

ANNUAL REPORT

2022

SRI LANKA TRANSPORT BOARD

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VISION

The excellent transport provider in the region.

MISSION

To provide the public a safe, dependable and comfortable road passenger transport at a reasonable fare system through a staff dedicated to service and obtain the maximum utilization of all resources functioning as a financially viable organization.

AIMS & OBJECTIVES

1. To Promote a qualitative and quantitative and efficient and effective bus service through 12 Regions by monitoring, coordinating and counseling.
2. To provide a satisfactory bus service to school children.
3. To provide bus services on uneconomic routes which are neglected by private operators due to pecuniary considerations.
4. To provide long distance services to remote areas from Central Bus Station, Pettah.
5. To coordinate the public and the private sector transport agencies.
6. To coordinate bus services during festivals, special events, Parliamentary/ Provincial Council elections etc.
7. To transport mails and newspapers.
8. To coordinate between General Treasury, Regions, National Transport Commission, Provincial Councils, relevant Ministries and other related agencies for operation of buses.
9. To provide well trained and disciplined drivers from SLTB Driver Training Schools.
10. To conduct Seminars/ Workshops for drivers, conductors, mechanics and supervisory staff.
11. To supply units/ sub units produced by Provincial Workshops to Depots.
12. To provide season tickets to adults and students at attractive discounted rates.
13. To maintain a Stores at S.L.T.B Head Office, Narahenpita for issue of critical spare parts to Provincial Workshops.
14. To conduct security investigations, surprise round ups, inspections

INTRODUCTION

All aspects of transport, no doubt are vital for the economic development of the country. This is specially so, in the case of road passenger transport. In a developing country like Sri Lanka bus services play an important role in connecting towns and villages and thereby linking the whole country.

Bus services in the Island provided by about 80 operators who totally operated about 1200 routes and 3532 registered buses were nationalized by Motor Transport Act No 48 of 1957 on 1957.10.31 and consequently the Ceylon Transport Board (C.T.B) came into being on 1958.01.01.

Since then up to 1977 C.T.B enjoyed a monopoly status with regard to road passenger transportation. In 1978 C.T.B was decentralized into 10 Regional Transport Boards coordinated by the Sri Lanka Central Transport Board by Transport Board Law No 19 of 1978.

The Government was of the view that decentralization of C.T.B. would serve the needs of the travelling public more efficiently and effectively as smaller units were expected to be more sensitive to local and regional needs and be capable of providing quicker solutions to local transportation problems.

However, in response to continued escalatory deficits being incurred by CTB and its inability to meet the ever increasing passenger demand generated by the new concept of liberalization of the economy the private sector was permitted to enter into road passenger transportation.

The Government with a firm belief in privatization took action to peoplize C.T.B as part of the public sector restructuring. The CTB was peoplized under the Conversion of Public Corporations or Government Owned Business Undertakings into Public Companies Act No 23 of 1987. 93 depots existing at the time of peoplisation became separate Limited Companies and the administration of those companies with governance by a Board of Directors chosen from the employees. Half the number of shares was distributed among the employees and the balance was retained with the General Treasury. The Peoplization Program commenced in 1990 and concluded in 1994. As Peoplisation was implemented in a haphazard method the desired results were not achieved.

Therefore, in 1997 Bus Companies were clustered by an amendment to the NTC Act No: 37 of 1991 and the Cluster Bus Companies were formed. Excess staff, serious breakdown in discipline, unfair competition, School buses, social obligations such as operation of buses on uneconomic routes, lack of professionalism, inefficiency, escalation of operating costs, undue political trade unions interference, rampant corruption are some of the maladies that affected the Cluster Bus Companies.

In order to find a solution to the above problems the Sri Lanka Transport Board (SLTB) was established with effect from 2005.10.19. by SLTB Act No: 27 Of 2005.

Message from the Chairman

I am pleased to present the Annual Report of the Sri Lanka Transport Board (SLTB) for the year 2022 to the Supreme Parliament. Although I was not the Chairman during the period under review, I am obliged to issue a message to the report to be submitted for the year 2022.

Currently there are about 6200 buses in the fleet of SLTB available for operation, but by the year 2022 it was reduced up to 5200 buses. That is, nearly 1000 buses were out of service due to minor and major repairs and the unfilled vacancies in the cadre of drivers and conductors. Out of the existing fleet about 50% of the buses in the SLTB are more than 10 years old and therefore frequent repairs were inevitable. Although by the year 2019 the SLTB had turned out to be a profitable entity, as Sri Lanka, too, had its share of the severe impact of the global spread of the Covid-19 endemic, in the year 2020/2021 the SLTB was reduced to a loss making concern. However in the year 2022 the average number of buses operated daily was 4288. The total number of kilometres operated by these buses was 346.8 Mn. and when compared with the year 2021 there was a corresponding increase of 39.09%. and numerically the increase in the distance operated was 99 Mn. kmm.

The total turnover for the year 2022 was Rs. 66,350.10 Mn and the waybill revenue was Rs.. 54,956.78 Mn. When other additional revenues were added, the total revenue was Rs. 70,923.45 Mn. and the total expenditure recorded was Rs. 70,439.27 Mn. Accordingly, the operating profit for the year 2022 which was a net profit was Rs. 484.21 Mn. The value recovered for the issuance of season tickets for school students is 7% of the travel fare and although the social welfare provision of 93% is continuously provided by the General Treasury, by the year 2022 the amount of money not received from the provision allocated in the National Budget stood at Rs. 7,688.3 Mn. This has a direct impact on the financial performance and the progress of the Board.

In the year 2022, the National Budget allocated Rs. 750 Mn. for rehabilitation of buses and the amount that could be spent was Rs. 606 Mn. The reasons for the collapse of the supply chain particularly were scarcity of spare parts in the market, imposition of import restrictions on certain supplies and severe obstacles for suppliers to open Letters of Credit. However, I would like to point out that 234 engines, 136 gearboxes and 150 bus bodies have been repaired out of the expenditure incurred for the rehabilitation of buses, and by January 2023, there were further 852 buses awaiting repairs.

The struggle and economic crisis in the country since March 2022, too, had a severe impact on the bus operations which resulted in the SLTB losing a considerable income and thereby the opportunity of completing various development activities planned by SLTB was lost. However, by the beginning of the year 2023, it is planned to operate about 4,800 buses out of the 5,200 buses that can be released per day, and to earn an average waybill collection revenue of Rs. 155 Mn. per day which are positive hallmarks to achieve the revenue targets for 2023. Further acquiring 500 Nos. 32-seater buses under the Indian Line of Credit and the approval obtained from the Government to fill the vacant posts of 800 drivers and 280 conductors by recruitment will lead to achieving the revenue targets of 2023.

By the year 2023, SLTB has to implement several programs to overcome the challenges and achieve new goals. Foremost among them are the eradication of corruption and malpractices, strengthening the supply chain with a transparent procurement process, modernizing transport services by commencing luxury and electric bus operations, cost control and expansion of “Sisu Sariya” and the rural passenger transport services and introduction of income generating programs such as tourism and cargo transportation services. Furthermore, the conditions of the Statement of Corporate Intent (SCI) signed

jointly with the General Treasury, Ministry of Transport and the Sri Lanka Transport Board should also be fulfilled. The ambitions of of the year 2023 are to swiftly commence the strategic approaches planned for the realization of all these things and to implement them efficiently and effectively. When looking at the development of the transport sector in developing countries, it should be noted that the modernization of SLTB transport services is at a very slow pace and at least by year 2030 it is essential to plan a road map to overcome this issue.

I wish to thank the Hon. Minister in charge of the subject of Transport, the Hon. Minister of State, Secretaries of the Ministeries and to the officers of the General Treasury who gave advice and guidance for all the activities of the Sri Lanka Transport Board in the year 2022 and to the entire work force and the Board of Directors of the Sri Lanka Transport Board, who are dedicated to the realization of the vision and mission of the Board for their contributions and look forward to their continued support in reaching the desired goals for 2023.

Eng. S.M.D.L.K. De Alwis
Chairman
Sri Lanka Transport Board

OPERATIONS DIVISION

01. The daily average number of buses released for operation during the year 2022 was 4,933 and the average number of ordinary buses operated per day was about 4,269. Average number of kilometers operated per day was about 0.96 Mn. Average daily waybill revenue was about Rs. 147 Mn. and the Revenue Per Km. (RPKM) was about Rs. 153.70.
02. Action has been taken according to the needs to strengthen the number of trips operated by the SLTB buses in the early morning and late night services.
03. Action has been taken to develop and also to commence new bus services starting from railway stations considering the passengers needs of rail-road coordinated bus services provided by the SLTB.
04. The “Sissusariya” project has been increased up to 741 buses. Necessary arrangements are being made to expand these services under this Project taking into consideration the necessity and demands of the schools and the students.
05. It has been possible to increase efficiency and productivity of services rendered to bus passengers through provision of electronic ticket machines to all buses.
06. For the convenience of passengers, the number of buses with online seat reservation facility through internet has been increased to 550 and 31 seat reservation counters have been commenced. in the year 2023 it is expected to develop these services further.

Contribution by the SLTB for social benefits

Operating early morning and late night services

Though the SLTB contributes directly to the economy by helping mobility of the workforce within the country by operating early morning and late night services, what SLTB gets is only goodwill. However considering this as another social obligation the SLTB continues to operate the eservices for the convenience of the public.

Bus operations in rural areas

Being a predominant medium of transport linking the city and the village the SLTB contributes to strengthen the rural economy. Always action is being taken to continue this service considering the needs of passengers. In future, too, it has been planned to procure new buses and develop this service to give an impetus to the rural economy and also to streamline the rural transport.

Operation of School buses

For the sake of future to help the transport of school children a wide range of school services are provided. Sacrificing opportunities to earn revenue in profit making routes, in spite of its limited resources available, the SLTB provides bus services to school children taking them to schools in time and bringing them back home safely.

Secretariat Division

Meetings of the Board of Directors in the year 2022

Number of Meetings of the Board of Directors held in the Year 2022

01 st Meeting -	2022.01.20
02 nd Meeting -	2022.02.23
03 rd Meeting -	2022.03.25
04 th Meeting	- 2022.04.08
05 th Meeting -	2022.05.05
06 th Meeting -	2022.06.02
07 th Meeting -	2022.07.22
08 th Meeting -	2022.08.19
09 th Meeting -	2022.11.02
10 th Meeting -	2022.11.16

Ten (10) Meetings of the Board of Directors were held in the year 2022.

Activities related to holding the above Board of Directors meetings of the Sri Lanka Transport Board

01. Informing all Members of the Board of Directors and the SLTB Heads of Divisions/Sections about the date on which the meeting of the Board of Directors will be held.
02. Taking over the Board Papers and allot them numbers and after registering them prepare files and hand over them to the Members of the Board of Directors.

03. Preparing an Agenda for the meeting mentioning about the Board Papers and the Circular letters.
04. Tabling Board Papers and the Circular Letters according to the Agenda and the instructions of the Chairman.
05. Recording decisions taken by the Board of Directors and the related instructions about respective Board Papers and the Circular Letters accurately and allot them item Nos. to each such decision.
06. When approval is received for decisions of the Board of Directors, handing over the extracts of such decisions to the respective SLTB Heads of Divisions/Sections for implementation.
07. All these activities are carried out accurately, confidentially and properly.
08. Providing refreshments to the Members of the SLTB Board of Directors and the other Heads of Divisions/Sections who are invited to the meeting of the Board of Directors.
09. Taking action to pay the sitting allowance to the Members of the Board of Directors (other than the SLTB Officers) who participate at the meeting of the Board of Directors.
10. Taking action to pay the Transport Allowance to the Members of the Board of Directors (other than the SLTB Officers) who participate at the meeting of the Board of Directors.

Carrying out activities related to the Lands and properties of the Sri Lanka Transport Board (SLTB)

1. Arrangements were made according to a Cabinet decision to obtain a free grant to the Sri Lanka Transport Board under the State Land Acquisition Act for the Government owned land called Anderson Golf Link Ground where the SLTB Shalika Playground and Reception Hall are situated, as per the decision of the Cabinet of Ministers and the SLTB Board of Directors a sum of Rs. 3,271,345/- was paid as unimproved assessed value for the year 1966 to the Divisional Secretary of Thimbirigasyaya by Union Place Branch of People's Bank cheque No: 173026 dated 31/03/2022 and an acknowledgement receipt for same bearing No. R829515 dated 29/04/2022 was issued.

Accordingly, the Thimbirigasaya Divisional Secretary completed the file and sent it to the Commissioner General of Lands. At present, the relevant free grant is being processed by the office of the Land Commissioner General.

2. Rs.1,524,600.00 was paid as assessed compensation for the year 2022 by People's Bank Cheque No. 160242 dated 2022/01/07 to the Colombo Municipal Council for the premises at No. 200, Kirula Road where the SLTB Head Office is situated.

3. Rs.15,000 payable to the Thimbirigasaya Divisional Secretary being annual tax for the State Owned Land where Head Office of the Sri Lanka Transport Board is situated was paid to the Thimbirigasaya Divisional Secretary by Union Place branch of the People's Bank Cheque No. 197173 dated 2022/08/17 and an acknowledgement receipt bearing No R829677 dated 2022/09/23 was issued by the Thimbirigasaya Divisional Secretary for this payment.
4. According to a decision of the Cabinet of Ministers the Office of the Commissioner General of Lands has taken relevant action to obtain a free grant to the land where SLTB Ekala Workshop is situated and it has been informed over the phone that free grant has been prepared and sent to the Presidential Secretariat from the Ministry of Lands.
5. All payments related to the acquisition of the land where Deraniyagala Depot is situated have been made by the Land Reforms Commission through a deed of sale and arrangements are being made to obtain the deeds related to the said land from the Land Reforms Commission.
6. Action is being coordinated with Divisional Secretariats to obtain clear ownership of the lands where the SLTB is in possession now. Accordingly action is being taken at the level of Ambalangoda Divisional Secretariat,
7. The Ministry of Transport and Highways and the Ministry of Tourism and the Ministry of Lands to obtain a Vesting Certificate under the Land Acquisition Act to acquire the relevant land relating to Ambalangoda Depot.
8. Action has been taken to obtain the money due to SLTB from the Urban Development Authority. Here, the compensation of Rs. 112 Mn. due to SLTB for the land called "ThahanamKelewatta" consisting of 03 blocks including the block of land the possession of which was taken over by the Urban Development Authority in the year 2004 for development of Maharagama Town (located in front of SLTB Maharagama Depot) and in relation to the recovery from the Maharagama Divisional Secretariat and the Urban Development Authority according to the discussion held at the Ministry of Lands and Tourism on 15/06/2022 at the Ministerial level, the parties who are to pay compensation, the Urban Development Authority and the Maharagama Divisional Secretary, have accepted responsibility. Accordingly, steps are being taken to pay compensation.
9. Though attempts were made to acquire about 05 acres of SLTB Thalagama depot land, due to strong commitment of the SLTB Secretariat Division it was possible for the SLTB to retain this depot land in its possession. Relevant documents for the acquisition of the depot land were unavailable at the Kaduwela Divisional Secretariat and due to strenuous efforts a file has been prepared and a request has been made to obtain Vesting Certificate under Section 44.

Accordingly, under section 38 (a) of the Land Acquisition Act to acquire lands for the construction of administrative complexes at the national and regional level, the relevant gazette notice has been published for the awarding of the relevant part of the Talangama depot land of about 4.5 acres (1.9084 hectares). Accordingly, it has been requested once again to award the Vesting Certificate under Section 44 of the Land Acquisition Act for the entire land on which the SLTB Thalagama Depot is situated to the SLTB.

