Rs. 295,044. No clear conclusion has been made on the way to recover this loss and it has not been included in the Register of Losses and Damages under Financial Regulation 110.

(e) As a result of not reporting a death of a pensioner to Divisional Secretariat, Gampaha, an excess payment of Rs. 582,423 has been made for a period of 29 months. As per the preliminary investigation report in this regard, it has been observed that an avenue has been made to external parties to have money as the officers performed duties in the Pension Branch of Divisional Secretariat, Gampaha has not completed the testing of life certificates, but recommendations have been given only to issue a letter of warning to responsible officers. Further even though recommendations have been made to take action as per Disciplinary Procedures of the Establishments Code against the Accountants for causing losses to Government neglecting supervisory activities it has been observed that no action has been taken in this regard.

Further, this loss has not been included in the Register of Losses and Damages under Financial Regulation 110 and there is no information on the action to be taken for recovery of the money paid in excess.

4.2.2. Recovery of losses

The balance as at 31 December 2024, which is to be recovered from financial malpractices revealed by Internal Audit Division and Administration Division of Department of Pensions, is Rs. 44,299,996 and following observations are made in this regard.

(a) Action has not been taken conduct investigations as per F.R. 104 on the financial fraud to the value of Rs. 7,022,668 revealed in year 2001 in relation to Divisional Secretariat, Mathugama

(b) An excess payment of Rs. 2,696,303 has been made by the Divisional Secretariat, Mathugama to a lady pensioner by paying the pension for 55 months after her death but no investigation has been conducted in this regard under F R 104. As per the preliminary investigation held a charge sheet has been issued to an officer and then he has been acquitted of charges by the formal disciplinary inquiry. Recommendation has been made to call explanations from other officers under disciplinary procedure but that recommendation has not been implemented. Accordingly, no conclusion has been made on the way for recovery of the loss.

(c) A former officer in charge of the subject of pension served attached to District Secretariat, Kegalle has committed a financial fraud crediting Rs. 6,381,550 to private bank accounts of three individuals, who are non-pensioners, during the period from 10 June 2010 to 09 June 2011 changing fraudulently the data in computerised pension data system, whilst serving attached to the above office. The officer has been dismissed from service after conducting a formal disciplinary inquiry. However, the report of losses and damages has been submitted under F R 104 (4) on 21 August 2019 by the Inquiry Board but action has not been taken to recover the loss up to now even where it has been informed to take over the private movable and immovable properties belonging to the person.

(d) The value of the financial fraud committed by the lady officer in charge of the subject of pension at Divisional Secretariat, Galnewa is Rs. 1,666,762 and the balance to be recovered as at 31 December 2024 is Rs. 205,402. Action has not been taken to conduct a formal disciplinary inquiry on this fraud identified in year 2012, as per F R 104.

(e) Even though a loss of Rs. 5,049,611 identified at Divisional Secretariat, Polgahawela/Bandaragama and a loss of Rs. 5,215, 589 identified at Divisional Secretariat, Kuruwita in year 2014 have been shown in the Register of Losses and Damages, no progress is observed in the recovery of the loss as at 31 December 2024 and further inquiry as per F R and disciplinary inquiry have not been conducted.

4.3. Management inefficiencies

Following matters observed in this regard.

4.3.1. Payment of compensation salary and allowances to the members of three armed forces and police, who demised or become disabled whilst in active service.

4.3.1.1. Weaknesses in the process for the payment of disability pension of armed forces

(a) Employees of the armed forces are also sent on retirement under section 2.17 of the Pensions Minute and then payment of their pension is commenced as per the normal retirement process and a disability pension is also paid to such person if the Medical Board has decided the person is not fit for duty and further this conclusion is recommended by the Commander of the forces. The time gap between the date of disability of the relevant pensioner and the date of

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appearing before the Medical Boards is quite long and as a result of not submitting relevant person to the Medical Board at the time of incident and identify the level of disability, Department of Pension has to pay an excess amounts for basic salary, cost of living allowances, interim allowances and gratuities. Accordingly, Rs. 11,433,021 has been paid in excess by Divisional Secretariat, Galewela.

(b) Payment of disability salaries in excess to due amount

Disability salaries have been paid in excess to due amount at the following instances.

(i) Rs. 194,496 has been paid as disability pension in excess to due amount to the pensioner holding pension number 59-1176493 at Divisional Secretariat, Galewela due to non-combining 6-59 and no action has been taken to recover such excess amount or to take any other action even by December 2024 as he has disappeared from 7 March 2022.

(ii) In terms of the Disability Pension Award dated 10 October 2013, the disability pension entitled to armed forces pension at Divisional Secretariat, Mahara bearing number 3-1153570 should be suspended on 20 August 2-15, but Rs. 471,332 has been paid in excess to due amount up to the date of audit without suspending the payment.

(iii) The pensioner bearing armed forces pension number 3-1168861 at Divisional Secretariat, Mawathagama has retired from armed service on 12 December 2015 and receives salary and allowance from Army from 09 May 2016. As a result of activating his disability pension from 19 July 2019, his basic pension has been revised but Rs. 128,124.00 has been paid as gratuity allowance and Rs. 517,834.50 has been paid as basic pension in excess to due amount from 09 May 2016 to 10 May 2024.

(iv) The pensioner bearing armed forces pension number 3-1327628 at Divisional Secretariat, Mawathagama has retired on 19.01.2018 and even though his pension has been revised due to the disability on 19.01.2018 but Rs. 130,564, Rs.99, 638 and Rs. 28,200 have been paid in excess to due amount as gratuity, pension and cost of living allowance as a result of paying basic pension without paying revised pension.

4.3.1.2. Payment of fixed allowance

A fixed monthly allowance is paid as per the provisions of the Circular No. MOD/1/2021 dated 18 May 2021 of the Ministry of Defence to the dependents of the members of three armed forces, police and special task force, who died during the war period and following matters were revealed in this regard.

(a) When examining the data system of the Divisional Secretariat, Panadura, it was observed that 05 dependents of war heroes, who are entitled to fixed allowance, were receiving fixed allowance but it was impossible to confirm the accuracy of the amount of the paid fixed allowance and the entitlement to such allowance as particulars pertaining to the payment of fixed allowance have not been included in the pension file.

(b) As per the particulars submitted by the Department of Pension for the audit, it has become impossible to recover Rs. 3,884,706 by May 2025 as there are no reports even though the receivers of fixed allowances have died.

