

Kandy Kadawathsathara and Gangawata Korale Pradeshiya Sabha

Kandy District

1. Financial Statements

1.1 Presentation of Financial Statements

The financial statements for the year under review had been presented to audit on 03 May 2013 and the financial statements for the preceding year had been presented on 27 March 2012. The report of the Auditor General for the year under review was issued to the Chairman of the Sabha on 23 September 2013.

1.2 Opinion

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

1.3 Comments on Financial Statements

1.3.1 Accounting Deficiencies

The following observations are made.

- (a.) Aid amounting to Rs.100,000 receivable from the Commissioner of Local Government for the year under review had not been brought to account.
- (b.) The value of Rs.6,710,000 of the Cab purchased on 15 March 2012 had not been accounted under fixed assets.
- (c.) Although stamp fees receivable for the year 2012 amounted to Rs.6,133,538 only a sum of Rs.500,000 had been shown under other revenue in arrears. As such, other revenue in arrears had been understated by Rs.5,633,538.

1.3.2 Unreconciled Accounts

The total of the balances 06 items of accounts was Rs.16,412,295 as per relevant accounts and the total of the balances as per subsidiary registers amounted to Rs.13,661,011.