10. The land of SLTB Pettigalawatta Workshop, which was destroyed by the Tsunami on 2004/12/26, was acquired in 2007 for the establishment of the Galle branch of the National Institute of Business Management (NIBM) as per the request of the Minister of Vocational and Industrial Training. When submitting facts to confirm ownership of the SLTB for this Land, it should have been confirmed whether the land belongs to the government or to the SLTB.

Accordingly, by continuously submitting facts since 2007, after the SLTB pointing out that this land is owned by SLTB under the Motor Transport Act No. 48 of 1957, at the discussion held at the Ministry of Lands on 2022/03/14, after pointing out finally that this land belongs to SLTB the land was handed over to the National Institute of Business Management (NIBM) and in order to obtain the estimated value of the land of Rs. 35 Mn. (Rs. 35,000,000), the decision of the Board of Directors of SLTB last held on 2022/07/22 was obtained and all the documents have been submitted to the National Institute of Business Management through the SLTB Legal Division for further action.

Accordingly, a vesting title will be prepared and it is expected to obtain Rs. 35,000,000/- .Mn. which is due to SLTB.

11. The possession of SLTB Talathu Oya land situated at Talathu Oya Mudunakade was handed over to the Sri Lanka Navy in the year 2007 and after continuously submitting facts to obtain the property estimated value of Rs. 33,936,000/- due to the SLTB all information has now been submitted to the Office of the Commissioner General of lands. Accordingly, further action is being taken on the advice of the office of the Commissioner General of lands.
12. The amount to be paid to the Land Reforms Commission in connection with the transfer to SLTB of 05 acres, rood 01 perches 17 land called Kumarawatta owned by the Land Reforms Commission, where the SLTB Monaragala depot is situated, payments have been made through People's Bank Union Branch by two cheques bearing Nos: 212488 and 212487 dated 2022/11/11 to the value of Rs. 385,000/= and Rs. 285,799.72 respectively for transaction fees, assessment and service charge SSCL 2.5% and 15% tax on added value and further work is underway to obtain the deeds of this land.
13. A Cabinet Memorandum has been submitted to the Cabinet of Ministers seeking its approval to confirm the ownership of the lands in possession of SLTB to the Meeting of the Cabinet of Ministers held on 2022/10/10. This Cabinet Memorandum has been approved by the Cabinet of Ministers and accordingly action will be taken to obtain the necessary documents including necessary deeds and free grants to clear the ownership of the land.
14. As no deed has been obtained for the Moneragla depot, a letter dated 2022/03/03 has been addressed to obtain the deed for Moneragala depot. Further, this matter has been reported to the SLTB Board of Directors by SLTB Paper No. 55 and according to its decision a request has been made on 2022/11/03 to the Land Reform Commission to send the deed.

In spite of that, the letter dated 13.10.2022 addressed to the Land Reform Commission was submitted at the Meeting of the SLTB Board of Directors held on 2022/11/02 and according to the

Board decision action is being taken to make payment of compensation to the Land Reform Commission according to the letter dated 2022/11/03 . After payment, it is expected to obtain the deed only on payment of deed fees.

15. The land of SLTB Wellawaya Depot has been surveyed and mapped and the map has been registered accordingly. According to the decision of the Land Reform Commission the deed fees will be paid and it is expected to proceed with the remaining work.
16. Regarding SLTB Kotmale depot land, facts have been reported to the SLTB Board of Directors, and a request has been made to the Divisional Secretary to obtain the deeds and accordingly the land was surveyed and the map has been prepared. Letters have been sent to the Land Acquisition Officer for instructions regarding the grant of deeds. It is expected to obtain the deed after the instructions are received.
17. As there is no vesting certificate under section 44 for the land where the Nuwara Eliya Regional office is situated, a complete report has been sent on 2022/03/15 regarding obtaining the relevant vesting certificate and accordingly the Divisional Secretary has sent letters to the Secretary of the Ministry of Lands requesting relevant instructions. According to the instructions, the vesting certificate is to be obtained.
18. A request has been made to the Divisional Secretary to obtain the vesting certificate under section 44 for the depot land in SLTB Walapane, for which compensation has been paid in full to the Divisional Secretary by the SLTB, the Land Reform Commission has not received compensation under Section 10 and therefore in order to solve this dispute, the Minister of Lands has sent a letter of instruction for land acquisition. According to the instructions, it is expected to confirm the ownership to the SLTB.
19. A request dated 2021/12/22 has been made to the Land Reforms Commission to obtain ownership of Walapane Bus Stand . The Land Reforms Commission has not given any response up to now and it is expected to take further action to obtain the deeds.
20. The Divisional Secretary has sent a letter to the Commissioner of Lands seeking advice regarding the request made to him for Geliya Bus Stand. Section 44 of the Act is being processed to obtain the vesting certificate.
21. A request has been made to the Divisional Secretary to obtain the Vesting Certificate for the Thanamalvila Depot and action is being taken to obtain the Vesting Certificate.
21. A request has been made to obtain a special grant Paper for Maskeliya Bus Stand to SLTB. Further action is being pursued.

22. Requests have been made to the Divisional Secretary to obtain the vesting certificate for SLTB Pagoda Pitakotte bus stand land, and accordingly the land file has been submitted to the Divisional Secretariat by SLTB submitting facts.
23. SLTB Medawachchiya Provincial Workshop and official Housing Complex has made a request to the Divisional Secretary to grant the certificate to confirm the ownership.
24. A letter has been sent to the Divisional Secretary to obtain the ownership for the Ampara Depot land.
25. Necessary letters have been forwarded to obtain ownership for the Mahiyangana official premises and accordingly a letter from the Divisional Secretary has been received and further action should be taken.
26. Requests have been made to the Divisional Secretary to grant legalownership to Kurunegala North Depot land. Facts have been submitted to the Board of Directors.
27. Requests have been made to the Divisional Secretary to grant vesting certificate to the Maho Bus stand.
28. Kurunegala South Depot land is in 03 plots. The first plot is a property acquired from Janasathu. There are two plots of land acquired under the Land Acquisition Act, and requests have been made separately to different Divisional Secretaries with facts to issue vesting certificates for the said 02 plots under Section 44.
29. Requests have been made to the Divisional Secretary to issue the vesting certificate for the Puttalam depot land.
30. A request has been made to the Divisional Secretary to grant Vesting Certificate under Section 44 for the 04 acres of land acquired for the expansion of Kalutara Depot.
31. Kalutara Driving Training College land has been surveyed and the map registered, and although it has been confirmed that compensation has been paid, since there are no receipts to confirm it definitely, the issuance of the deeds has been delayed, so a request has been made to the Land Reform Commission to issue the deeds again.
32. For the case 2225/P in the Panadura Court for the Panadura bus stand land, SLTB has given evidence and confirmed the ownership of SLTB.
33. The portion of land owned by SLTB at the Kalutara Bus Stand site is referred to in the asset valuations.
34. Facts have been submitted to the SLTB Board of Directors regarding the arrears of lease from 2016/08/08 for the land leased to Sierra Construction Institute situated in Katubedda, Moratuwa and according to the decision of the Board now 06 installments have been paid at the rate of Rs. 12,458,333/= and 04 more installments have to be recovered. Further reminders, too, have been sent again calling for assessment report. Approval has been granted to call for a new assessment

report and also to recover the money and the arrears accordingly and to enter into an Agreement for the year 2022 according to the new assessment.

35. SLTB owns the land where the Nivithigala Cooperative is situated and as per the lease agreement with that institution since the leasing fee was not recovered, facts were submitted to the SLTB Board of Directors and according to the Board decision as at now the outstanding arrears of leasing fee according to the old assessment for the past 08 years amounting to Rs. Rs: 176,000/- has been recovered and letters have been forwarded to the Assessment Department to obtain a new assessment report. Nivithigala Cooperative Society has agreed to pay the increased amount again according to the new assessment report.
36. An interpretation has been received and handed over to the Land Reforms Commission to obtain the deed on a leasing basis for the SLTB Akkaraipattu depot land and it has been informed to pay Rs. 17 million for that. Accordingly, it has been confirmed that this land has been acquired on the basis of sale and compensation has been paid. It is expected to obtain the deed.
37. Regarding the Homagama Old Bus Stand land, it was confirmed at the discussion held at the Office of the Homagama Divisional Secretariat that the claim of Western Provincial Road Passenger Transport Authority is invalid and all the facts relating to SLTB ownership have been submitted in writing to Homagama Divisional Secretary.

Furthermore, dispute about the block granted to Homagama old bus stand was submitted to the Board of Directors, and the matter has been forwarded to the Secretary of the Tender Board for re-tendering.

38. While the Western Province Road Passenger Transport Authority submitted the claim that Malabe Bus Stand land is owned by it according to a decision of the Cabinet in 1996 the SLTB submitted all facts with written documents for the claim to the Kaduwela Divisional Secretary that this land belongs to the SLTB.

Granting blocks of lands in the possession of the SLTB on a temporary basis on lease to outside Agencies on Agreements and recover money to SLTB

Granting blocks of lands in the possession of the SLTB on a temporary basis on lease to outside Agencies and the money recovered to be in the custody of depots in the Region is being done on a letter dated 2022/02/31 by the SLTB Chairman and no definite information has been submitted regarding this letter.

01. On a decision of the SLTB Board of Directors a portion of the SLTB Nittambuwa Bus Stand Land was released as Vehicle Park to Dilshan Communication Institute on a leasing basis.
02. A sum of Rs. 109,777.50 was recovered as leasing fees from QSJV Institute and a portion of the SLTB Badulla Passara Land was leased for the period 2020/09/24 to 2021/03/23 and subsequently this matter was referred to SLTB Board of Directors and according to its decision

the report of the Government Valuer was called and the valuation of the Government Valuer for the period 2021/03/24 to 2022/06/31 was Rs. 125,000/=. All leasing fees for the year 2022 was paid by QSJV Institute to SLTB Uva Regional Office and the Board of Directors has given the approval to prepare a new Lease Agreement, subject to the payment of a leasing fee of Rs. 109,770.50/= for 06 months from 2022/07/01 to 2023/06/30 and for the year a sum of Rs. 219,541/=.

03. Regarding establishing a telecommunication tower by Mobitel Institute and Telecommunication Institute at a portion of the SLTB Gampaha depot land, according to a decision of the SLTB Board of Directors monthly leasing fee payment is handled by SLTB Gampaha depot.

04. A portion of the SLTB Kataragama Restroom land has been released to install a Pet machine by the People's Bank on payment of a monthly leasing fee on a decision made by the SLTB Board of Directors.

Accordingly a leasing fee of Rs. 28,000/= is paid for all months to the Depot from January 2022.

05. On a decision of the SLTB Board of Directors a portion of the SLTB Central Bus Station land is released to the Sheshan Caterers Institute on a monthly leasing basis.

Accordingly Rs. 1,620,000/= was paid as leasing fees for the period 2021/12/21 to 2022/12/20 at the monthly rate of Rs. 135,000/= to the SLTB Finance Section. Further, as the Agreement expires on 2022.12.21 the Board of Directors at its 10th meeting held on 2022/11/16 on Board paper No: 136 released for 02 years (2022/12/21 to 2024/12/20) on a leasing basis of Rs. 135,000/= with an increased fee of 25% thereof amounting to a total of Rs. 168,750/=.

Security Section

1. To provide security for all institutions belonging to the SLTB situated throughout the Island. As there are permanent vacancies existing for SLTB Security Section Officers, necessary action should be taken to call for quotations from companies supplying Private Security Services for supplying services and monitoring. (currently in progress)
2. To maintain regular security activities by installing CCTV camera system.
3. Supply/ maintain and monitoring of fire extinguishing equipment to all SLTB stations
4. Modernize SLTB Head Office Main Gate Door and Minister's Gate Door and provide with arched shaped cover roof for both doors.
5. Modernize SLTB Head Office Security Office.

6. Modernize SLTB in house security tower and employees' rest room.
7. Provide uniforms to males and females of Security Section. (Currently female security guards are provided with uniforms)

Activities

1. Carry out investigations regarding written complaints received from SLTB Institutions situated throughout the Island about corruption and malpractices and complaints received from the traveling public.
2. Minimize corruption and malpractices by carrying out surprise checks in all SLTB depots and buses.
3. Preparation and issue of free travel passes to all SLTB employees including SLTB Head Office.

year	No. of investigations completed	No. of surprise checks carried out
2022	65	15

There are 09 ongoing investigations in the year 2022

Internal Audit Division

Details of activities carried out by Internal Audit Division for the year 2022

Finance Section

- 01) Inspection of leasing installments payments for buses procured.
- 02) Properly conducting annual survey activities of all Stores
- 03) Auditing of main cash books, daily cash books, payment vouchers, cash receivables and revenue collections

04) Auditing of cash, consumption of fuel (excess and shortage of fuel in buses, pool vehicles) and wages and inspection of loans given to employees and recoveries.

Technical Section

- 01) Procuring buses on leasing basis under the Indian Line of Credit
- 02) Purchase of New tyres, precured tyres, batteries inspection of performance on premature failed tyres
- 03) Inspection of local purchase and the purchase of raw materials
- 04) Repairs to engine kits and gear boxes

Administration Section

- 01) implementation of Human Resources Information System
- 02) Implementation of Scheme of Recruitment and Promotion for employees

Training Section

01. Training activities
02. Inspection for building the new hostel for Kalutara Driver Training School

Secretariat Section

- 01) All asset management
- 02) Confirmation of ownership and maintenance of lands and reflect them in accounts

Legal Section

- 01) Attend to all legal matters

Civil Section

Action to repair and construct buildings, prepare estimates, purchase of raw materials

Development and Planning Section

Submission and preparation of various reports

Security Section

SLTB security matters and inspections

Others

- 01) Implementation of Action Plan of 2018
- 02) Auditing of Gratuity
- 03) Discipline, accident and damages
- 04) Special auditing work assigned by the Chairman
- 05) Conducting Audit Discussions
- 06) Conducting Audit and Management meetings
- 07) Circuit bungalows, Shalika Hall and Sports activities
- 08) Supervision of replies to Government Audit Queries

Human Resources Management Division

New Appointments of Drivers/ Conductors for a period of 06 months purely on contract basis for Rs. 30,000/- monthly allowance.