4.3.1.3. Management of Armed Services Pension and Post benefits

(a) The lady pensioner bearing pension number 3-1146072 at Divisional Secretariat has retired from service on 09 October 2012 and she should be paid Rs. 21,514 as the monthly salary after conversion of salary depending on the service period under 18 (1) (a) of the Armed Forces

Pension and Gratuity Code from 09 October 2012 to 09 October 2022 but as a result of paying Rs. 24,632, the salary before conversion, from the beginning and therefore Rs. 374,162 has been paid up to December 2024 in excess to due amount.

(b) On completion of the age of 55 years of the spouse of the armed services pensioner bearing pension number 40-3057 at the Divisional Secretariat, Galewela, on 27 July 2021, the converted pension has been paid on 08 April 2022 but an under payment by Rs.295,190 which is the total of Rs.270,515 as pension and Rs. 24,675 as cost-of-living allowance, has been paid as a result of not calculating the salary in arrears for the period from 21 July 2021, the day on which the age is completed, to 07 April 2022.

(c) An armed services widows' and orphans' pension is paid to the lady pensioner bearing pension number 41-2016532 at Divisional Secretariat, Galewela and she has married again on 15 April 2016. She had two orphans born by the soldier on 20 September 2000 and 25 May 2004 and they have reached 18 years of age in 2018 and 2022 respectively. However, it was observed that the pension was being paid to the widow without granting entitlement to the children for the pension up to January 2025.

(d) As a result of not implementing the revisions of the pensions of 05 pensioners of armed service at Divisional Secretariat, Mahara, Ganewaththa and Panadura, the pension of one person has under paid by Rs. 178,769 whilst paying an overpayment of Rs. 1,275,557 in the pension of 04 pensioners.

(e) No action has been taken to recover Rs. 310,100, which is the overpayment of interim allowance and cost of living allowance as per relevant file for subsistence allowance bearing number 4-37014 (370920770V) at Divisional Secretariat, Panadura.

(f) Even though the monthly other allowance to be paid as per main paper dated 11 June 2015 included in the armed services widows and orphans pension file no 40-981702 at Divisional Secretariat, Panadura is Rs. 1750, Rs. 4,250 has been paid from 19 December 2012 up to the date of audit and therefore an overpayment of Rs. 504,000 has been observed.

(g) Armed forces widows and orphans' pension has not been revised in relation to 03 pensioners at Divisional Secretariat, Mahara as per Pension Circular 01/2019.

4.3.2. Granting entitlement to Public Services Pension Benefits and widowers and orphans pension benefits

(a) The reasons for the difference between the basic salary and interim allowance relevant to pension number 21-900030 (645050207 V) at Divisional Secretariat, Panadura as Rs. 6,286 and Rs. 2,875, and the basic salary and interim allowance paid relevant to pension number 23-900029 (937890656V) as 5,373 and Rs. 1,750 by Divisional Secretariat, Nochchiyagama up to January 2020 (Paid by dividing) could not be identified by the audit. Even though the orphan entitled to pension number 23-900029 has reached the required age in January 2020 but action has not been taken to add this part to the pension bearing number 21-900030.

(b) Even though the widows who marry again at Divisional Secretariat, Panadura should be paid 50% from the interim allowance as per Pension Circular No 3/2013 dated 20 September 2013, full interim allowance has been paid to the widow bearing pension number 22-1000004 from December 2014 to October 2020. Therefore, an overpayment of Rs. 122,250 as interim allowance has been observed under such circumstance.

(c) Even though it has lapsed 35 to 107 months after suspension of pension of 10 pensioners at Divisional Secretariat, Panadura, which has made due to reasons such as not confirming the

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death of pensioner by Grama Niladhari and not submitting life certificate, no follow up action has been made to find whether an excess payment has been made or the find the actual reason for such suspension.

(d) It was observed that pensions of 04 orphans over 18 years of age under Divisional Secretariat, Panadura and 03 orphans of Divisional Secretariat, Mahara were being paid under the guardianship without paying it directly to orphans.

(e) Cost of living allowance has been paid under two categories such as widows and orphans pension and subsistence allowance /compensation pension to 11 pensioners at Divisional Secretariat, Panadura.

(f) It was observed at the audit that cost of living has been paid monthly as Rs.6,025 and Rs. 2,000 respectively for 02 pensions bearing number I-885548 and 21-2184749 (435130569V) at Divisional Secretariat, Maspotha but reasons for differences in values have not been revealed.

(g) As a result of not reporting properly the death of 10 pensioners at Divisional Secretariats, Anamaduwa, Arachchikattuwa, and Puttalam, an overpayment of Rs. 387,783 has been paid in the pension.

5. Sustainable Development

5.1. Identifying sustainable Development goals

Under the objectives for sustainable development, which are aimed to fulfil by year 2030, only one objective has been identified by the Department of Pensions. No clear targets have been set for those objectives and indicators have not been set systematically for the base data and measuring progress. Further the parties interested in joining with the role of the institute in order to implement sustainable development goals have also not been identified.

H M De Soysa
Senior Assistant Auditor General,
For Auditor General

My No. LEW/E/LGPF/25/01

27 May 2025

Director General,
Department of pensions

Report of the Auditor General on the Financial Statements and Other Legal and Regulatory Requirements of the Local Government Services Pension Fund for the year ended 31 December 2024 in terms of Section 11(1) of the National Audit Act, No. 19 of 2018

1. Financial Statements

1.1 Disclaimer of Opinion

The audit of the financial statements of the Local Government Services Pension Fund for the year ended 31 December 2024 comprising the Balance Sheet, Revenue and Expenditure Account, and Notes to the Financial Statements, and a summary of significant accounting policies for the year then ended, was carried out under my direction in pursuance of provisions in section 62 of (chapter 264) of Local

Government Ordinance, Article 154 (3) 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. My report to Parliament in pursuance of provisions in Article 154 (6) of the Constitution will be tabled in due course. I do not express an opinion on the financial statements of the Fund. I could not obtain sufficient and appropriate evidences to make a basis for an audit opinion in respect of these financial statements due to the significance of the matters discussed in the part of disclaimer of opinion.

1.2 Basis for Disclaimer of Opinion

- (a) Even though the Fund should maintain accounts as per the Standard no 01 of Sri Lanka Public Sector Accounting Standards, An amount of Rs. 73,002,313, the contribution received during the year under review to the Fund in relation to previous years and year under review has been accounted to the Fund.
 - (b) Contributions to the value of Rs. 913,923,655 has been paid to the pensioners in year 2024 utilizing the provisions of the General Treasury. The receipt of contributions from Local Government Institutes in year 2024 is Rs. 73,002,313 and this amount has been accounted as the payments from pensions fund against the receipt of contributions.
 - (c) Even though Rs. 14,732,11 out of Rs. 73,002,313, which is the total receipt of the year under review, is the receipt for the previous year, this amount has been adjusted to Income and Expenditure Account as transfer the deficit to the Accumulated Fund.
 - (d) Even though the amount to be received from 164 Local Government Institutes as at 31 December 2024 as per financial statements is Rs. 856,093, 490, a difference of Rs. 699,931,220 has been observed due to understating the contribution to be paid as Rs. 156,162,270 as per financial statements.
 - (e) Even though the contributions to be received from 33 Local Government Institutes as at 31 December 2024 is Rs. 101,640,065 as per financial statements, a difference of Rs. 5,956,280 has been observed due to overstating the contribution to be paid as Rs. 107,596,345 as per financial statements
 - (f) Confirmations of balances have not been received for the contributions of Rs. 429,754,794 to be received in relation to 62 Local Government Institutions in the contributions of Rs. 1,053,748,746 to be received from 303 Local Government Institutes as at 31 December 2024 as per financial statements.
- As described above, I could not confirm or verify the quantitative items in Balance Sheet, Income and Expenditure Account, and Cash Flow Statement by alternative methods. Under such circumstance, I could not determine whether it is needed to make certain adjustments on values or transactions reported or not reported, by which the balance sheet, income and expenditure account and cash flow statement are prepared.

1.3 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 Fund's 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 Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

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As per Section 16(1) of the National Audit Act No. 19 of 2018, the Fund 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 Fund.)

1.4 Auditor's Responsibilities for the Audit of the Financial Statements

My responsibility is to issue the Report of the Auditor General on the Financial Statement of the Fund based on the audit conducted conforming to Sri Lanka Audit Standards. However, I could not obtain audit evidences which are sufficient and appropriate to provide a basis for audit opinion in respect of these financial statements due to facts described in the part for the basis for disclaimer of opinion.

2. Report on Other Legal and Regulatory Requirements

National Audit Act, No. 19 of 2018 includes specific provisions for following requirements.

The financial statements of the Fund comply with the requirement of section 6 (1) (d) (iii) of the National Audit Act No 19 of 2018.

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 except the observations indicated in section (a) to (g) in the basis for disclaimer of opinion in my report.

3. Operational Review

3.1. Non-compliance with Laws, Rules, Regulations

A special committee has been appointed on 11 June 2016 by the General Treasury in order to certify that all statutory and non-statutory institutes are subjected to the control of the Parliament conforming to a recognized system by Parliament by proposal no 425 and 426 in budget proposals of 2016 as per Public Finance Circular no 07/2016 and even though this committee has proposed that they should be closed amending Acts applicable to these funds, no action has been taken to obtain a decision in this regard. Further, the recommendation made to recover contributions in arrears without delay has not been implemented.

3.2. Receivable and payable accounts

(a) The total balance of contributions to be received from 303 Local Government Institutes as per Financial Statements as at 31 December 2024 is Rs. 1,053,748,746 and the Fund has failed to collect Rs. 283,979,179, which is to be collected from 74 institutes out of the above amount quarterly.

(b) Even though the amount to be received from 50 Local Government Institutes as per Financial Statements as at 31 December 2024 is Rs. 988,462,216, it is observed that there is no contribution to be paid in the Financial Statements of Local Government Institutes.

(c) Even though there is no balance to be received in 05 Local Government Institutes as at 31 December 2024 as per Financial Statements, it has been stated total of Rs. 538,508 as the balance to be paid as per Financial Statements of Local Government Institutions.

3.3. Management Activities

(a) Even though the total of receipts is included in the summary of receipts and payments including receipts for previous years, they have been entered as receipts and payments for year under review without categorising.

(b) Even though a register of members' names has been maintained from year 2015 under Local Government Pensions Fund, no action has been taken to maintain it removing the names of members, who demise from time to time.

G H D Dharmapala
Auditor General (Acting)

My No. LEW/D/Teachers/25/01

30 May 2025

Director General,
Department of pensions

Summary Report of the Auditor General on the Financial Statements and Other Legal and Regulatory Requirements of the Teachers' Widows' and Orphans' Pension Fund for the year ended 31 December 2024 in terms of Section 11(1) of the National Audit Act, No. 19 of 2018.

1. Financial Statements

1.1 Qualified Opinion

The audit of the financial statements of the Teachers' Widows' and Orphans' Pension Fund for the year ended 31 December 2024 comprising the Balance Sheet, Revenue and Expenditure Account, and Notes to the Financial Statements, and a summary of significant accounting policies for the year then ended, was carried out under my direction in pursuance of provisions in section 6 (1) of the regulations imposed in terms of the section 5 and 9 of the School Teachers' Pensions Ordinance No 44 of 1953 and Article 154(3) 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. 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 Fund as at 31 December 2024, 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

- (a) Since the contributions relevant to the month of April of the year under review pertaining to the educational zone of Colombe have been omitted from the financial statements of the year the contributions relevant to the accounting years have been under accounted by Rs. 4,035,793.
- (b) As a result of indicating twice the receipts for December relevant to the education zone of Kalutara in the balance of to be received as at 31 December 2024, the balance of the contribution to be received has been over accounted by Rs. 122,104 in the balance sheet.
- (c) Contributions of the Carry Collage have not been received for August 2024 and the contributions have not been included in the balance of contributions to be received making calculations as at 31 December 2024.
- (d) Even though the contribution to the Widows' and Orphans' Fund has been increased up to 8%, only a contribution up to 6% has been sent by one girls' school of Kalutara educational zone from April to December whilst sending contributions to widows and orphans' fund up to 6% by another school of the same zone from April to September 2024. Therefore, the total of the contributions in arrears pertaining to

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 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 Fund's 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 Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

As per Section 16(1) of the National Audit Act No. 19 of 2018, the Fund 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 Fund.)

1.4 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 Company'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 Fund'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 Fund 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.

2. Report on Other Legal and Regulatory Requirements

National Audit Act, No. 19 of 2018 includes specific provisions for following requirements.

The financial statements of the Fund comply with the requirement of section 6 (1) (d) (iii) of the National Audit Act No 19 of 2018.