Nature of Appointments	Nos.
	2022
Contract Drivers	11
Contract Conductors	-
Total	11

Details of Executive Grade Appointments

Nature of Appointments	Nos.
	2022
Permanent appointments	-
Covering Appointments/Assignments	42
Promotions	-
Confirmation of Covering	-

Appointments	
Transfers	23
Contract Appointments	-
New recruitments	-
Total	65

Granting re-appointments

Nature of Appointments	Nos.
	2022
Re-appointments	01
Total	01

Providing practical training

Nature of Appointments	Nos.
	2022
Computer Section Training	17
Accounting Section Training	02
Technical Section Training	153
Total	172

Non-executive transfers

Nature	Nos.
	2022
Transfers	425
Total	425

Disciplinary Section

Disciplinary file details

Nature of Appointments	Nos.
	2022
Completed Disciplinary files	1850
Completed Appeal Files	238
Total	2088

Flying Squad Section

Report of the Central Flying Squad Section from 2022 January to December

Ser. No.	Month	No. of teams	No. of checks	No. of buses checked	Acts of misconduct		No. of passenger fines	Amount	Total No. of disciplinary inquiries	Disciplinary inquiries completed
					iv	v				
01	January	3	62	805	30	0	0	0	42	26
02	February	3	43	610	21	0	0	0	46	24
03	March	3	49	659	25	0	0	0	55	40
04	April	3	47	803	7	0	0	0	25	17
05	May	3	27	372	7	0	0	0	36	12
06	June	3	35	462	22	0	0	0	32	28
07	July	3	34	452	26	0	0	0	31	22
08	August	3	60	692	29	0	0	0	32	19
09	September	3	54	789	40	0	0	0	49	26
10	October	3	36	379	25	0	0	0	32	12
11	November	3	56	412	27	0	1	588.00	57	33
12	December	3	55	644	23	0	0	0	42	22
			357	4855	167	0	1	588.00	299	188

Island wide report for the year 2022 January to December

Month	No. of teams	No. of checks	No. of buses checked	Serious acts of misconduct (IV)	Minor acts of misconduct(V)	No.of passenger fines	Fines (Rs.)
January	28	391	4,670	69	87	64	33,045.00
February	25	374	4674	46	42	67	29,868.00
March	25	355	4,290	57	73	112	51,879.00
April	43	517	5,651	36	33	52	25,803.00
May	26	416	4,645	23	33	43	20,108.00
June	27	509	6,101	59	66	105	57,276.00
July	27	364	4,817	52	37	49	33,280.00
August	28	569	7,104	71	70	106	61,452.00
September	40	568	6,976	82	90	131	80,110.00
October	34	527	6,180	76	50	93	46,871.00
November	32	608	7,429	90	68	116	58,148.00
December	35	564	6,592	71	61	108	64,908.00
	370	5762	69129	732	710	1046	562,748.00

Development & Planning Section

Action Plan of Development & Planning Section – for the year 2022				
Proposed Activities	Physical Target			
	Quarter			
	1	2	3	4
Preparation of development and action plan for the year 2022 and corporate plans for the years 2023-2025.	Prepared and submitted			
Preparation of Progress Reports of projects from January to December as per Action plan	Prepared and submitted			
Collection and updating of all Statistical Information related to the Board.	Prepared and submitted			
Acting as Information Officer to provide requested information in an approved manner.	Prepared and submitted for the whole year			
Preparation of monthly Profit and Loss Reports and the Cash Flow Reports (including Provincial Workshops, Driver Training Schools, Circuit Bungalows)	Prepared and submitted			
Preparation of progress reports on Provincial Workshops, Driver Training Schools, Circuit Bungalows.	Prepared and submitted			
Preparation and submission of Audit and Management Committee Report.	Prepared and submitted			
Preparation and submission of special reports to the Ministry of Transport and other Government Agencies.	Prepared and submitted			
Preparation and submission of the minutes of the Audit and Management Committee Meetings	Prepared and submitted			

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Tender Section

Ser. No.	Date	Activities performed	Date of tender opening
01	2022-01-06	Vehicle insurance for the year2022/2023	2022-01-07
02	2022-01-06	Insuring Rathmalana Fuel Filling Station and Shroff Section	2022-01-07
03	2022-01-06	Online Registration of suppliers for the year2022(Using Internet)	2022-01-06
04	2022-01-11	Supply & Delivery of 162 Nos. 295/80R 22.5 New Radial Tubeless Tyres	2022-01-24
05	2022-01-11	Purchase of Spring Blades required for SLTB	2022-01-05
06	2022-01-24	Purchasing of rexine for the year 2021	2022-02-02
07	2022-01-25	Supply & Delivery of flaps for SLTB	2022-02-01
08	2022-02-08	Regarding future repairs to Shalika Stadium	2022-02-09
09	2022-02-08	Rebuilding and precuring of tyres required for SLTB	2022-02-10
10	2022-01-12	Purchasing of spare parts required for SLTB(Break Liners)(W-21)	2022-02-21
11	2022-01-12	Purchasing of spare parts required for SLTB(Battery, Spares & Oil Seals (W-22,W-10,W-36) Brake Spares	2022-02-22
12	2022-03-07	Purchasing of equipment for SLTB Tyre Factory of Ampara	2022-03-03
13	2022-03-07	Obtaining production raw materials to SLTB Tyre Factory at Ampara	2022-03-21
14	2022-03-07	Preparation of official seals and date stamps for SLTB Head Office	2022-02-15
15	2022-03-07	Procuring season tickets for the year 2022	2021-11-19
16	2022-03-07	Printing of hand bills to implement programs for the information of passengers	2022-02-28
17	2022-03-08	World Bank Funded Investment Projects – Sanitary Facilities	2022-03-22
18	2022-03-03	Repairs and painting to toilets, boundary walls, outer walls, building roof and tennis court at Shalika Sports Complex under labour contract	2022-03-09
19	2022-02-28	Developing Shalika Grounds to first rate Cricket Ground	2022-03-22
20	2022-03-15	Rebuilding and precuring tyres required for SLTB buses (Opening at the Ministry)	2022-04-06
21	2022-03-15	Quotation for the supply & Delivery of Stationary for SLTB	2022-03-21
22	2022-03-21	Obtaining monthly requirements of sheets	2022-03-29

23	2022-03-25	Partitioning office with aluminium at Udahamulla depot.	2022-03-28
24	2022-03-25	Future repairs works at Shalika Reception Hall and Shalika Sports Complex	2022-03-28
25	2022-03-28	Future repair works to the collapse boundary wall at Shalika Sports Complex	2022-03-29
26	2022-04-01	World Bank Funded Sanitary Facilities Projects –	2022-04-04
	2022-04-25	Quotation for the supply & Delivery of Stationary for SLTB-2022-19-I 02nd steps	2022-04-25
27	2022-05-06	Obtaining tables and chairs to the Human Resources Management Division and the Transport Division	2022-05-06
28	2022-04-28	Supply of Identity card Printing Raw Materials for SLTB	2022-05-12
29	2022-05-24	World Bank Funded Sanitary Facilities Projects –	2022-06-09
30	2022-05-20	Purchase of 100,000 Ticket rolls required for SLTB buses	2022-05-28
31	2022-05-20	Purchase of spare parts required for SLTB. Bearing (W-23)	2022-04-12
32	2022-05-30	Purchase of 100 new tyres – size 295x80 R 22.5	2022-06-01
33	2022-05-30	Purchase of tube required for SLTB buses	2022-06-01
34	2022-05-30	Purchase of flaps required for SLTB buses	2022-06-01
35	2022-06-06	Quotation for the supply & Delivery of toners for SLTB Head office & Regional office	2022-06-15
36	2022-06-07	Purchase of ticket rolls required for ticket machines	2022-06-08
37	2022-06-09	Obtaining fire extinguishing equipment for SLTB	2022-06-16
38	2022-06-09	Hire purchasing of 12 buses under the Park and Ride Project	2022-06-13
39	2022-06-09	Purchasing of Leyland Cylinder Head (W-05) for SLTB	2022-06-22
40	2022-06-10	Calling for quotations for construction of toilet systems for Godakawela and Embilipitiya Depots	2022-06-13
41	2022-06-10	Maintaining private security service for SLTB Institutions	2022-06-23
42	2022-06-10	Purchase of 800 new tyres – size 1295x80 22.5295 x 80 R 22.5	2022-06-17
43	2022-06-21	Calling for quotations for installation of fuel tank at Mullaitivu depot	2022-06-23
44	2022-06-27	Purchase of ticket rolls required for SLTB buses	2022-06-28
45	2022-07-06	Purchase of ticket rolls required for SLTB buses.	2022-07-08
46	2022-07-20	Monthly purchase of raw materials required for Ampara Tyre Factory	2022-07-21
47	2022-07-20	Purchase of Leyland category cylinder block required for SLTB buses	2022-07-12

48	2022-07-20	Purchase of Tata category cylinder block and cylinder head required for SLTB buses	2022-07-11
49	2022-07-20	Purchase of electric spare parts required for SLTB buses	2022-07-29
50	2022-08-08	Purchase of ticket rolls required for SLTB buses (02 months' requirements)	2022-08-10
51	2022-08-08	Purchase of ticket rolls required for SLTB buses (06 Months' requirements))	2022-08-16
52	2022-08-18	Monthly purchase of raw materials required for Ampara Tyre Factory	2022-08-22
53	2022-08-16	Purchase of flaps required for SLTB buses	2022-08-19
54	2022-09-01	Precuring of 295/80R 22.5 size 200 tyres required for SLTB buses	2022-09-05
55	2022-09-08	Monthly Purchase of raw materials for Ampara Tyre Factory	2022-09-13
56	2022-09-15	Supply & delivery of Stationary for SLTB	2022-09-26
57	2022-09-20	Calling for quotation under shopping method for construction of toilet system in Balangoda, Monaragala, Mahiyangana and Trincomalee SLTB depots under the World Bank Aid	2022-09-23
58	2022-09-26	Purchase of 10 days' requirement for Ampara Tyre Factory	2022-09-28
59	2022-10-04	Catering of Head Office canteen	2022-10-18
60	2022-10-17	Purchase of Aluminum and Zinc Coated sheets for SLTB for the year 2023 (gauge 12, gauge 16, gauge 20)	2022-11-08
61	2022-10-17	Purchase of required sheets for the balance 04 months of the year 2022	2022-10-31
62	2022-10-17	Purchase of gage 18 Aluminium sheets for the year 2023	2022-11-08
63	2022-10-18	Procuring of required 1000R 20 1000 R 22.5 12 R 22.5 tyres for SLTB buses	2022-11-09
64	2022-10-18	Purchasing of Spring Blades for SLTB buses	2022-11-09
65	2022-10-19	Registration of suppliers for the year 2023 (for buses for ordinary, civil, light vehicles) online	2022-11-20
66	2022-11-02	Calling for quotations for the sale of buffin powder from SLTB Ampara Tyre Factory	2022-11-09
67	2022-11-09	Calling for quotations for toners	2022-11-28
68	2022-11-15	Calling for quotations for the year 2023	2022-11-28
69	2022-11-22	Printing of season tickets for the year 2023	2022-12-06
70	2022-11-30	Purchase of monthly raw materials required for Tyre Factory at Ampara	2022-10-14
71	2022-11-30	Purchase of monthly raw materials required for Tyre Factory at Ampara	2022-11-16
72	2022-12-01	Purchase of monthly raw materials required for the balance 3 months for Tyre Workshop at Ampara	2022-12-15

73	2022-12-06	Purchase of raw materials for 10 days .required for Tyre Factory at Ampara	2022-12-08
74	2022-12-06	Purchase of 40 tyres required for Yutong buses deployed for service at Super Luxury Tourist Transport Service	2022-12-14
75	2022-12-06	Obtaining assistance of external audit Institutions Purchase of glass required for production of bus bodies.	2022-12-08
76	2022-12-16	Purchase of glass required for production of bus bodies.	2022-12-21
77	2022-12-27	Purchase of 14106 tubes required for SLTB buses (for the year 2022)	2023-01-09
78	2022-12-27	Obtaining vehicles on monthly hire basis for SLTB.	2023-01-13
79	2022-12-30	Purchase of raw materials required for the balance 10 days to Ampara Tyre Factory	2023-01-03
80	2022-12-30	Catering of Head office canteen.	2023-01-05

Supplies Section

Serial No.	Subject	Name of project	Funds allocated for the year 2022(Rs . Mn.)	Financial progress	Accomplished target	Physical progress as at 2022.12.31
01	All Procurement activities	Purchase of goods required for operational activities	176.50	200.91	Purchase of new batteries required to maintain bus fleet.	Necessary action has been taken to purchase 4415 new batteries as at 2022.12.31 for Regions and Depots according to requirements by funds paid by the Head Office. Further, instructions have been given to Regions and depots to obtain batteries according to the needs..
02			90.00	31.01	Purchase of paints required for repairs/ maintenance of buses	Regions and depots are purchasing necessary paints on the approval of the SLTB Procurement Committee.
03			833.25	870.61	Purchase of new tyres required for maintenance of buses	Tender has been awarded on 2021.11.05. New tyres are being purchased with the approval of the Procurement Committee of the Cabinet. According to needs 450 Nos. 825 x20 tyres, 14,140 Nos. 900 x 20 tyres and 94 Nos. 1000 x20 tyres have been given to Regions and depots.
04			72.80	18.40	Purchase of 295/80R 22.5 New tyres Nos. 100	Necessary action has been taken to purchase 150 tyres by Head office. Instructions have been given to obtain tyres according to needs to Regions and depots. Amount and the prices of the number of tyres given to Regions and depots have not been mentioned here.

05			5.20	4.18	Printing of season tickets according to requirement	Necessary action has been taken to print 4162267 season tickets and to supply them to Regions from funds paid by the Head office.
06			259.64	6.25	obtaining tickets books and tickets rolls according to requirement	Necessary action has been taken to print required ticket books according to needs and give them to Regions and depots
07			267.62	10.64	Purchase of office equipments and stationery for SLTB opearational administrative activities	Necessary arrangements have been made to purchase and distribute stationery and toners to the head office as required. Further, instructions have also been given to purchase stationery and toners as required for the Regions and depots. Only the amount spent on stationery and office equipment obtained by the head office will be mentioned here.
08			409.12	0.37	Purchase of additional accessories and computers for administrative activities	Necessary arrangements have been made to purchase 02 printers and a photocopier as required. The computers have not been purchased by the head office in the year 2022.
09			40.00	23.85	Purchase of rexine for maintenance of SLTB bus fleet	Necessary arrangements have been made to purchase 33,000 meters of Rexine and deliver it to the Regions and depots as required.
10			51.77	7.87	Purchase of goods for maintenance of SLTB buildings	Arrangements have been made to purchase necessary goods for the

					and yards and the new projects	maintenance of electricity as required. Only the amount spent on raw materials provided by the head office is mentioned here.
11			164.94	3.62	Purchase of raw materials for repairs and maintenance of SLTB buildings and yards and the new constructions	Necessary arrangements have been made to carry out yard work and repairs as required. Here only the amount spent on the raw materials provided by the head office is mentioned.
12			120.00	97.83	Obtaining raw materials required for precuring 14400 tyres at Ampara new tyre factory	Arrangements have been made to provide raw materials to the Ampara Tire Factory as per the procedure of the Board.
13			27.0	1.75	Purchase of household equipment required for SLTB	Arrangements have been made to purchase household appliances for SLTB Head Office as required. Further, necessary instruction have been issued to regions and depots to purchase household appliances as per requirement. Here only the amount spent on household appliances provided by the Head Office is mentioned.

Special Investigation Unit

Se. No.	Date	Region/Depot	Details	Details regarding investigation
01	2022.01.04		This is regarding taking steps to authorize to collect money to Steel Impex Lanka Company.	Chairman
02	2022.02.04	Point Pedro depot	Handing Over Disciplinary File : Mr. V. Thanushan, Conductor	Deputy Human resources
03	2022.02.04	Matara depot	Not receiving the due amount cutting down provisions.	Chairman
04	2022.02.14	Galgamuwa depot	Stealing of 02 new tyres and 02 tag tyres	Security and Special Investigation Manager
05	2022.02.22		Rejecting assignment – Ms. R.S.S. Wicramarathna	Deputy General Manager (Operations)
06	2022.04.28	Dehiaththakandiya depot	Obstructing official duties - Mr. D.M. Gunasinghe	Deputy General Manager (Operations)
07	2022.05.24	Head Office	Report regarding spare parts worth: Rs. 6649020/=brought to the Board's main stores	Chairman
08	2022.05.25	Head Office	Regarding Bright Land Ceylon Engineering Company	Chairman
09	2022.06.01	Head Office	Purchasing 2000 ticket machines without approval violating Board's procedures	Chairman
10	2022.07.06	Galle depot	Regarding double payment of bills due for repairs to bus No. NB-6643	Deputy General Manager (Operations)
11	2022.08.29	Polonnaruwa depot	Inspection regarding bus No. ND 5618	Deputy General Manager (Operations)
12	2022.08.30	Rathnapura depot	Regarding Mr. Mahinda Rathnathilaka working in Kuruwita – Lassakanda bus service	Deputy General Manager (Operations)
13	2022.09.15	Kesbewa depot	Regarding disturbance occurred near Fuel Stores	Security and Special Investigation Manager

14	2022.11.14	Kaththankudy depot	Request to appoint another person to the post of Depot Manager	Chief Executive Officer
15	2022.11.15	Head Office	Regarding COPE Report about the transactions for the year ending on 31/12/2018 issued by National Audit Office dated 06/01/2020	Chairman
16	2022.11.16	Kalutahara Head Office	Regarding charges made against Mr. B.C. Disanayake, Disciplinary Clerk	Deputy General Manager (Operations)
17	2022.11.21	Elpitiya depot	Threatening and scolding over the phone Mr. G.T. Rasika	Deputy General Manager (Operations)
18	2022.11.21	Moratuwa depot	Regarding Mr.K.A. VimalasiriMr. W.G.T. Rathnaweera	Deputy General Manager (Operations)
19	2022.11.24	Kandy (N) depot	Appeal for re employment by Mr. W.M. Banda, Driver who was dismissed from service on a disciplinary inquiry	Chairman
20	2022.12.01	Kesbewa depot	Mr. Gayan Chaminda Pushpa kumara who was threatened and assaulted by an employee	Chairman
21	2022.12.01	Gampaha Main Stores	Keeping idle bus spare parts worth Rs. 1,851,227/=without using	Chairman
22	2022.12.16	Wennappuwa depot	Handing over of file regarding season ticket fraud – Mr. Karunathilaka Sri Bala	Deputy General Manager (Operations)

Information and Communication Technology Section

It is expected to make an explanation through this about the advanced equipment and software projects that were planned for the promotion of SLTB Information Technology for the year 2022. Accordingly, 642 computers, 25 laptops, 735 printers, 681 UPS, 140 scanners and 252 fingerprint machines were included for purchase in the Action Plan, but due to the dire economic situation that has arisen in the country and the measures taken by the Ministry of Finance to limit the expenses, as expected, the purchase of computers could not be included in the Procurement Plan. However only 02 printers required by the Human Resources Development Division were purchased. 07 out of 25 laptops were procured for SLTB officers for performance of their duties. Also, one scanner was purchased for the Supplies Division.