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 except the observations indicated in section 1.2 of the basis for qualified opinion in my report.

3. Operational Review

3.1. Non-compliance with Laws, Rules, Regulations

Teachers Pensions Act No 44 of 1953	
(i) Order No 04	Even though widows' and orphans' pensions of teachers should be paid by building a fund from the contributions of Teachers' Widows' and Orphans' contributions, no separate account has been maintained for the fund to collect contributions and make payments and contributions have been collected to the bank account of the Director General and further payments have been made under the vote of the Department of Pensions.
(ii) Order No 09 (a)	No register has been maintained including particulars of the persons who become qualified to pay contributions and who pay contributions.

3.2. Activities of the Management

(a) It has become impossible to identify correctly the particulars such as the amount to be received correctly by the fund, amount actually received, amount in arrears, number of the members of the fund, persons who obtained newly the membership of the fund and who left the fund as a register containing the name and the school of the members has not been maintained.

(b) Since the objectives of the fund are covered by the vote no 253 of the Consolidated Fund, a proposal has been made that the Acts relevant to the fund should be amended even though the fund is not an essential fund. However, that proposal has not been made a reality.

(c) Even though the account of the Deputy Secretary of the General Treasury has been maintained to collect and refund the contributions and other income, the balance of the Secretary of the General Treasury of Rs. 3,792,866,171 shown in financial statements as at 31 December 2024 is a nominal balance and it has been indicated also in the notes to accounts.

G H D Dharmapala
Auditor General (Acting)

My No. LSW/E/PSPF/25/01

09 June 2025

Director General,
Department of pensions

Summary Report of the Auditor General on the Financial Statements and Other Legal and Regulatory Requirements of the Public Services Provident Fund for the year ended 31 December 2024 in terms of Section 11(1) of the National Audit Act, No. 19 of 2018.

1. Financial Statements

1.1 Disclaimer of opinion

The audit of the financial statements of the Public Services Provident Fund for the year ended 31 December 2024 comprising the Statement of Financial Position, Statement of Change in Equity, and Cash Flow Statement, and Notes to the Financial Statements, and a summary of significant accounting policies for the year then ended, was carried out under my direction in pursuance of provisions in Section 24 (1) Chapter 621) of the Public Services Provident Fund Ordinance No 18 of 1942 and Article 154(3) 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. My report to Parliament in pursuance of provisions in Article 154 (6) of the Constitution will be tabled in due course.

I don't express an opinion on the financial statements of the fund. I could not obtain adequate and appropriate audit evidences in order to provide a basis for an audit opinion due to the importance of the matters discussed in the part for the basis for the disclaimer of opinion.

1.2 Basis for Disclaimer of opinion

- (a) Documents to confirm the contributions to be received to the value of Rs. 221,002,161 shown in financial statement have not been submitted for the audit.
- (b) Since schedules for individual balances, which can be separated for each contributor, have not been submitted, the accuracy of the balances of Rs. 39,823,808,149 and Rs. 61,194,695,013 of Compulsory Contributions Account and Government Contributions Account respectively.
- (c) Since the schedules, which contains the particulars of the persons entitled to claims for the balance of Rs. 61,535,259 of voluntary contributions account, have not been submitted for the audit, the accuracy of the balance could not be confirmed.
- (d) Even though the balance of Rs. 5,644,476 included in the adjustment account, which is carried forward from year 1989, has been shown as an unidentified balance, no action has been taken to make necessary adjustments to relevant accounts identifying that balance.
- (e) The income of accrued interests as at 31 December 2024 has been under accounted by Rs. 1,309,507,797 for Treasury Bonds of Rs. 43,650,259,791 in the financial statements, which have been submitted.
- (f) During the year under review, the income from interest has been over stated by Rs. 27,669,000 in relation to two fixed deposits.

As described above, I could not confirm or verify the quantitative items in statement of financial position, statement of financial performance, statement of the change in equity and cash flow statement by alternative methods. Under such circumstances, I could not determine as to whether any adjustment

should be made on transactions or values reported or not reported in values or items by which the statement of financial position, statement of financial performance, statement of change in equity, and cash flow statement are prepared.

1.3 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 Fund's 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 Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

As per Section 16(1) of the National Audit Act No. 19 of 2018, the Fund 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 Fund.)

1.4 Auditor's Responsibilities for the Audit of the Financial Statements

My responsibility is to issue the report of the Auditor on the financial statements of the fund based on the audit conducted in compliance with Sri Lanka Audit Standards. However, I could not obtain adequate and sufficient audit evidences to make an audit opinion on financial statements due to the matters described in the part for the basis for disclaimer of opinion.

2. Report on Other Legal and Regulatory Requirements

National Audit Act, No. 19 of 2018 includes specific provisions for following requirements.

The financial statements of the Fund comply with the requirement of section 6 (1) (d) (iii) of the National Audit Act No 19 of 2018.

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 except the observations made from (a) to (g) in the part for the basis for disclaimer of opinion in my report.

3. Operational Review

3.1. Non compliance to laws, rules and regulations

Even though the Director of Pensions should, at the end of each financial years, should inform each contributor regarding the total amount credited in favour him in the fund as at the above date in term of the section 25 of the Public Services provident Fund of 1942, no action has been taken to satisfy that requirement.

3.2. Management Activities

The rate has been determined based on an average value from opening monthly allocations for dividing the income from interest of Rs. 13,278,434,296 among contributors, but it was observed that the interest

Financial Performance

income is not divided fully among contributors. During the year under review, an income from interest to the value of Rs. 5,074,001,808 has been transferred to common reserve without dividing among the contributors.