The existing machines were repaired and used in the year 2022 and also utilized for ongoing projects.

Although the purchase of 250 fingerprint machines was included in the Action Plan, by the end of the year, approval related to the purchase of those machines, appointment of Technical Evaluation Committees, preparation of specifications, and the final report were completed.

Necessary preliminary work has been done to provide network facilities to the Human Resources Division, Tender Section and Supplies Division and for the purchase of equipment, this matter has been referred to the Procurement Section.

The LAN project included in the Action Plan has been completed and fully implemented in 2022. Accordingly 138 work places have been provided with 4G Technology network facilities.

A software has been developed for preparation of staff salaries and accordingly salaries of staff are being prepared with that software.

The website of SLTB has been innovated and a software has been developed to facilitate online registration of suppliers through internet.

Furthermore, preliminary work is being done to obtain a software for assets management with the affiliation of the University of Moratuwa and with the approval of the SLTB Board of Directors.

I would like to mention that the main factor that affected the non-fulfillment of the expected projects is the problem of allocating funds for the projects with the current economic crisis.

I would like to mention that the SLTB planning proposals for the year 2023 and beyond have been given to the Procurement Division.

Engineering Division

Details	Rehabilitation		Through outside Agencies		Provincial workshops						Expenses (Rs.)
	Ongoing repairs / completed		Ongoing repairs / completed		Engine repairs		Gear Box Repairs		Bus body repairs		
	No. of buses completed	Total Expenses (Rs.)	No. of engines complete	Total cost (Rs.)	No. of buses	Expenses (Rs.)	No. of buses	Expenses (Rs.)	No. of buses	Expenses (Rs.)	(Rs.)
January	2892	118,524,717.79	0	0.00	30	5,646,658.58	33	3,529,182.50	13	1,878,628.57	12,579,187.44
Feb	2420	98,496,306.72	0	0.00	27	6,634,868.67	6	771,128.87	15	2,846,572.42	108,748,876.68
Mar	3159	137,162,360.76	0	0.00	51	9,139,848.78	54	5,913,041.54	23	3,828,562.64	156,043,813.72
Apr	2866	119,996,379.42	0	0.00	3	533,106.04	2	356,995.00	4	629,150.79	121,515,631.25
May	2666	102,015,790.29	0	0.00	9	3,742,409.81	1	59,044.86	11	1,557,698.08	107,374,943.04
June	2725	112,173,127.04	0	0.00	9	2,405,321.77	7	647,654.71	7	1,586,007.48	116,812,111.00
July	2974	171,119,538.60	0	0.00	11	1,528,039.26	3	199,374.46	11	2,963,624.58	175,810,576.90
Aug.	2214	217,887,127.73	0	0.00	11	2,788,289.50	1	55,694.46	13	3,270,403.75	224,001,515.44
Sept	2119	213,311,643.71	0	0.00	13	3,506,692.81	3	286,852.24	17	5,734,595.70	222,839,784.46
Oct			0	0.00	23	7,487,767.72	1	146,020.00	13	4,176,843.19	11,810,630.91
Nov			0	0.00	35	14,752,947.94	11	1,091,137.09	13	4,275,975.19	20,120,060.22
Dec			0	0.00	12	3,532,557.03	14	1,081,973.93	11	3,154,910.27	7,769,441.23
Total	24035	1,290,686,992.06	0	0.00	234	61,698,507.91	136	14,138,099.66	151	35,902,972.66	1,402,426,572.29

Legal Division

Functions performed by the Legal Division for the year 2022

01. Handling all legal activities pertaining to cases filed by outside parties against all Regional offices and depots belonging to the SLTB and cases filed against outside parties by the SLTB in all Courts throughout the Island.

Under this:

- Appearance by Legal Officers in Courts for SLTB cases wherever possible.
- Preparing documents for relevant cases.
- Instructing Court Officers in Regional offices and the depots.
- Coordinating such officers with outside attorneys-a-law and the State attorneys at the Attorney-General's Department.
- Engaging in legal activities by participating in legal consultations with State Attorneys at the Attorney-General's Department.

02. Giving necessary legal instructions on legal and administrative disputes to SLTB Head office, Regional Offices, Depots and other Units.

03. Preparing Lease Agreements, Supplies Agreements, Security Agreements and the General Agreements the SLTB enters into with outside Parties.

04. Giving necessary instructions to the Secretariat Division in disputes about SLTB lands and participating in discussions with outside Parties and preparing reports and taking necessary action to ensure ownership of SLTB Lands.

05. Whenever necessary, preparing Cabinet Memoranda when Chairman refers disputes to the Legal Division.

06. Submitting papers to the Board of Directors regarding the future steps to be taken in cases.

According to the above, the Legal Division with the Legal Consultant, Chief Legal Officer and the Assistant Legal Officers were carrying out their duties. As it is a complex task to prepare a report listing out all duties performed in respect of subjects shown above by these officers in the year 2022, a list of duties specially carried out by the Legal Division in the year 2022 is given below.

1. In the year 2022, 35 Summons were received from Magistrate's Courts and 24 Summons received from District Courts and 23 Labour Tribunal Applications and 07 Arbitration Tribunal Cases and 01 cases from Commercial High Court and in all 90 summons were handled and action is being followed up in all cases.
2. 19 Agreements were prepared by Legal Division in the year 2022.
3. Consultation with the Ministry of Transport regarding amending the Sri Lanka Transport Board Act has been completed and draft Cabinet Memorandum has been send to the Ministry of Transport.
4. Recommendations of the Legal Division for Administrative Procedure.
5. Take necessary preliminary action to appoint an independent Investigation Unit consisting of Police Officers to conduct Investigations at a professional level into the offences and malpractices committed by SLTB employees under the SLTB Act resulting in judicial proceedings .
6. Obtaining the approval of the Board of Directors for amendment of Administrative Procedure No. 18 regarding the fines imposed on passengers traveling without tickets.
7. Rs. 6,588,546.00 has been paid to the Attorney General's Department In the year 2020 for 61 bills , among the bills sent by the Attorney General's Department for appearance in the SLTB cases.

Training and Research and Development Division

(Workshops completed as per Training Plan 2022)

	Training Program	Venue	Date	No. of days	Expenses
01	Training in Personal file maintenance	SLTB Head Office	2022.01.27	1	47910
			2022.06.07	1	40290
			2022.10.12	1	42010
02	Labor Law and Industrial Relations	SLTB Head Office	2022.02.24	1	39280
			2022.03.09	1	34180
03	Training related to accident minimizing	SLTB Head office	2022.09.28	1	48440
			2022.11.23	1	-
04	Internal Audit Training Workshop	SLTB Head Office	2022.10.20	1	48195
05	Drug Relief workshop	SLTB Head Office	2022.06.17	1	43815
			2022.10.19	1	49805
			2022.11.11	1	49415
06	Training Workshop on Minimizing Fuel Consumption	SLTB Head Office	2022.10.25	1	47840
			2022.10.28	1	48030
			2022.11.14	1	46970
			2022.11.17	1	46435
07	Updating knowledge of monetary practices regulations and financial control	ONLINE	2022.09.01/09	2	12000
08	Automotive Electrician Course (02 Workshops)	Ceylon German Technical Training Institute	2022.09.12/13/14/15/16/19/20/21/22/ 23	10	189722.22
			2022.10.03/04/05/06/07/10/11/12/13/ 14	10	189722.22
09	Stores Management Training	Construction Equipment Training Center	2022.10.21/28 - 2022.11.04/11	5	225000
10	Accounting principles and accounting practices	SLTB Head Office	2022.11.15/18/24	3	105075
			2022.11.25/2022.12.01/05	3	104505
11	Common Rail Training Course (01 Workshop)	Ceylon German Technical Training Institute	2022.03.07/08/09/10/11/14 and 15	7	106944.44
12	Common Rail Training Course (02 Workshops)		2022.07.18/19/20/25/26/27 and 2022.08.01	7	129305.56

2022 Training Plan Outsourced Internal Training Workshops (Urgent Training Internal Training Workshops (**Urgent Training Needs**) conducted outside the **Training Plan for the year 2022**

- 2022.02.25/26 - Introduction of Human Resource Information System (HRIS).
- 2022.09.01-Implementation of Document Management System (DMS).
- 2022.09.30 - 2022.10.09/14/21/28-Procurement Management Training
- 2022.10.19 / 2022.11.01 Training Workshops relating to bills in improvement of sanitation facilities in SLTB depots implemented under the World Bank Aid and billing.
- 2022.11.10 Transport License Training - Welisara / Potuhera
- One Day Training Workshop for SLTB Driving Instructors Examination-26.11.2022
- Training Workshop in updating and computerizing schedules in depots -20.12.2022

References for external training workshops in the year 2022

- 2022.02.21 to 2022.02.25 - Referred 08 professional Engineers to University of Technology for Training of Assessors (TOA-119).
- 2022.07.18 – 2022.07.22 –Refer Mr.Chanaka Jayawardena, Chief Procurement Manager to University of Technology for Project & Portfolio Management for Managers – Malaysian Technical Cooperation Programme (MTCP).
- 2022.10.10 to 2022.10.14 –Refer Mr.M.M.V.D.J. De Silva,(Assistant Manager Engineering) - (Monaragala Depot) to University of Vocational Technology MMVDJ for Training of Assessors (TOA-120).

- **Other Projects**

Development of sanitation facilities at other SLTB Work Places under the World Bank Aid

Action is being taken to construct 16 toilets systems for males and 15 toilets systems for females with modern facilities at SLTB depots covering all regions in order to develop sanitation facilities in SLTB Work Places.

- **Giving Training to Mechanics in SLTB Technical Section at NVQ Level 3 qualification**

Thus SLTB has sent applications to the National Apprenticeship and Training Authority and the Tertiary and Vocational Education Commission for 563 mechanics working in the industrial sector covering all depots and registered them and the final examination is being held at the Ceylon German Technical Training Institute. Accordingly, the final evaluations of 06 regions have been completed.

Ser. No	Regions	No. of Application	Pre assessments participation		Final assessments in Participation	
			Participated	Not participated	Participated	Not participated
01	Colombo	42	30	12	29	13
02	Gampaha	25	15	10	11	14
03	Kaluthara	22	8	14	6	16
04	Ruhuna	31	20	11	20	11
05	Wayamba	53	16	37	16	37
06	Rajarata	49	29	20	29	20
		222	117	104	110	112
07	Kandy	Due to a problem that has arisen regarding the assessment fees, the pre-examination and the final examinations have not been conducted and discussions are ongoing with the National Apprenticeship and Training Authority regarding the future activities.				
08	Nuwaraeliya					
09	Uva					
10	Sabaragamuwa					
11	North					
12	Eastern					

- **Conducting the final audit related to the program to implement the concept of productivity in all work places of SLTB .**

Under the program of implementing the concept of productivity which will be started in the year 2021, all workplaces have been developed and from 2022/01/19 to 2022/02/23, all workplaces will be audited jointly by the National Productivity Secretariat and the SLTB, from which 03 best depots will be selected. Accordingly, the following depots have been selected for the final evaluation.

	Regions	Depots		Regions	Depots
01	Colombo	Maharagama	07	Uva	Keppatipola
		Kesbewa			Monaragala
02	Ruhuna	Udugama	08	Sabaragamuwa	Daraniyagala
		Galle			Balangoda
03	Kandy	Wattegama	09	Wayamba	Putthalama
		Ududumbara			Kuliyapitiya
04	Kaluthara	Horana	10	Eastern	Eraur
		Panadura			Kalmunai
05	Gampaha	Kirindiwela	11	Nuwaraeliya	Haguranketha
		Nitambuwa			Walapane
06	Rajarata	Anuradapura	12	North	Karainagar
		Dambulla			Kilinochchi

Proposed Fuel Filling Stations

- Embilipitiya
- Mawanella
- Koggala
- Kinniya
- Vauniya
- Udahamulla
- Yatinuwara
- All documents called for by the Ceylon Petroleum Corporation in respect of Koggala, Mawanella, Embilipitiya and Kinniya Fuel Filling Stations have been submitted and action has been taken to obtain the relevant permits.
- All documents pertaining to Vauniya, Udahamulla and Yatinuwara Fuel Filling Stations have been submitted and it is expected to submit them to Ceylon Petroleum Corporation and obtain permits.

Driver Training Schools

In the year 2022 action has been taken by the SLTB to commence new offices at the following centers for registration of Driver Trainees to Driver Training Schools.

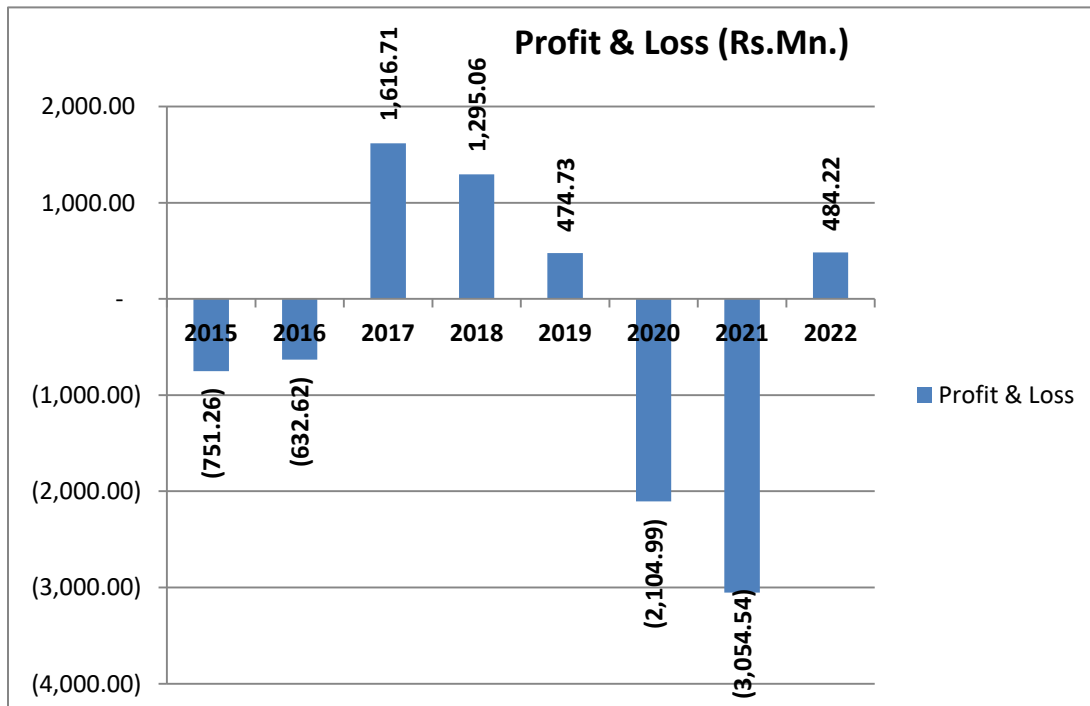
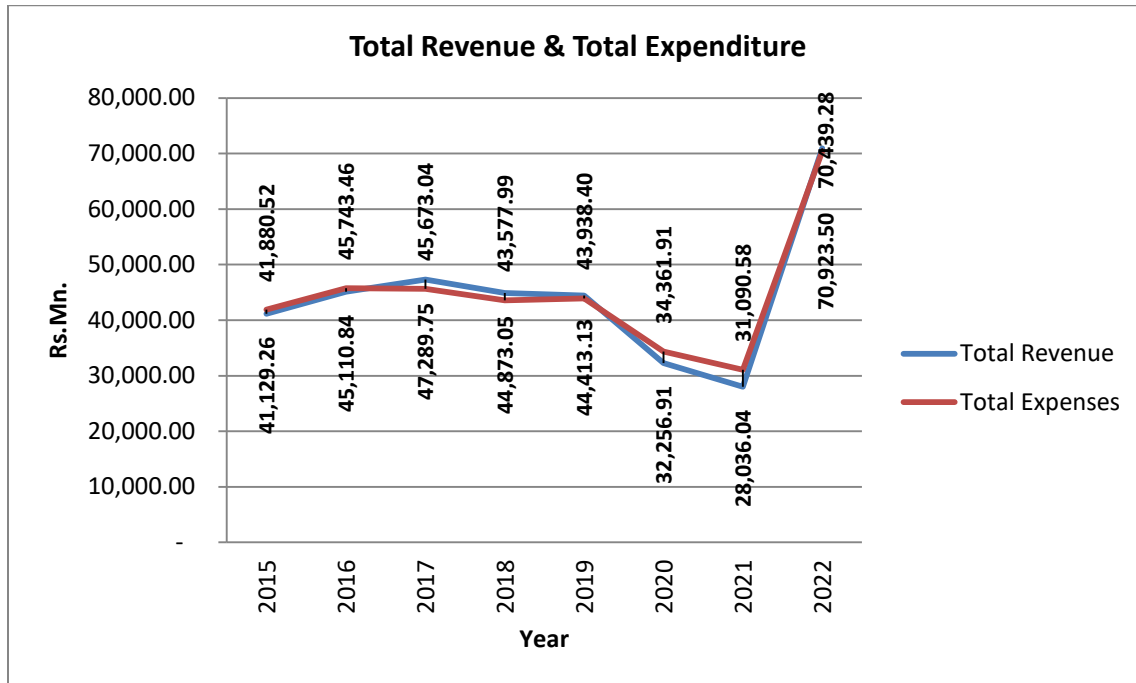
Driver Training Schools	New recruitment Center
Kalutara	Panadura bus stand
Matara	Akurassa Depot
Udahamulla	Kesbewa Depot
Pothuhara	Wayamba Regional Office and Galgamuwa Depot

Marketing and Promotion Section

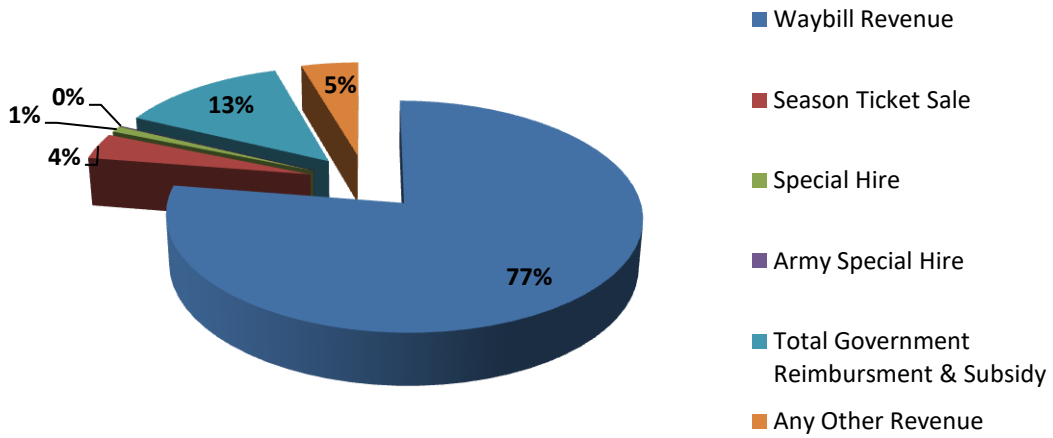
Total revenue earned under long term and short term marketing section by the SLTB in the year 2022

Source of Revenue	Yearly quarters				Total
	First quarter	Second quarter	Third quarter	Foruth quarter	
<u>Short term revenue</u>					
01. Bus advertisements	0	357600	0	40000	397600
02. Wrecker hire		137475			137475
03. Depot Premises hire				24500	24500
04. Others	7500		25000		3250
<u>Long term revenue</u>					
01. By providing Libraries	1600000				1600000
02. By advertisement panels	436800	218400	800000	668400	2123600
03. Other sources of revenue					0
Total revenue					<u>4315675.00</u>

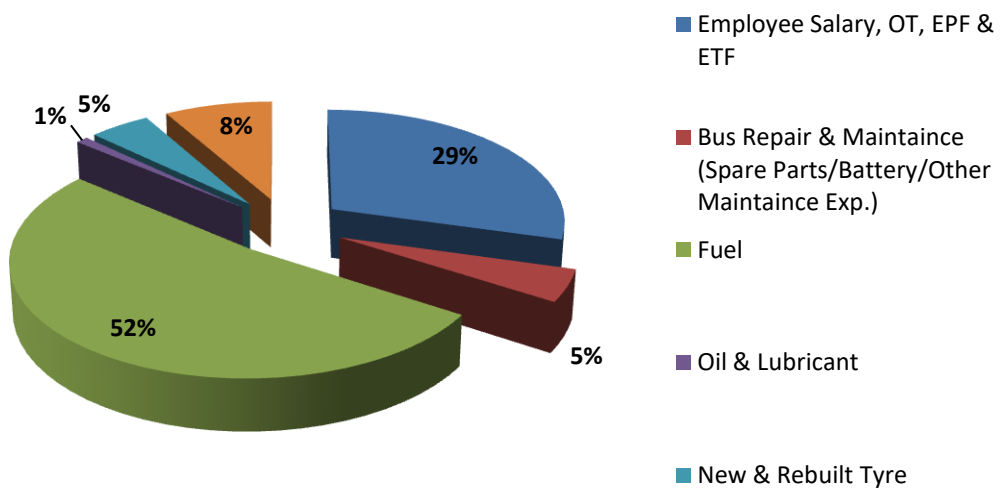
Key Performance Indicators



Total Revenue - 2022



Total Expenditure - 2022



Sri Lanka Transport Board
Statement of Financial Position as at 31st December 2022

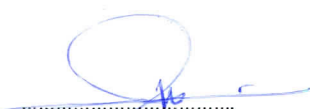
(all amounts in Sri Lanka Rupees)

<u>ASSETS</u>	<u>Note</u>	<u>31 December</u> <u>2022</u>	<u>31 December</u> <u>2021</u>
NON CURRENT ASSETS			
Property, Plant and Equipment	01	23,602,151,979.44	4,765,524,410.17
Other Financial Asset	02	21,812,500.00	21,468,750.00
Work-in-Progress		35,733,991.00	45,099,046.94
Unoperated Accounts	03	1,290,782,781.62	1,290,782,781.62
		24,950,481,252.06	6,122,874,988.73
CURRENT ASSETS			
Inventories	04	2,417,348,038.19	1,777,323,726.22
Trade & Other Receivables	05	4,332,370,404.08	3,008,877,126.35
Other Financial Asset	06	837,032,646.14	346,363,269.52
Cash & Cash Equivalents	07	3,950,774,874.53	2,286,034,569.27
TOTAL CURRENT ASSETS		11,537,525,962.94	7,418,598,691.36
TOTAL ASSETS		36,488,007,215.00	13,541,473,680.09
EQUITY & LIABILITIES			
CAPITAL AND RESERVES			
Equity Capital		350,000,000.00	350,000,000.00
Accumulated Profit/Loss	08	(24,993,653,068.88)	(25,142,546,939.25)
Treasury Share Capital		3,944,890,550.00	3,944,890,550.00
Employee Share		211,320,942.00	227,885,200.00
Government Grants	09	248,239,605.31	283,702,406.07
Reserves	10	31,449,797,228.71	10,524,757,941.77
Available For Sale Reserves		21,562,500.00	21,218,750.00
Total Equity		11,232,157,757.14	(9,790,092,091.41)
NON CURRENT LIABILITIES			
Provision for Retirement Gratuity	11	13,899,606,022.39	13,245,778,078.77
Other Non Current Liabilities	12	2,735,980,284.12	3,068,771,293.82
		16,635,586,306.51	16,314,549,372.59
CURRENT LIABILITIES			
Trade & Other Payables	14	7,974,323,302.42	6,954,592,938.75
Bank Overdraft	07	645,939,848.93	62,423,460.16
Total Current Liabilities		8,620,263,151.35	7,017,016,398.91
TOTAL EQUITY & LIABILITIES		36,488,007,215.00	13,541,473,680.09

The Accounting policies and Notes on 01 to 21 form an integral part of these Financial Statements.

The Board of Directors is responsible for the preparation and presentation of these Financial

Statements. These Financial Statements were approved by the Board of Directors and signed on their behalf.




Chairman
Sri Lanka Transport Board

Eng. S.M.D.L.K. De Alwis
Chairman
Sri Lanka Transport Board

SLTB Annual Report 2022



Deputy General Manager
Sri Lanka Transport Board
M.G.A. Mangala Jayathilaka
ACA, Bsc. ACC (P) USJP
D.G.M. (Finance)
Sri Lanka Transport Board
No. 200, Kirula Road,
Colombo 05.



Member of Director Board
Sri Lanka Transport Board

Board Director
Sri Lanka Transport Board
No.200, Kirula Road,
Colombo - 05.

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Sri Lanka Transport Board
Statement of Comprehensive Income
For The Year Ended 31st December 2022

		<u>2022</u>	<u>2021</u>
<i>(all amounts in Sri Lanka Rupees)</i>			
	Note		
Revenue	15	66,350,197,671.28	20,777,082,656.66
Operating Expenses	16	64,025,395,347.03	25,840,676,771.26
Operating Profit/(Loss) before depreciation		2,324,802,324.25	(5,063,594,114.60)
Other income	17	3,852,429,548.52	5,898,040,932.10
Profit/(Loss) after Other income		6,177,231,872.77	834,446,817.50
Administration expenses	18	6,211,058,835.09	4,984,400,554.79
Operating Profit/(Loss)		(33,826,962.32)	(4,149,953,737.29)
Financial and Other expenses	19	202,830,067.80	218,784,013.93
Finance Income		176,984,864.86	144,232,252.97
Net Finance Cost		(25,845,202.94)	(74,551,760.96)
Profit/(Loss) before PWS Production/DTS/FFS Loss		(59,672,165.26)	(4,224,505,498.25)
Work Shop Production Profit/(Loss)	20	(119,708,217.21)	36,655,302.58
Driving Training School Profit/(Loss)	21	18,258,768.40	8,760,043.68
Fuel Shed Profit/(Loss)	22	3,568,417.31	1,301,873.33
Profit/(Loss) before Grants and Subsidies		(157,553,196.76)	(4,271,222,717.84)
Grants and Subsidies	23	641,772,800.76	1,216,680,037.76
Net Profit/(Loss) for the Period		484,219,604.00	(3,054,542,680.08)
Other Comprehensive Income			
Net change in Fair Value of AFS Financial Assets		343,750.00	(5,437,500.00)
Other comprehensive income for the year		343,750.00	(5,437,500.00)
Total Comprehensive Income for the Year		484,563,354.00	(3,059,980,180.08)



Statement of Cash Flow for the Year ended 31.12.2022

(all amounts in Sri Lanka Rupees)

	2,022	2021
Cash Flows From Operating Activities		
Net Profit / (Loss) for the year	484,219,604	(3,054,542,680)
Adjustments for :		
Depreciation	2,184,140,293	2,353,924,517
Profit / Loss Adjustment	(277,733,205)	22,047,883,364
Government Grant - Amount Amortized During the year	(641,772,801)	(1,216,680,038)
Interest Income	(176,984,865)	(144,232,253)
Finance Cost	202,830,068	218,784,014
Stock Adjustment (Excess/Short)	(379,975)	
Fuel Stock Excess/ Short	(36,799,884)	
Dividends Received	(312,500)	-
Provision for Defined Benefit Plans - Gratuity	1,353,206,246	914,466,448
Operating Profit / (loss) before working capital changes	3,090,412,981	26,133,890,172
(Increase) / Decrease in Inventories	(640,024,312)	(81,116,407)
(Increase) / Decrease in Trade & Other Receivable	(1,323,493,278)	(105,033,859)
(Increase) / Decrease in Work-in- Progress	9,365,056	(2,726,177)
Increase / (Decrease) in Creditors	1,003,154,314	(4,553,563,554)
Increase / (Decrease) in Accrued Expenses	113,564,999	(6,980,592)
Increase / (Decrease) in Other Non Current Liabilities	-	(317,500,000)
Increase / (Decrease) in Current Liabilities (Unoperated Accounts)	-	(18,526,264,783)
Cash Generated From Operation	2,252,979,759	2,540,704,800
Cash used in operations		
Defined Benefit Plan Costs paid	(699,378,303)	(1,119,275,929)
Net Cash flows from / (used in) operating activities	1,553,601,457	1,421,428,871
Cash Flows From / (Used In) Investing Activities		
Acquisition of Property, Plant & Equipment	(34,751,530)	(36,167,950)
Acquisition of Other Investment	(490,669,377)	785,000,705
Interest Income	176,984,865	144,232,253
Stock Adjustment (Excess/Short)	379,975	-
Fuel Stock Excess/ Short	36,799,884	-
Dividends Received	312,500	-
Redemption of Employee Share	(77,033,188)	(183,259,270)
Net Cash flows from / (used in) Investing activities	(387,976,871)	709,805,737
Cash Flows From / (Used In) Financing Activities		
Finance Cost Paid	(5,011,669)	(7,083,624)
Government Grants Received	606,310,000	(1,800,175,076)
Net Movement in Lease Creditors/(Lease Payment)	(685,699,000)	(694,828,000)
Cash Flows From / (Used In) Financing Activities	(84,400,669)	(2,502,086,700)
Increase / (Decrease) in cash & cash equivalents	1,081,223,916	(370,852,092)
Cash & cash equivalents at the beginning of the year	2,223,611,109	2,594,463,201
Cash & cash equivalents at the end of the year	3,304,835,026	2,223,611,109



Statement Of Changes In Equity for the Year ended 31.12.2022

(all amounts in Sri Lanka Rupees)

	Equity Capital	Minor Share Holders	Government Grants	Reserves	Treasury Share Capital	Available For Sale Reserve	Accumulated profit / (Loss)	Total
Balance as at 31 December 2020	350,000,000.00	227,885,200.00	283,702,406.07	10,524,757,941.77	3,944,890,550.00	21,218,750.00	(25,142,546,939.25)	(9,790,092,091.41)
Opening Balance Adjustment								
Add for the Year								
Less for the Year								
Adjusted Balance as at 31 December 2021	350,000,000.00	227,885,200.00	283,702,406.07	10,524,757,941.77	3,944,890,550.00	21,218,750.00	(25,477,872,672.88)	(10,125,417,825.04)
Adjustment		60,468,930.00						60,468,930.00
Add for the Reserves				20,985,508,216.94				20,985,508,216.94
Less for the Reserves		(77,033,188.00)	(35,462,800.76)	(60,468,930.00)			484,219,604.00	311,254,685.24
Comprehensive Income Gain/(Loss)						343,750.00		343,750.00
Balance as at 31 December 2022	350,000,000.00	211,320,942.00	248,239,605.31	31,449,797,228.71	3,944,890,550.00	21,562,500.00	(24,993,653,068.88)	11,232,157,757.14

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Significant Accounting Policies

1. Corporate Information

1.1 Reporting Entity

Sri Lanka Transport Board is a statutory board enacted by the Parliament under the SLTB Act No. 27 of 2005. The registered office of the Board is located at No 200, Kirula Road, Colombo 05 and the principal place of business is situated at the same location.