G.H.D. Dharmapala
Auditor General (Acting)

04. Performance Indicators

4.1. Performance Indicators of the Institution (Based on the Action plan)

Activity	Sub Activities	Performance	Estimated Amount	Actual output as a percentage of expected output (%)			
				100%-90%	75%-89%	50%-74%	Below 49%
New pension awards	Awarding pension - Decentralized	Number of pensioners, who received pension award in year 2024	30,000	102.7%	-	-	-
	Awarding pension - Centralized		2,400	-	75%	-	-
	Awarding Widows' and Orphans' Pension		9,000	104.53%	-	-	-
Revised payments	Awarding pension - Decentralized	Number of revised pensions paid	3,600	-	-	-	47.17%
	Awarding pension - Centralized		780	-	-	-	35.77%
Gratuity and other payments	Death gratuity	No.of Death gratuity applications Paid	1,250	110.96%	-	-	-
	Disabled pension	Number of Disabled pension paid	10,000	-	80.36%	-	-
	Sathkara Piyasa	Number of persons called for the interview	30,000	109.93%	-	-	-
Monthly pensions	Monthly pension (Civil)	Number of pensioners, who received benefits monthly	515,214*12	99.88% (Financial Progress)	-	-	-
	Payment of gratuity and loan installments	Number of pensioners, who received benefits monthly	-	99.29% (Financial Progress)	-	-	-

Performance Indicators

Activity	Sub Activities	Performance	Estimated Amount	Actual output as a percentage of expected output (%)			
				100%-90%	75%-89%	50%-74%	Bellow 49%
Social welfare	Three Armed Forces and Police	Number of pensioners, who received benefits monthly	41,126*12	99.67% (Financial Progress)	-	-	-
Widows' and Orphans' Pension	Payment of Widows' and Orphans' Pension	Number of pensioners, who received benefits monthly	187,492*12	96.9% (Financial Progress)	-	-	-
Railway Warrant	Issuing railway warrant for pensioners	Number of pensioners, who received benefits monthly	-	-	-	60.65% (Financial Progress)	-
Payment of foreign pension	Conversion of Civil pensions into Foreign Civil Pensions	Number of pensioners and Widows	450	-	-	62%	-
	Conversion of Widow Pensions into Foreign Widow Pensions		180	-	-	51%	-
	Conversion of Forces Pensions in to Foreign Forces Pensions		200	-	80%	-	-
	Initiating New Widow Pensions for the Sri Lankan Overseas pensioners		120	-	-	60%	-
Arrears of pensions to be paid (foreign pensioners)	In terms of circular No. 14/2019 make into the unreduced Pensions	Number of pensioners, who received benefits monthly	180	-	-	-	30%

Activity	Sub Activities	Performance	Estimated Amount	Actual output as a percentage of expected output (%)			
				100%-90%	75%-89%	50%-74%	Bellow 49%
Arrears of pensions to be paid	Arrears to be paid the value between SLRs.750,000 - 1,500,000 on Special Committee Approval	Number of pensioners, who received benefits monthly	150	-	76%	-	-
	Arrears to be paid the value above SLRs. 1,500,000/= on special committee approval	Number of pensioners, who received benefits monthly	90	-	-	-	32.22%
Updating of Annual Life Certificate of the Sri Lankan Overseas Pensioner	Updating of Annual Life Certificates with the Valid Life Certificates provided for 2024		8,000	103%	-	-	-
Issuing Dole Letters			200	98%	-	-	-
Issuing Railway Warrants -foreign pensioners			200	-	-	-	32%
Modifications on the data system (Deaths, transfer to DS, status changes, ect...)			480	-	88.75%	-	-

Performance Indicators

Activity	Sub Activities	Performance	Estimated Amount	Actual output as a percentage of expected output (%)			
				100%-90%	75%-89%	50%-74%	Bellow 49%
Payment of the arrears of pension	Civil	Number of the pensioners	8,500	141.6%	-	-	-
	Armed Forces						
	Anomalies						
Income from contributions to Widows and orphans pension (Collection of income)	Central Government	Monthly Income	29,000*	-	84.84%	-	-
	Provincial Councils	Monthly Income	17,000*	94.6%	-	-	-
	Teachers' Widows' and Orphans' Pension	Monthly Income	427*	122.25%	-	-	-
Refunding contributions made to Widows and orphans Pensions Fund	Civil	Number of beneficiaries	1,300	130.15%	-	-	-
	Armed Forces	Number of beneficiaries	1,200	250%	-	-	-
	Teachers' Widows' and Orphans' Pension	Number of beneficiaries	35	174.29%	-	-	-
	General 29	Number of beneficiaries	30	-	-	56.67%	-
Public Services Provident Fund,	Number of the members in P.S.P.F	Number of new members-annual	11,520	-	-	-	38.98%
	Payment of contribution	Number of beneficiaries	5,400	-	84.17%	-	-
	Receipt of contributions	Monthly contribution 8% and 12%	1,480*	-	-	51.89%	-
	Investments	New investments made during the year	12,000*	-	87.35%	-	-

Activity	Sub Activities	Performance	Estimated Amount	Actual output as a percentage of expected output (%)			
				100%-90%	75%-89%	50%-74%	Bellow 49%
Human Resources Development	Capacity development	Conducting training programmes as per training plan	27 (training programmes)	103.7%	-	-	-
Hardware development activities	Purchase of hardware	Computers	100	-	-	-	66%
		Scanners	50	104%	-	-	-
		Printers	50	100%	-	-	-
Updating Service Agreement	Mail Server Upgrade	Service agreement	01	100%	-	-	-
	Firewall Renewal	Service agreement	01	100%	-	-	-
	DMS System	Service agreement	01	100%	-	-	-
Software Development	Reengineering of Pension application & Payment Management Modules	-	-	-	-	-	28%
System Security	Cert	Service agreement	01	100%	-	-	-
Rehabilitation & Improvement of Capital Assets	Development of office environment	Concluding all the projects within 2024		100%	-	-	-
	Development of Holiday Resort environment			-	-	-	-
	Vehicles			-	-	-	20%
	Plant, Machinery & Equipment			100%	-	-	-
Acquisition of Capital Assets	Furniture and office Equipment		as required	100%	-	-	-
	Plant, Machinery & Equipment		as required	100%	-	-	-
	leased Vehicles		01	100%	-	-	-

Performance Indicators

Activity	Sub Activities	Performance	Estimated Amount	Actual output as a percentage of expected output (%)			
				100%-90%	75%-89%	50%-74%	Bellow 49%
Internal Audit	Preparation of Annual Audit Plan		01	100%	-	-	-
	Holding Audit Management Committee		04	100%	-	-	-
Internal Audit	Audit Inspection Divisional Secretariat	-	06	200%	-	-	-
	Pension Files of more than 15 lacks	-	300	147%	-	-	-
	Special investigations	(as required)	04	-	75%	-	-
	Auditing the internal divisions of Department of Pensions	-	06	-	-	67%	-
	Review of the central Database	-	100	-	84%	-	-
	Other Audit Tasks	-	200	-	75%	-	-
Policy & Investigation	Granting approval to make the service period of employees under casual, substitute, temporary, contract, relief basis and graduate trainees, trainees, and three armed forces applicable for the purpose of calculating the pension.	No of approved files	480	-	76.67%	-	-