Sri Lanka Transport Board (SLTB) is an institution that is under the purview of Ministry of Transport.

1.2 Principle activities

During the year, the principal activity of the Board is to provide road passenger transport to the community. The objectives of the Sri Lanka Transport Board are to provide the public a safe, dependable and comfortable road passenger transport at a reasonable fare system.

2. Basis of Preparation

2.1 Statement of Compliance

The Financial Statements have been prepared in accordance with Sri Lanka Accounting Standards (SLFRS/LKAS) as issued by the Institute of Chartered Accountants of Sri Lanka. For all periods up to and including the year ended 31st December 2022, the SLTB prepared its financial statements in accordance with Sri Lanka Accounting Standards (SLAS). These financial statements for the year ended 31st December 2022 SLTB has prepared in accordance with the new Sri Lanka Accounting Standards (SLFRS/LKAS)

The Financial Statements comprise the statement of financial position, statement of comprehensive income, statement of changes in equity, statement of cash flows and notes to the financial statements.

2.2 Basis of Measurement

The Financial Statements have been prepared on the historical cost basis.

2.3 Comparative Information

Comparative information including quantitative, narrative and descriptive information is disclosed in respect of the previous period for all amount reported in the financial statements in order to enhance understanding of the financial statements of the current period and to improve the inter period comparability.

The accounting policies set out below have been applied consistently to all period presented in these financial statements, unless otherwise indicated.

When the presentation or classifications of items in the financial statements have been amended, comparative amounts also have been reclassified to conform with the current year in order to provide a better presentation.



2.4 Use of Estimates and Judgments

The preparation of Financial Statements in conformity with Sri Lanka Accounting Standards (SLFRSs) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

Judgments and estimates are based on historical experience and other factors including expectations that are believed to be reasonable under the circumstances. Hence actual experience and results may differ from these judgments and estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future period if the revision affects both current and future period.

2.5 Assets and the Bases of Their Valuation

Assets classified as current assets in the Statement of Financial Position are cash, bank balances and those which are expected to be realized in cash, during the normal operating cycle of the Board's business, or within one year from the reporting date, whichever is shorter. Assets other than current assets are those which the Board intends to hold beyond a period of one year from the reporting date.

3. Significant Accounting Policies

The principal accounting policies adopted in the preparation of these financial statements are set out below.

3.1 Property Plant and Equipment

Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any.

(a) Owned Assets

The cost of an item of property, plant and equipment comprise its purchase price and any directly attributable costs of bringing the asset to working condition for its intended use. The cost of self constructed assets includes the cost of materials, direct labour, and any other costs directly attributable to bringing the asset to the working condition for its intended use. This also includes cost of dismantling and removing the items and restoring in the site on which they are located and borrowing costs on qualifying assets.

Significant components of an assets are identified and depreciated separately



(b) Subsequent Costs

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Board and its cost can be measured reliably. The carrying amount of the replaced part is derecognized.

The costs of the day to day servicing of property, plant and equipment are recognized in profit or loss as incurred.

(c) Depreciation

Depreciation is calculated over the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value. Depreciation is recognized in profit or loss on a straight line basis over the estimated useful lives of each part of an item of property, plant and equipment, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. Leased assets are depreciated over the shorter of the lease term and their useful lives unless it is reasonably certain that the Company will obtain ownership by the end of the lease term. Land is not depreciated.

The estimated useful lives are as follows:

Asset Category	Useful Life (Years)	Depreciation Rate (%)
Buildings	40	2.5%
Busses & Other Vehicles	8	12.5%
Plant & Equipment/Shot Gun	10	10%
Furniture & Fittings	10	10%
Computers	4	25%
Bus Engine	5	20%

Depreciation of an asset begins when it is available for use where as depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale and the date that the asset is derecognized.

Depreciation method, useful lives and residual values are reviewed at each financial year end and adjusted if appropriate.

(d) Derecognition

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. Gains or losses on derecognition are recognized within other income in profit or loss.

3.2 Leased Assets

Leases in terms of which the Board assumes substantially all the risk and rewards of ownership are classified as finance leases. Upon initial recognition the leased asset is measured and capitalized at an amount equal to the lower of its fair value and the present value of minimum



lease payments. Subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset.

Other leases are operating leases and, except for investment property, the leased assets are not recognized in the Board's statement of financial position.

3.3 Investment Property

Investment property is property held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, using the production of supply of goods or services or for administrative purposes. Investment property is measured at cost.

When the use of property changes from investment property to owner occupied property it is reclassified as property, plant & equipment.

3.4 Capital Work In Progress

Capital expenses incurred during the year, which are not capitalized as at the balance sheet date are shown as Capital work in progress, whilst the capital assets which have been capitalized during the year and put to use have been transferred to Property Plant & Equipment.

3.5 Intangible Assets

An Intangible Asset is recognized if it is probable that economic benefits are attributable to the assets will flow to the entity and cost of the assets can be measured reliably in accordance with the Sri Lanka Accounting Standard LKAS 38-Intangible Assets and carried at cost less accumulated amortization and accumulated impairment losses.

Intangible assets with finite lives are amortized over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year-end.

Intangible assets with indefinite useful lives are tested for impairment annually either individually or at the cash-generating unit level.

3.6 Impairment of Non Financial Assets

The carrying amount of the assets is reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the assets recoverable amount is estimated. An impairment loss is recognized if the carrying amount of an assets or cash generating unit exceeds its recoverable amount. An impairment loss is revised if there has been a change in estimates used to determine the recoverable amount.

3.7 Inventories

Inventories are measured at the lower of cost and net realizable value.

The cost of inventories is comprised all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.



Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sales.

The cost of the inventories is assigned by using specific identification of their individual costs and first-in-first out formulas.

3.8 Financial asset

3.8.1 Initial recognition and measurement

Financial assets within the scope of LKAS 39 are classified as financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments and available-for-sale financial assets, as appropriate and determine the classification of its financial assets at initial recognition.

All financial assets are recognized initially at fair value plus, in the case of assets not at fair value through profit or loss, directly attributable transaction costs.

The financial assets of SLTB include cash and short term investment, trade and other receivables, staff loans and other receivables.

3.8.2 Subsequent measurement

The subsequent measurement of financial assets depends on their classification.

(a) Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss include financial assets held for trading and financial assets designated upon initial recognition at fair value through profit or loss. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term.

(b) Loans and receivables

Loans and receivables are non- derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate method (EIR), less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the income statement.

The losses arising from impairment are recognized in the income statement in finance cost.

(c) Held-to-maturity investments

Non- derivative financial assets with fixed or determinable payments and fixed maturities are classified as held to -maturity when the SLTB has the positive intention and ability to hold it to maturity. After initial measurement, held-to-maturity investments are measured at amortized cost using the effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortizations included in finance income in the income statement. The losses arising from impairment are recognized as finance cost in the income statement in finance cost.



(d) Available-for-sale financial investments

Available-for-sale financial investments include equity and debt securities. Equity investments classified as available for-sale are those, which are neither classified as held for trading nor designated at fair value through profit or loss. Debt securities in this category are those which are intended to be held for an indefinite period of time and which may be sold in response to needs for liquidity or in response to changes in the market conditions

After initial measurement, available-for-sale financial investments are subsequently measured at fair value with unrealized gains or losses recognized as other comprehensive income in the available-for-sale reserve until the investment is derecognized.

3.8.3 Derecognition

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognized when,

- i) The rights to receive cash flows from the asset have expired
- ii) SLTB has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either
 - (a) SLTB has transferred substantially all the risks and rewards of the asset, or
 - (b) SLTB has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

3.8.4 Impairment of financial assets

The SLTB assesses at each reporting date whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

Evidence of impairment may include indications that the debtors or a group of debtors is experiencing significant financial difficulty, default or delinquency, the probability that they will enter bankruptcy or other financial reorganization and where observable data indicate that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults.

3.9 Cash and Cash Equivalents

Cash and cash equivalents comprise cash balances, call deposits, demand deposits, and short term highly liquid investments readily convertible to known amounts of cash and subject to insignificant risk of changes in value net of bank overdrafts that are repayable on demand for the purpose of the Statement of Cash Flows.

3.10 Financial Liabilities

Initial recognition and measurement financial liabilities within the scope of LKAS39 are classified as financial liabilities at fair value through profit or loss, at amortized cost, or as



derivatives designated as hedging instruments in an effective hedge, as appropriate. SLTB determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings, carried at amortized cost. This includes directly attributable transaction costs. SLTB's financial liabilities include trade and other payables.

3.10.1 Subsequent measurement

Subsequent measurements of financial liabilities are at amortized cost.

3.10.2 Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires

3.11 Offsetting of Financial Instruments

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

3.12 Post Employment Benefits

3.12.1 Defined Benefit Plan Company

The Board has adapted the benefit plan as required under the Payment of Gratuity Act No.12 of 1983 for all eligible employees. The benefit plan is not externally funded. One month salary for every year of service to employees on retirement has been provided.

The liability recognized in the Statement of Financial Position is the present value of the defined benefit obligation at the reporting date, using the projected unit credit (PUC) method. This item is stated under non –current liabilities in the statement of financial position. Actuarial gains or losses are recognized as income or expense in other comprehensive income during the financial year in which it arise.

3.12.2 Defined Contribution Plans – Employees' Provident Fund and Employee Trust Fund

All employees who are eligible for Employees' Provident Fund Contributions and Employees' Trust Fund Contributions are covered by relevant contributions funds in line with the relevant statutes. Employer's contributions to the defined contribution plans are recognized as an expense in profit or loss when incurred.

3.13 Trade & Other Payables

Trade & other payables are stated at cost.



3.14 Provisions

A provision is recognized if, as a result of a past event the Board has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefit will be required to settle the obligation.

3.15 Provision for Slow Moving Stocks

Provisions for slow moving stocks are made when the Board identifies the impairment in inventory through its regular assessments.

3.16 Capital Commitments and Contingent Liabilities

Contingent liabilities are possible obligations whose existence will be confirmed only by certain future events or present obligations where the transfer of economic benefits is not probable or cannot be reliably measured.

Statement of Comprehensive Income

3.17 Revenue

The Board revenue represents revenue from passenger Transport.

3.17.1 Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Board and the revenue and the associated costs incurred or to be incurred can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, net of trade discounts and sales taxes, and after eliminating sales within the Board.

(a) Sale of Goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on delivery of the goods.

(b) Rendering of services

Revenue from rendering of services is recognized in the accounting period in which the services are rendered or performed.

(c) Other Income

Revenue from dividends is recognized when the Board's right to receive the payment is established.

Profits or losses from disposal of property, plant and equipment recognized having deducted from proceeds on disposal, the carrying value of the assets and the related expenses.

Foreign currency gains and losses are reported on a net basis.



Income from scrap sales are recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on delivery of the goods.

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease term.

3.18 Government Grants

Government grants are recognized where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it is recognized as income on a systematic basis over the periods that the costs, which it is intended to compensate, are expensed.

When the grant relates to an asset, it is recognized as income in equal amounts over the expected useful life of the related asset.

When SLTB receives non-monetary grants, the asset and the grant are recorded at nominal amounts and released to profit or loss over the expected useful life in a pattern of consumption of the benefit of the underlying asset by equal annual installments. When loans or similar assistance are provided by governments or related institutions, with an interest rate below the current applicable market rate, the effect of this favorable interest is regarded as a government grant.

3.19 Expenditure Recognition

3.19.1 Operating Expenses

All expenses incurred in day to day operations of the business and in maintaining the property, plant and equipment in a state of efficiency has been charged to the statement of comprehensive income in arriving at the profit for the year. Provision has also been made for impairment of financial assets, slow moving stocks, all known liabilities and depreciation on property, plant and equipment.

3.19.2 Lease Payments

Payments made under operating leases are recognized in profit or loss on a straight-line basis over the term of the lease

Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

3.19.3 Borrowing Costs

Borrowing costs directly attributable to acquisition, construction or production of assets that necessarily takes a substantial period of time to get ready for its intended use or sale are



capitalised as part of the cost of the respective assets. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that Board incurs in connection with the borrowing of funds.

3.19.4 Net Finance Income / (Expenses)

Finance income comprises interest income on funds invested and staff loans, and changes in the fair value of financial assets at fair value through profit or loss. Interest income is recognized as it accrues in profit or loss, using the effective interest method.

Finance costs comprise interest expense on borrowings, unwinding of the discount on provisions, changes in the fair value of financial assets at fair value through profit or loss, impairment losses recognized on financial assets, borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognized in profit or loss using the effective interest method.

3.20 Related Party Transactions

Disclosure has been made in respect of the transactions in which one party has the ability to control or exercise significant influence over the financial and operating policies/decisions of the other, irrespective of whether a price is being charged or not.

3.21 Cash Flow

Interest received and dividends received are classified as investing cash flows, while dividend paid and interest paid, is classified as financing cash flows for the purpose of presentation of Statement of Cash Flows which has been prepared using the 'Indirect Method'.

3.22 Events Occurring After the Reporting

Events after the reporting period are those events favorable and unfavorable that occurs between the end of the reporting period and the date when the financial statements are authorized for issue.

The materiality of the events occurring after the reporting period is considered and appropriate adjustments to or disclosures are made in the Financial Statements, where necessary.