Activity	Sub Activities	Performance	Estimated Amount	Actual output as a percentage of expected output (%)			
				100%-90%	75%-89%	50%-74%	Bellow 49%
Policy & Investigation	Referring reports of recommendations pertaining to the petitions submitted to Public Petition Committees	Number of submitted reports	48	100%	-	-	-
Policy & Investigation	Preparation and submission of answers for questions submitted by Parliament for oral answers	Number of Answers referred	24	100%	-	-	-
	Preparation of reports containing observations/ recommendations to the proposals made by Hon. Members of Parliament to Ministerial Advisory Committees	Number of reports referred	12	100%	-	-	-
	Taking action on the matters referred by the Sectorial Supervisory Committee on an open and responsible government and submission of relevant recommendations	Number of reports referred	24	100%	-	-	-
	Conducting discussions with Pensioners' Associations on their issues.	Number of the meetings conducted (01 meeting per quarter)	04	-	-	50%	-

Performance Indicators

Activity	Sub Activities	Performance	Estimated Amount	Actual output as a percentage of expected output (%)			
				100%-90%	75%-89%	50%-74%	Bellow 49%
Policy & Investigation	Submitting recommendations to Cabinet Memorandums	Number of observations referred	12	100%	-	-	-
	Issuing Pensions Circulars and Instructions letters	Number of Issued Pensions Circulars and Instructions letters	24	100%	-	-	-
Policy & Investigation	Taking policy decisions on the issues referred to the Divisions of the Department by individuals and other institutions	Number of decisions referred	240	81%	-	-	-

* Receipt of income

05.

Performance in achieving Sustainable Development Goals

5.1. Sustainable Development Goals identified

Objective/ Goal	Objective	Achievement index	Progress of achievements to date		
			0%-49%	50%-74%	75%-100%
End poverty in all its forms everywhere	1.3. By 2030, establish and improve equitable and sustainable social protection system and measures for all.	1.3.1.f.i. Proportion of older person receiving a state pension by sex			

During year 2024, pensions have been paid to 725,282 pensioners and the relevant gender ratio is given below.

Female- 49.2%

Male - 50.8%

5.2. Achievements and challenges in achieving sustainable development goals

The set of proposals 'Pension for all', which contains the proposals for granting to every citizen of the country, has been submitted the institutions responsible for taking policy decisions and it is determined also based on the government policies.

The ratio of the elderly persons (Based on gender), who receive a pension as per the legal frameworks, rules and policy decisions such as Pensions Minute, Widows'/ Widowers' and Orphans' Pension Ordinance, is connected to the policies for recruitment to Public Service.

It is emphasized that the gender ratio of elder persons receiving government pensions cannot be managed alone by the Department of Pensions even though it has been cited as a responsibility of the Department of Pensions in sub-index (1.3.1.f.i). Semi-government institutions have post-retirement benefit schemes such as Employees' Provident Fund and if it is proposed to introduce pension schemes for temporary and self-employees, it is suggested to get the contribution of all parties attached thereto, especially the institutions such as Department of Labour, Ministry of Social Services and Agriculture Insurance Board that have closer connections with those sectors. Therefore, it is not practical to identify goals, data and measuring progress indices alone by the Department of Pensions without the involvement interference of any such other institutions.

06. Human Resource Profile

6.1. Cadre Management

	Approved Cadre	Existing Cadre	Vacancies (Excess)
Senior	35	27	08
Tertiary	11	10	01
Secondary	1,102	1,030	72
Primary	97	76	21
Total	1,245	1,143	102

6.3. Human Resource Development

Name of the programme	No of employee trained	Duration of the training programme	Total Investment (Rs)		Nature of the programme (Local/ Foreign)
			Local	Foreign	
Training programme for the awareness of the subject officers of public institutes on referring decentralized pension application in the correct way.	197	9.30 a.m.- 12.30 p.m.	Online		Local
Training programme for the awareness of the subject officers of public institutes on referring centralized pension application in the correct way.	745	9.30 a.m.- 12.30 p.m.	Online		
One day training programmes for the benefit of staff officers in the Department of Pensions on office correspondence.	21	½ day 9.00 a.m. 3.00 p.m.	14,400.00 (DOP)		
Conducting training on Microsoft Word for the benefit of officers at secondary level of Department of Pensions.	99	02 days	3600.00 (DOP)		
Training programme for the awareness of subject officers in public sector on payment of death gratuity.	497	02 hours 10.00 a.m – 12.00 noon	Online		

Human Resource Profile

Online session for discussing with Information Technology Division on the issues arisen when referring the information technology system of Department of Pensions.	154	9.30 a.m.- 12.30 p.m.	Online		Local
Training programmes for the awareness of subject officers in public institutes on the subject of refunding contributions.	853	9.30 a.m.- 1.00 p.m.	Online		
Training programme for the awareness of the subject officers of public institutes on referring decentralized pension application in the correct way (training in Tamil medium)	114	9.30 a.m.- 12.30 p.m.	Online		
Conducting a training programme for subject offices of the Department of Pension serving attached to Anuradhapura district and new officers belonging to DOP and serving attached to Divisional Secretariat of Padavi Shripura and Welioya on the payment of pension.	40	02 days	District Secretariat, A,pura		
Training programme for the awareness of the subject officers of public institutes on referring centralized pension application in the correct way (Tamil medium)	263	9.30 a.m.- 12.30 p.m.	Online		
Online session for a discussion with officers of Divisional Secretariats on the issues arisen when paying widows' and orphans' pension.	285	9.30 a.m.- 12.30 p.m.	Online		
Online session for discussing the issues arisen in paying foreign pension	235	9.00 a.m.- 12.00 p.m.	Online		

Online session to discuss the issues arisen in the payment of pension of armed forces	266	9.00 a.m.- 12.00 p.m.	Online		Local
Training programme on DS Portal and payment of monthly pension	153	9.30 a.m.- 1.30 p.m.	Online		
Tamil programme of 150 hours for officers at secondary level of the DOP	74	150 hours	37,500.00 (For last 50 hours)		
Tamil programme of 100 hours for the officers at primary level of the DOP	11	100 hours	31,730.76 Department of Fisheries and Aquatic Resources		
Tamil programme of 200 hours for the officers at senior level of the DOP	02	200 hours	Online		
Session for implementing Public Administration Circular 27/2003 on the responsibility of public officers for open and responsible government and training on the responsibility of public officers for a responsible and open government and providing concessions to those who are prejudiced as a result of deviating public officers from their responsibilities.	67	10.30 a.m.- 12.30 p.m.	2400.00 DOP		
Session on pension benefits granted for the fulfilment duties in the responsible way in the training programme for the responsibility of public officers for open and responsible government.	60	9.30 a.m.- 11.00 p.m.	DOP		

Human Resource Profile

Session of the above programme for building a public service devoid of bribery and corruption of the above programme.	60	11.00 a.m.- 12.30 p.m.	DOP		Local
Session on the matters for which public officers should pay attention when providing efficient and productive service delivery in the training programme for the responsibility of public officers for open and responsible government.	52	9.30 a.m.- 12.30 p.m.	46,740.00 DOP Including expenses for refreshments		
Training on self-motivation and personal development for the officers at secondary level of the DOP	95	12.30 p.m.- 3.30 p.m.	62,420.00 DOP Including expenses for refreshments		
Training programme for drivers on driving skills and attitude development	10	One day	9,240.00 DOP Including expenses for refreshments		
Training programme on Financial Regulations for officers at secondary level belonging to DOP	72	One day	130,000.00 DOP		
Training programme for discussing issues arisen in the payment of widows’ and orphans’ pension	206	One day	Online		
Awareness training programme for officers working in duties at Sathkaraka Piyasa	16	One day	15,360.00 DOP Including expenses for refreshments		
Training on productive communication and ethics (for serving 1970, Sathkaraka Piyasa and public day subject officers.	10	One day	75,000.00 National Institute of Labor Studies		
For Academic courses					
Reimbursement of the annual membership fee of Mrs. Thulakshi Janagan for 2024 for Institute of Chartered Accountants.	01		144,173.90		Local

Payment of the balance for post graduate course on International Relations of Mrs. W.C.L. Alwis.	01	02 years	9,120.00 (Balance)		Local
Making payment for the Microsoft Excel training programme, to which Mrs. Anoma Priyanka participates.	01	02 days	16,500.00		
Making payment for the Microsoft Excel training programme, to which Mrs. D.A.A. Sandamali participates	01	02 days	16,500.00		

Joining with the programmes conducted by other institutes

Name of the programme	No of employee trained	Duration of the training programme	Total Investment (Rs)		Nature of the programme (Local/ Foreign)
			Local	Foreign	
Public Procurement Procedures	2	02 days	26,000.00 SDFL Auditorium		Local
Maintaining a personal file	1	02 days	13,000.00 SDFL Auditorium		
Training programme for smart officers conducted by the Commission for investigating in to allegation on bribery and corruption.	1	One day	Ministry of Public Administration, Home Affairs, Provincial Councils and Local Government		
Programme for training Anti-Corruption trainers conducted by the Commission for investigating in to allegation on bribery and corruption.	1	03 days	Ministry of Public Administration, Home Affairs, Provincial Councils and Local Government		
Workshops on the provisions connected to salaries of public officers	1	One day	7,500.00 Distance Learning Center		
Advocacy workshop on Injury prevention and basic first aid (Ministry of Health)	1	One day	Sri Lanka Foundation		

Human Resource Profile

Responsibility and role of the Administrative Officers.	1	02 days	13,000.00 SDFL Auditorium		Local
Preparation of Advance “B” account of public servants.	2	One day	14,000.00 SDFL Auditorium		
Two days training workshop for the awareness on accounting method and preparation of final accounts.	2	02 days	26,000.00 SDFL Auditorium		
Preparation of the salaries of public officers	1	One day	5,000.00 National Institute of Labor Studies		
Preparing Cabinet Memorandums	1	One day	7,000.00 SDFL Auditorium		
Government Payroll	2	03 days	42,000.00 SDFL Auditorium		
Annual Board of Survey and disposal of assets	1	02 days	13,000.00 SDFL Auditorium		
Training programme on personal files	1	02 days	13,000.00 SDFL Auditorium		
Training course on procurement	2	02 days	26,000.00 SDFL Auditorium		
42 nd National IT Conference 2024 Programme	1	02 days	30,000.00 Computer Society of Sri Lanka		
Certificate course on procurement	1	02 days	25,000.00 National Institute of Labor Studies		
Present office systems and office management	1	02 days	13,000.00 SDFL Auditorium		
Disciplinary Procedure	1	02 days	13,000.00 SDFL Auditorium		

07.
Report of Compliance

Serial No	Requirement, which should be made applicable	Nature of compliance (Complied/ Not complied)	Clarification in brief if the answer is 'not complied	Corrective measure to be taken to avoid situation of noncompliance in future
1.	Following financial statements/ accounts have been submitted on due date			
1.1	Annual financial statements	Complied		
1.2	Advance account of public officers	Complied		
1.3	Business and production advance account (Commercial advance account)	Not relevant		
1.4	Stores Advance account			
1.5	Special advance account			
1.6	Other			
2.	Maintenance of books and registers (F.R. 445)			
2.1	Maintaining fixed assets register with necessary updating as per P.A. Circular No. 267/2018	Complied		
2.2	Maintaining wages and salaries register/ wage and salaries cards with necessary updating	Complied		
2.3	Maintaining audit queries register with necessary updating	Complied		
2.4	Maintaining internal audit report register with necessary updating	Complied		
2.5	Preparation of all monthly account summaries and submitting them to the General Treasury on due date (CIGAS)	Complied		
2.6	Maintaining cheques and money order register with necessary updating	Complied		
2.7	Maintaining inventory with necessary updating	Complied		

Report of Compliance

2.8	Maintaining stock register with necessary updating	Complied		
2.9	Maintaining losses and damages register with necessary updating	Complied		
2.10	Maintaining liabilities register with necessary updating	Complied		
2.11	Maintaining counterfoil register with necessary updating (GA-N20)	Complied		
3.	Assigning tasks for financial control (F.R. 135)			
3.1	Vesting powers for financial control within the institute	Complied		
3.2	Informing the vesting of powers for financial control within the institute	Complied		
3.3	Vesting powers so as to approve every transaction through two or more officers	Complied		
3.4	Taking action subject to the control of the Accountant when using software package for salaries as per Public Accounts Circular No.171/2004 dated 11.05.2004	Complied		
4.	Preparation of annual plans			
4.1	Preparation of annual action plan	Complied		
4.2	Preparation of annual procurement plan	Complied		
4.3	Preparation of internal audit plan	Complied		
4.4	Preparation of annual estimate and submitted same to the Department of National Budget on due date (NDB)	Complied		
4.5	Submission of annual cash flow statements to the Department of Treasury Operations on due date	Complied		
5.	Audit Queries			
5.1	Making replies for all audit queries on the date prescribed by Auditor General	Not Complied	A delay has occurred to submit answers	