01. Property, Plant & Equipment

Free hold Asset

	Land	Building	Plant & Machinery	Office Equipments	Motor Vehicles	Condemn Other Vehicles	Air conditioners	Computers
Balance As At 2020.12.31		391,317,296.18	652,687,868.72	201,989,583.66	300,449,252.76	1,041,195.32	16,225,460.69	148,590,161.61
Adjustments								
Addition								
Disposals								
Balance As At 2021.12.31		391,317,296.18	652,687,868.72	201,989,583.66	300,449,252.76	1,041,195.32	16,225,460.69	148,590,161.61
Transferred from L/H/A	3,113,072.00	(3,113,072.00)						
Addition		2,300,199,459.01	3,846,890.15	8,784,450.99	1,755,000.00		5,091,948.00	3,240,880.00
Adjustments - Revaluation 2022								
Disposals		(369,076,293.65)						
Balance As At 2022.12.31	18,898,038,572.00	2,319,327,389.54	656,534,758.87	210,774,034.65	302,204,252.76	1,041,195.32	21,317,408.69	151,831,041.61

Lease hold Asset

	Land	Building	Plant & Machinery	Office Equipments	Motor Vehicles	Condemn Other Vehicles	Air conditioners	Computers
Balance AS At 2020.12.31								
Adjustments								
Addition								
Disposals								
Balance As At 2021.12.31								
Transferred to F/H/A								
Addition								
Disposals								
Balance As At 2022.12.31								



01. Property, Plant & Equipment

Free hold Asset

	Busses	Condemn Busses	Shot Gun	Bus Engine	Ticket Machine	Other Assets	Computer Software	Total
Balance As At 2020.12.31	14,586,040,549.36	1,367,754,792.20	34,750.00	2,137,819,740.64	266,417,397.14	73,169,470.98	34,926,971.78	20,178,464,491.04
Adjustments								
Addition	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Balance As At 2021.12.31	14,586,040,549.36	1,367,754,792.20	34,750.00	2,137,819,740.64	266,417,397.14	73,169,470.98	34,926,971.78	20,178,464,491.04
Transferred from L/H/A	(2,634,463,769.75)							(2,634,463,769.75)
Addition	-	-	99,235.20	532,654.29	-	2,673,513.50	1,500,000.00	21,222,649,531.14
Adjustments - Revaluation 2022								
Disposals								(369,076,293.65)
Balance As At 2022.12.31	11,951,576,779.61	1,367,754,792.20	133,985.20	2,138,352,394.93	266,417,397.14	75,842,984.48	36,426,971.78	38,397,573,958.78

Lease hold Asset

	Busses	Condemn Busses	Shot Gun	Bus Engine	Ticket Machine	Other Assets	Computer Software	Total
Balance AS At 2020.12.31	12,343,801,671.84							12,343,801,671.84
Adjustments								
Addition	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Balance As At 2021.12.31	12,343,801,671.84							12,343,801,671.84
Transferred to F/H/A	2,634,463,769.75							2,634,463,769.75
Addition	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Balance As At 2022.12.31	14,978,265,441.59							14,978,265,441.59



**Free hold Asset
Depreciation**

	Land	Building	Plant & Machinery	Office Equipments	Motor Vehicles	Condenn Other Vehicles	Air conditioners	Computers
Balance AS At 2020.12.31		167,845,127.35	240,954,372.18	152,596,166.67	281,796,657.63	520,385.32	8,010,427.85	126,339,328.22
<u>Adjustments</u>								
Addition		603,196.43	52,360,410.91	8,689,385.49	7,183,830.00	-	1,110,253.73	24,252,800.94
Adjustments		(316,760.12)	(43,072.71)	(366,694.75)	5,500.00	-	770.00	44,087.50
Disposals		(166,686,509.59)						
Transferred from L/H/A/D								
Balance As At 2022.12.31		1,445,054.07	293,271,710.38	160,918,857.41	288,985,987.63	520,385.32	9,121,451.58	150,636,216.56

Lease hold Asset

	Land	Building	Plant & Machinery	Office Equipments	Motor Vehicles	Condenn Other Vehicles	Air conditioners	Computers
Balance AS At 2020.12.31								
<u>Adjustments</u>								
Addition								
Disposals								
Balance As At 2021.12.31								
Charged for the Year								
Adjustments								
Disposals								
Transferred to F/H/A/D								
Balance As At 2022.12.31								

**Total Asset
Total Depreciation
Net Book Value**

18,898,038,572.00	2,319,327,389.54	656,534,758.87	210,774,034.65	302,204,252.76	1,041,195.32	21,317,408.69	151,831,041.61
-	1,445,054.07	293,271,710.38	160,918,857.41	288,985,987.63	520,385.32	9,121,451.58	150,636,216.56
18,898,038,572.00	2,317,882,335.47	363,263,048.49	49,855,177.24	13,218,265.13	520,810.00	12,195,957.11	1,194,825.05

**Free hold Asset
Depreciation**

	Buses	Condemn Buses	Shot Gun	Bus Engine	Ticket Machine	Other Assets	Computer Software	Total
Balance AS At 2020.12.31	11,683,979,446.87	1,367,754,792.20	34,750.00	2,015,704,515.41	241,420,394.00	38,472,981.03	25,345,578.92	16,350,774,923.65
<u>Adjustments</u>								
Addition								
Adjustments								
Disposals								
Balance As At 2021.12.31	11,683,979,446.87	1,367,754,792.20	34,750.00	2,015,704,515.41	241,420,394.00	38,472,981.03	25,345,578.92	16,350,774,923.65
Charge for the Year	171,383,150.00	-	8,269.60	226,667,516.05	19,931,279.25	5,828,026.20	6,526,493.94	524,544,612.44
Adjustments - correction 2021	(218,844.75)	-	-	329,080.00	52,850.00	4,970.00	-	(508,114.83)
Adjustments - Revaluation 2022								
Disposals								
Transferred from L/H/A/D								
Balance As At 2022.12.31	11,855,143,752.12	1,367,754,792.20	43,019.60	2,242,701,111.46	261,404,523.25	44,305,977.23	31,872,072.86	16,708,124,911.67

Lease hold Asset

	Buses	Condemn Buses	Shot Gun	Bus Engine	Ticket Machine	Other Assets	Computer Software	Total
Balance AS At 2020.12.31	11,405,966,829.06							11,405,966,829.06
<u>Adjustments</u>								
Addition								
Disposals								
Balance As At 2021.12.31	11,405,966,829.06							11,405,966,829.06
Charged for the Year	1,659,595,680.20							1,659,595,680.20
<u>Adjustments</u>								
Disposals								
Transferred to F/H/A/D								
Balance As At 2022.12.31	13,065,562,509.26							13,065,562,509.26

**Total Asset
Total Depreciation
Net Book Value**

26,929,842,221.20	1,367,754,792.20	133,985.20	2,138,352,394.93	266,417,397.14	75,842,984.48	36,426,971.78	53,375,839,400.37
24,920,706,261.38	1,367,754,792.20	43,019.60	2,242,701,111.46	261,404,523.25	44,305,977.23	31,872,072.86	29,773,687,420.93
2,009,135,959.82	-	90,965.60	(104,348,716.53)	5,012,873.89	31,537,007.25	4,554,898.92	23,602,151,979.44



<u>Cost - Land & Building</u>		31.12.2022	31.12.2021
101-1	Building	2,319,327,389.54	311,914,081.95
101-1-A	Land	18,897,738,572.00	-
101-1-B	Depot /Garage - Land & Building	-	12,780,411.77
101-1-C	Land & Building (Temporary)	-	540,742.70
101-1-D	Land & Building (Shelters)	-	14,007,685.89
101-1-E	Land & Building - Others	-	51,774,373.87
101-1-F	SLTB - Play Ground	300,000.00	300,000.00
	Total	21,217,365,961.54	391,317,296.18

<u>Cost -Motor Vehicles</u>			
101-5-A	Vans, Lorries & Other Vehicles	279,677,828.03	277,922,828.03
101-5-B	Cars, Motor Cycles & Bicycles	22,526,424.73	22,526,424.73
	Total	302,204,252.76	300,449,252.76

<u>Accumulated Depreciation - Land & Building</u>			
104-1-A	Land & Building (Temporary)	-	540,742.70
104-1-B	Building	1,445,054.07	145,602,538.59
104-1-C	Land & Building - Werahera	-	8,742,038.00
104-1-D	Land & Building - Depot /Garage	-	5,947,599.68
104-1-E	Land & Building - Stands/Shelters	-	4,981,605.27
104-2	Land & Building - Other	-	2,030,603.11
	Total	1,445,054.07	167,845,127.35

Note 01-1

For the purpose of Re Valuation, 158 units of lands and buildings legally belonging to SLTB were submitted to the Department of Valuation in 2022. Out of this 59 units of lands and buildings were valued by Department of Valuation and submitted their valuation reports to SLTB. The total amount of revalued lands and building is Rs.21,187,898,001/- and which has been adjusted in the financial statement for the year of 2022.

SLTB is in the process of obtaining the legal ownership of 225 lands which are in it's possession

Note 01-2

Three (03) vehicles belongs to Sri Lanka Transport Board suffered damages on 09/05/2022 due to intence situation happened in the country. Total Value of damages for 03 vehicles is Rs. 8,200,863.50. Further 19 buses were damaged and the vale of damages were Rs.3,935,860.

The total value of damages suffered by the Board is Rs. 12,136,723.50



02. Other Financial Assets

Available for Sale Investment

Account Code	Description	31.12.2022			31.12.2021		
		No of Shares	Cost	Market Value	No of Shares	Cost	Market Value
105-2-G	Lanka Ashok Leyland - Investment In Shares	31,250	250,000.00	21,812,500.00	31,250	250,000.00	21,468,750.00
	Subtotal	31,250	250,000.00	21,812,500.00	31,250	250,000.00	21,468,750.00

Note Work-in-Capital

	31.12.2022	31.12.2021
	Rs.	Rs.
102-2 Balance as at 01.01.2022	45,099,046.94	42,372,869.98
Addition	410,710.43	2,726,176.96
Transferred to F/H/A	(9,775,766.37)	
Balance as at 31.12.2022	35,733,991.00	45,099,046.94

03. Unoperated Accounts

	31.12.2022	31.12.2021
	Rs.	Rs.
203-2-13 Unoperated Accounts - Debits Balance	1,290,782,781.62	1,290,782,781.62
	1,290,782,781.62	1,290,782,781.62



04. Inventories

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
106-1	Inventory	1,921,932,083.69	1,637,684,548.62
106-2	Fuel (04.1)	455,097,720.31	124,697,091.93
106-4	Stock in Transit	37,202,024.19	10,212,933.49
106-6	Work in Progress - Material (work shop)	3,116,210.00	4,729,152.18
		2,417,348,038.19	1,777,323,726.22
106-5	Provision for Damaged Store Items	-	-
	Total	2,417,348,038.19	1,777,323,726.22

Note 04.1

Fuel Stock	482,385,864.24
Provision for Fuel Loses	(27,288,143.93)
Net Balance	455,097,720.31

05. Trade & Other Receivable**05.1 Advances**

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
107-1	Salary Advance - 4040	9,957,907.53	10,323,395.92
107-2	Festival Advance - 5012	489,990,515.51	192,960,301.18
107-3	Sports Advance - 5012/1	67,342,537.53	29,193,926.71
107-4	Special Loan Advance - 5012/2	67,246,585.88	33,309,176.00
107-5	Other Advance	17,791,907.38	11,083,118.70
107-6	Local Purchase Advance	1,378,085,247.84	1,468,624,855.88
107-7	SLTB Advance A/C	2,797,767.50	2,797,767.50
107-8	4040/1 Special Advance	553,632.94	754,814.52
	Sub Total	2,033,766,102.11	1,749,047,356.41

05.2 Other Receivables

108-1	Sundry Debtors	63,893,509.33	68,351,860.78
108-2	Trade Debtors	33,969,524.39	20,666,494.38
108-3	Income Receivables	287,461,434.46	263,822,817.79
108-4	Receivables - Army Hires	69,692,440.90	69,200,704.90
108-5	Receivables - Police Warrant	1,549,623,472.39	544,466,737.03
108-6	Court Deposits	11,645,561.15	8,569,591.20
108-7	Other Deposits	4,655,068.97	4,590,821.92
108-8	Conductor Shortage	6,595,337.19	5,946,976.85
108-10	Fidelity Guarantee Fund	70,331.76	70,331.76
108-11	Fuel Sale Control A/C	1,519,100.88	3,510,164.55
108-12	Lakdiwa Engineering (E-kale)	10,549.50	10,549.50
108-13	Cashier Shortage	465,940.09	415,591.53
108-14	Pre paid expenses	268,950,667.07	269,225,866.52
108-18	Work done by Out side Parties	51,363.89	981,261.23
	Sub Total	2,298,604,301.97	1,259,829,769.94
	Total	4,332,370,404.08	3,008,877,126.35



6 Other Financial Asset

105-1	Treasury Bills	8,682,525.38	8,682,525.38
105-2-B	Investment in fidelity guarantee	19,080.00	29,080.00
105-2-C	Employee security Deposits	478,278.13	479,778.13
105-2-D	Fixed Deposits	827,852,762.63	337,171,886.01
	Subtotal	837,032,646.14	346,363,269.52

7 Cash & Cash Equivalents

105-2-A	Short-term Investments	-	100,021,750.00
105-2-E	Saving Accounts	2,311,836,019.38	1,067,454,444.29
	Subtotal	2,311,836,019.38	1,167,476,194.29

07. Cash at Bank

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
109-1	Head Office	1,007,538,290.67	514,245,216.68
	Region & Depots	129,898,297.73	341,392,298.98
	W.S/D.T.S & Fuel Sheds	82,113,333.84	105,786,778.24
	Total	1,219,549,922.24	961,424,293.90

07. Bank Overdraft

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
109-1	Head Office	-	-
	Region & Depots	645,939,848.93	62,423,460.16
	W.S/D.T.S & Fuel Sheds	-	-
	Total	645,939,848.93	62,423,460.16

07. Cash in Hand

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
110-1	Cash in Hand	17,684,557.42	5,481,717.13
110-2	Petty Cash Impress	477,360.07	518,479.99
110-3	Cash in Transit	55,221,674.42	79,974,608.05
110-4	Stamp Impress	260,105.00	200,788.00
110-5	Pool Vehicle Impress	236,327.00	261,716.00
110-6	Revenue to be deposit	345,508,909.00	70,696,771.91
	Total	419,388,932.91	157,134,081.08

07. Grand Total Cash & Cash Equivalents

3,950,774,874.53 **2,286,034,569.27**

07. Grand Total Bank Overdraft

645,939,848.93 **62,423,460.16**



08. Accumulated Loss

		31.12.2022	31.12.2021
		Rs.	Rs.
201	Accumulated loss brought from previous year	(25,142,546,939.25)	(44,135,887,622.78)
201-1	Add: Adjustment in respect of previous year Profit/ (Loss) for the year	(335,325,733.63) 484,219,604.00	22,047,883,363.61 (3,054,542,680.08)
	Total	(24,993,653,068.88)	(25,142,546,939.25)

Treasury Share Capital

		31.12.2022	31.12.2021
		Rs.	Rs.
202-5	Share Capital	3,368,242,400.00	3,368,242,400.00
202-6	Share Capital - Treasury A/C	576,648,150.00	576,648,150.00
	Total	3,944,890,550.00	3,944,890,550.00

09. Government Grants

		31.12.2022	31.12.2021
		Rs.	Rs.
202-3	Balance as at 01.01.2021	283,702,406.07	3,300,557,519.78
	Adjustment	-	(2,981,392,312.95)
	Amortized for the year	(35,462,800.76)	(35,462,800.76)
	Balance as at 31.12.2021	248,239,605.31	283,702,406.07

10. Reserves

		31.12.2022	31.12.2021
		Rs.	Rs.
201-2	Capital Reserves	22,295,374.57	22,295,374.57
201-3	Insurance Reserves	292,329.36	292,329.36
201-4	Workmen Compensation Reserves	2,988,322.52	2,988,322.52
201-5	Commissioner of Motor Traffic	2,667,679.00	2,667,679.00
201-6	Season Ticket Fund	272,673.18	272,673.18
201-8	Revaluation Reserve	26,179,905,268.52	5,194,397,051.58
201-9	Capital Reserve a/c & Other Reserve	5,241,375,581.56	5,301,844,511.56
	Total	31,449,797,228.71	10,524,757,941.77

11. Provision for Retirement Gratuity

Account Code	Description	31.12.2022	31.12.2021
		Rs.	Rs.
202-1	Balance as at Beginning of the Year	13,245,778,078.77	13,450,587,559.71
	Provision for the Year	1,353,206,246.15	914,466,448.00
	Payments during the Year	(699,378,302.53)	(1,119,275,928.94)
	Balance as at the End of the Year	13,899,606,022.39	13,245,778,078.77

12. Other Non Current Liabilities

Account Code	Description	31.12.2022	31.12.2021
		Rs.	Rs.
202-20	Lanka Ashoke Leyland	824,468,339.00	1,510,352,339.00
202-21	Long Term Liabilities -SLTB Provident Fund	1,860,824,837.37	1,860,824,837.37
202-24	Provision For Bonus	82,500,000.00	82,500,000.00
202-2	Interest Suspense A/C	(31,812,892.25)	(384,905,882.55)
	Total	2,735,980,284.12	3,068,771,293.82