6.	Internal Audit			
6.1	Preparation of internal audit plan making discussions with auditor General at the beginning of the year as per Financial Regulations No.134 (2) DMA/1-2019	Complied		
6.2	Making answers for every internal audit report within a month	Complied		
6.3	Submitting the copies of all reports of internal audit to the Department of Auditor General as per sub section 40 (4) of National Audit Act No. 19 of 2018.	Complied		
6.4	Submitting the copies of all reports of internal audit to the Department of Auditor General as per Financial Regulations No. 134 (3)	Complied		
7.	Audit and Management Committee			
7.1	Conducting at least 04 meetings of the Audit and Management Committee during the relevant year as per DMA Circular No 1-2019	Complied		
8.	Management of assets			
8.1	Submitting the particulars on purchase and disposal of assets to the Comptroller Generals Office as per Assets Management Circular No 01/2017	Complied		
8.2	Appointment of an officer suitable to implement the provisions of the chapter 13 of above mentioned circular and submitting the particulars of the said officer to the Comptroller Generals Office	Complied		

Report of Compliance

8.3	Conducting boards of surveys and submitting relevant reports to the Auditor General on due date as per Public Finance Circular No 01/2020	Complied		
8.4	Rectifying excesses, deficits revealed from the board of survey during the period prescribed by the circular and implementing recommendations given.	Complied		
8.5	Disposal of unserviceable items as per F.R. 772	Complied		
9.	Management of vehicles			
9.1	Preparation of daily running charts and monthly summaries for pool vehicles and submitting them to the Auditor General on due date	Complied		
9.2	Disposal of vehicles less than 06 months from the date on which they became unserviceable	Complied		
9.3	Maintaining log books on vehicles with necessary updating	Complied		
9.4	Taking action as per Financial Regulations No. 103, 104, 109 and 110 on every vehicle accident	Complied		
9.5	Re-examination of fuel consumption of vehicles as per the provisions mentioned in para 3.1 of the Public Administration Circular No.30/2016 dated 29.12.2016.	Complied		
9.6	Getting the ownership of leased vehicles transferred at the end of the period of lease.	Complied		
10.	Management of bank accounts			
10.1	Preparation of bank reconciliation statements and submitting them for auditing on due date after certifications	Complied		
10.2	Settling inactive bank accounts which were brought forward from the year under review or previous years	Complied		

10.3	Taking action as per financial regulations on the balances to be adjusted and revealed from bank reconciliation reports and settling them within a period of one month	Complied		
11.	Utilization of provisions			
11.1	Spending provisions so as not to exceed the limits prescribed	Complied		
11.2	Entering in to liabilities as per F.R.94 (1) so as not to exceed the limit at the end of the year after utilizing provisions	Complied		
12.	Advance B account of public officers			
12.1	To be complied with limits	Complied		
12.2	Making a time analysis on outstanding loan balances	Complied		
12.3	Settling loan balances which were remaining in arrears for more than one year	Not Complied	Action has been taken to recover or write off from books	
13.	General deposit account			
13.1	Taking action on deposits which are expired as per F.R. 571	Complied		
13.2	Maintaining the control account for general deposit with necessary updating	Complied		
14.	Imprest account			
14.1	Remitting the balance of the cash book at the end of the year under review to the Department of Treasury Operations	Complied		
14.2	Settling ad hoc interim imprest issued as per F. R. 371 within one month from the date of completion of the relevant work	Complied		
14.3	Issuance of ad hoc interim imprest so as not to exceed approved limit as per F.R. 371	Complied		

Report of Compliance

14.4	Reconciling the balance of imprest account monthly with the books of General Treasury	Complied		
15.	Revenue account			
15.1	Making refunds from the collected income in consistent with the relevant regulations	Complied		
15.2	Crediting directly the collected income to the income instead of crediting them to the deposit account	Complied		
15.3	Submission of the reports on income in arrears as per F.R. 176	Complied		
16.	Human Resources Management			
16.1	Maintaining the staff within the approved limit	Complied		
16.2	Issuing duty lists in writing to every member of the staff	Complied		
16.3	Submitting all reports to the Department of Management Services as per MSD circular No.04/2017 dated 20.09.2017	Complied		
17.	Providing information to General Public			
17.1	Maintaining a register for the provision of information with necessary updating and appointing an information officer as per Right to Information Act.	Complied		
17.2	Information of the institute has been given through the website and making facilities for general public through website or alternative ways to publish their commendations/ allegations	Complied		
17.3	Submitting reports once or twice a year as per section 08 and 10 of Right To Information Act.	Complied		

18.	Implementing the Citizens Charter			
18.1	Formulation and implementation of a citizens/ recipients charter as per Public Administration Circular No.05/2008 and 05/2018 (1)	Not Complied	The citizen charter formulated conforming to the role of the institute is implemented.	
18.2	Preparation of a method for the supervision and evaluation of the preparation and implementation of citizens/ recipients charter as per para 2.3 of the aforesaid circular.	Not Complied		
19.	Formulation of Human Resource Plan			
19.1	Preparation of a human resource plan based on the annex 02 of Public Administration Circular No 02/2018 dated 24.01.2018.	Not Complied	A Human Resources Plan has been prepared to suit to the requirements of the Department.	Human Resource Plan has been prepared as far as possible to conform to the P.A. Circular 02/2018.
19.2	Assuring in the above mentioned Human Resource Plan a training opportunity at least of not less than 12 hours per year for every member of the staff.	Complied		
19.3	Signing annual performance agreements for the whole staff based on the specimen indicated in annex 01 of the above mentioned circular.	Not Complied	It is not necessary to sign annual performance agreements as per Public Administration Circular 02/2018 (I)	

Report of Compliance

19.4	Appointing a senior officer assigning responsibilities for the preparation of human resources plan, enhancement of capacity development programmes, implementation of skill development programmes as per para 6.5 of the above circular	Complied		
20.	Making responses to audit paras			
20.1	Rectifying the defects pointed out by the Auditor General through audit paras issued for previous years.	Complied		



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Sri Lanka Pensions

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ஓய்வூதியத் திணைக்களம், மாளிகாவத்தை, கொழும்பு -10.
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