13. Unoperated Accounts

	31.12.2022	31.12.2021
	Rs.	Rs.
203-2-12 Unoperated Accounts -Credit Balance	-	-
	-	-

14. Trade & Other Payables

14.1 Creditors

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
203-1-1	Trade Creditors	3,522,347,456.65	2,833,830,765.16
203-1-2	Ceylon Petroleum Corporation	182,658,664.50	44,517,077.02
203-1-3	Other Creditors	93,422,744.92	93,673,959.34
203-1-4	Sri Lanka Insurance Corporation	369,857.40	375,512.40
203-1-6	Unpaid Salary	12,489,421.03	12,165,532.40
203-1-7	Tsunami Fund	624,340.20	624,340.20
203-1-8	Third Party Payments - Payable	58,701,624.49	22,869,398.57
203-1-9	7070 E.P.F Loan	27,246,639.30	27,246,639.30
203-1-10	7082 E.P.F TV Loan	9,140,512.98	9,140,512.98
203-1-11	7075 E.P.F Housing Loan	210,557,687.07	210,505,239.03
203-1-12	7078 EPF Loan	572,187.53	572,187.53
203-1-13	Fines Fund	49,122,915.73	47,284,754.68
203-1-14	Sport Council	13,588,587.58	12,734,242.78
203-1-15	Trade Unions	36,731,689.59	36,599,256.98
203-1-16	Funeral Welfare Society	47,011,872.38	51,698,563.72
203-1-17	Welfare Society	42,558,326.69	48,208,403.96
203-1-18	Canteen Recovery	5,867,052.56	5,897,767.07
203-1-19	Bank Loan - (salary Payable)	43,316,416.11	73,644,844.18
203-1-20	Insurance - Payable	1,036,645.28	1,000,087.86
203-1-21	Stamp Duty recovery	31,077,110.96	27,979,423.17
203-1-22	Fines recovery	473,574,493.93	474,412,014.79
203-1-23	Fines Fund recovery	67,029,737.53	69,407,064.31
203-1-24	Unpaid Salary Deductions	5,268,183.01	5,670,664.38
203-1-25	Tender Deposits	16,382,263.49	19,782,230.99
203-1-26	Other Deposits	10,099,469.73	10,099,555.28
203-1-27	Suspense A/C	23,312.08	23,312.08
203-1-28	Deposits - by Outside parties	4,067,010.40	3,057,310.40
203-1-29	Deposits - Tender(Factory)	10,906,905.28	10,909,905.28
203-1-30	Employee Deposits	160,330,027.29	160,342,995.96
203-1-31	Miscellaneous Payable	216,902.14	12,810,814.04
203-1-33	E.T.F Surcharges	232,174.44	237,647.06
203-1-35	Accrued Rent & Rates	4,976,524.22	4,880,419.49
203-1-38	Fidelity bond	54,419.46	54,419.46
203-1-46	Interest Suspense a/c (Busess 272 &53)	(114,526,441.26)	(211,700,389.80)
203-1-47	Lanka Ashok Leyland Crediter a/c (Busess 272 &53)	685,884,000.00	685,884,000.00
203-1-48	Deposits - Contractors(Factory) a/c	2,832,243.12	2,832,243.12
203-1-49	Deposits a/c	3,708,446.99	2,157,344.61
203-1-50	Deposits - by Tender HO	-	2,091,000.00
203-1-57	Lanka Ashok Leyland Creditor a/c	100,202,684.90	100,017,684.90
	Sub Total	5,819,704,109.70	4,913,538,744.68



14.2 Accrued Expenses

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
203-3-1	Payable Audit Fee	6,960,268.73	7,767,370.73
203-3-3	Payable E.P.F (SLTB)	163,465,974.65	165,431,594.07
203-3-4	Payable E.P.F (Central Bank)	299,322,645.97	324,342,896.30
203-3-5	Payable E.T.F (Central Bank)	31,216,275.75	32,617,672.21
203-3-6	Salary Control A/C	1,118,087,137.98	1,001,506,851.96
203-3-7	Accrued Expenses	534,848,732.21	509,387,808.80
203-3-8	Online Bus Control a/c	718,157.43	-
	Sub Total	2,154,619,192.72	2,041,054,194.07

14.3 Other Payables

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
203-2-9	Cash Transfers	-	-
203-2-1	Current Account - SLTB	-	-
203-2-2	Current Account - Inter Regions	-	-
203-2-3	Balance Adjustment A/C -	-	-
203-2-4	Inter Ledger Control Account	-	-
203-2-5	Transfer in/out - Regions	-	-
203-2-6	Transfer in/out - Out of Regions	-	-
203-2-7	S40 - Out of Regions / Stock	-	-
203-2-8	C/A - Out of Regions W/S Repairs & Maintenance	-	-
203-2-10	Transfer In Out /S40 - Out of Region a/c	-	-
203-2-11	Region Office & Depots a/c	-	-
203-2-12	R.T.B & W.S a/c	-	-
	Sub Total	-	-
	Grand Total	7,974,323,302.42	6,954,592,938.75



15. Revenue

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
301-1	Waybill	54,956,782,628.50	13,607,567,092.83
301-2	Season Tickets	2,663,256,056.67	345,789,137.65
301-3	Special Hires	631,187,863.94	560,679,516.89
301-4	Mail Transport	53,569,392.08	38,441,230.47
301-5	Army Travel Passes	236,729,617.66	130,827,518.35
301-6	Police Warrant	1,061,410,869.21	520,306,141.57
301-7	Army Special Hires	18,653,617.00	52,161,405.36
301-8	News Paper Transport	140,369.00	2,743,981.00
301-9	Miscellaneous Travel Passes	272,403,191.87	100,039,246.63
301-10	Luggage Receipts	56,458,148.18	22,843,239.37
301-11	Welfare Hires	772,627.00	690,039.00
301-12	Police Vovcher a/c	64,619,283.65	5,485,177.29
302-1-2	Sisuseriya	217,029,892.52	82,076,036.25
302-1-3	Nisiseriya	17,184,114.00	7,432,894.00
302-4-D	Season Ticket Subsidy	6,100,000,000.00	5,300,000,000.00
	Total	66,350,197,671.28	20,777,082,656.66

Note

Total Revenue for the year 2022 includes only the service value reimbursed by the General Treasury out of the service provided to the student, offering seasons at a concessionary rate.

Total value of free service provided to the students (School, University, Technical) by the way of transporting them at a concessionary rate was Rs:13.7Bn and the general treasury reimbursed only Rs: 6.1Bn.

If the value of free services provided to the school children is fully reimbursed by the general treasury, actual profit for the year 2022 would be Rs:8.08 Bn.

16. Operating Expenses

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
401-1	Bus Operation Expenses	18,060,009,202.13	13,049,467,452.49
401-2	Direct Fuel, Oil & Lubricants	37,344,017,328.28	8,025,792,294.07
401-3	Other Direct Costs	6,790,389,986.42	2,775,397,054.75
402-3-1	Depreciation - Busses	1,830,978,830.20	1,990,019,969.95
	Total	64,025,395,347.03	25,840,676,771.26



<u>Bus Operation Expenses</u>		Amount	
		31.12.2022	31.12.2021
401-1-1	Salary - Drivers & Conductors	5,882,248,284.55	5,274,650,515.85
401-1-14	Salary - Engineering	1,618,283,582.49	1,448,958,757.83
401-1-3	Over time - Scheduled Drivers & Conductors	2,524,239,745.89	1,170,621,493.98
401-1-4	Over time - Un Scheduled Drivers & Conductors	113,435,606.79	158,259,639.54
401-1-16	Over time - Engineering	436,305,788.34	189,085,442.09
401-1-6	Travelling - Drivers & Conductors	2,788,305.78	4,489,861.83
401-1-18	Travelling - Engineering	3,045,438.22	2,241,188.25
401-1-2	Cost of Living - Drivers & Conductors	1,594,998,946.57	1,568,032,602.26
401-1-15	Cost of Living - Engineering	389,995,930.66	391,625,448.86
401-1-5	Bus Crews - Layover	19,557,351.71	8,455,492.80
401-1-7	Incentive - Drivers & Conductors	2,197,959,000.79	444,264,254.97
401-1-17	Incentive - Engineering Employees	146,660,900.22	62,527,544.57
401-1-8	Attendance Allowances - Drivers & Conductors	4,648,322.29	1,411,943.30
401-1-19	Attendance Allowances - Engineering	28,401.54	251,989.60
401-1-10	Special Allowances - Drivers & Conductors	1,157,314,373.13	789,825,037.45
401-1-20	Special Allowances - Engineering	297,576,487.30	177,299,890.90
401-1-23	Bus Washing & Watching Allowance	45,354,708.99	37,351,760.05
401-1-9	Night Allowances- Drivers & Conductors	4,831,083.07	3,073,865.66
401-1-11	Waybill Checking Commission	5,496,986.91	2,987,435.52
401-1-12	E.P.F - Drivers & Conductors	932,242,196.12	792,384,057.53
401-1-21	E.P.F - Engineering	296,605,170.42	243,076,718.85
401-1-13	E.T.F - Drivers & Conductors	232,831,929.30	193,101,891.66
401-1-22	E.T.F - Engineering	75,510,514.69	60,462,086.33
401-1-24	Other Variable Expenses	78,050,146.36	25,028,532.81
		18,060,009,202.13	13,049,467,452.49

<u>Direct Fuel Oil & Lubricants</u>			
401-2-A	Oil & Lubricants for Busses	668,535,137.28	193,235,613.32
401-2-B	Fuel for Busses	36,675,482,191.00	7,832,556,680.75
		37,344,017,328.28	8,025,792,294.07

<u>Other Direct Cost</u>			
401-3-1	Spare Parts	2,668,494,417.37	1,190,044,335.93
401-3-2	New Tyres Tubes	1,369,431,260.26	524,144,768.69
401-3-3	Rebuild Tyres	1,941,620,424.72	704,446,824.22
401-3-4	Batteries for Busses	231,607,158.26	93,525,315.54
401-3-5	Busses Repair & Maintenance Expenses	359,139,323.94	221,258,902.25
401-3-6	Busses - Insurance Expenses	10,855,208.40	9,365,466.02
401-3-7	Busses - Registration Fees & Revenue Licenses	6,718,191.28	6,312,911.89
401-3-8	Tickets & Way Bill Expenses	202,524,002.19	26,298,530.21
		6,790,389,986.42	2,775,397,054.75



17. Other Income

Account	Description	31.12.2022	31.12.2021
Code		Rs.	Rs.
303-1	Rent Income	31,000,870.07	9,408,861.42
303-4	Circuit Bungalows	8,387,456.09	2,120,492.60
303-5	Advertising	2,373,000.00	1,606,452.49
303-6	Penalty Charges	1,157,955.50	1,081,348.95
303-8	Dividends Received	312,500.00	-
303-9	Waste Oil Sale	23,443,693.70	7,866,719.90
303-10	Excess Cash	1,851,034.56	395,490.47
303-11	Damages Recovered	29,879,969.61	14,504,875.79
303-12	Income From Property	231,615.54	1,192,827.46
303-13	Building & Canteen Rent	6,054,674.77	3,426,798.83
303-14	Commission & Discounts	79,966,630.65	24,096,168.39
303-15	Fitness Certificate	11,820,175.76	10,351,625.07
303-16	Income from Outside Repairs	122,425.50	201,195.32
303-17	Wrecker charges	555,958.75	634,081.00
303-18	Insurance Commission	3,345,321.97	286.00
303-19	Cashier Excess	231,380.78	100,559.09
303-20	Income on Identity Cards	863,173.58	841,226.57
303-21	Stock Adjustment AC	379,974.76	(4,192,993.89)
303-22	Excess / (Shortage) of Fuel Stock	36,799,884.39	8,786,885.88
303-23	Scrap Sale	41,211,133.74	61,739,207.83
303-24	Other Income	115,591,923.79	149,138,514.59
303-25	Revenue from Shalika	4,048,800.00	575,150.00
303-26	Fuel Sale Income	687,028,882.35	34,097,046.19
303-29	Sale on Other items	2,648,579.90	4,551,404.90
303-30	Scrap Stock Excess	105,731.44	416,707.25
303-33	Rent Busses Income & Expenditure a/c	63,016,801.32	-
302-1-A	Uneconomic Root Subsidy	2,700,000,000.00	5,300,000,000.00
302-1-4	Other Subsidy	-	265,100,000.00
	Total	3,852,429,548.52	5,898,040,932.10



18. Administration & Establishment Expenses

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
	Salaries & Wages note- 18.1	1,077,109,440.38	1,055,412,786.36
	Overtime & Leave Pay note -18.2	235,107,447.23	185,056,681.51
	Cost of Living Allowance note -18.3	412,881,676.01	419,337,967.72
	Travelling Expenses note -18.4	13,626,328.56	8,911,243.36
	Other Special Allowances note -18.5	961,942,145.42	665,530,084.18
	Repairs & Maintenance note -18.6	324,104,378.86	208,439,957.20
402-1-6	Chairman/Director Board Allowance	411,000.00	739,666.58
402-1-8	Private Security Expenses	80,849,535.68	86,482,151.88
402-1-9	Medical Bills	822,833.00	570,214.26
402-1-10	Other Allowances	5,245,467.75	4,840,535.49
402-1-11	Contract & Daily Payment Employees Allowances	135,479,977.26	128,241,178.74
402-1-12	Employee Provident Fund	201,469,318.45	307,425,612.82
402-1-13	Employee Trust Fund	51,442,213.28	80,805,537.58
402-2-5	Printing & Stationary	161,878,200.85	89,680,258.86
402-2-6	Rent & Rates	49,402,718.48	42,943,003.74
402-2-7	Telephone	47,822,072.91	45,501,176.49
402-2-8	Electricity	98,892,227.45	81,198,477.50
402-2-9	Water	33,191,085.40	23,075,662.56
402-2-10	Annual Bonus	-	(230,604,787.19)
402-2-11	Gratuity Allowances a/c	1,353,206,246.15	914,466,448.00
402-2-12	Medical Condemn Retirement	5,466,285.63	2,662,716.50
402-2-13	Legal Expenses note -18.7	22,282,664.94	19,937,765.56
402-2-14	Staff Welfare	20,935,732.44	52,812,335.54
402-2-15	Ex-gratia Payments	30,938,086.80	183,265,463.49
402-2-16	Workmen Compensation	5,873,978.20	2,475,841.25
402-2-17	Payment for Police security	1,260,254.50	2,696,937.90
402-2-19	Fuel Oil & Lubricants(indirect)	269,939,530.30	34,024,445.20
402-2-20	Entertainment	7,200,403.55	8,118,809.66
402-2-21	Other Expenses	234,785,906.24	184,864,741.53
402-2-23	Advertising Expenses	4,349,647.90	3,716,531.00
402-2-24	Insurance - Other Vehicles	8,461,051.03	7,866,562.28
402-2-25	Audit Fees	1,519,518.00	-
402-3-2	Depreciation note -18.8	353,161,462.44	363,904,547.24
	Total	6,211,058,835.09	4,984,400,554.79



Note**18.1 Salaries & Wages**

	31.12.2022	31.12.2021
402-1-1-A Salaries & Wages - Operation Staff	410,678,306.89	403,206,129.86
402-1-1-B Salaries & Wages - Accounting Staff	139,278,645.52	137,486,106.27
402-1-1-C Salaries & Wages - Engineering Staff	184,592,865.27	183,685,083.36
402-1-1-D Salaries & Wages - Audit Staff	19,746,459.81	19,788,599.92
402-1-1-E Salaries & Wages - Disciplinary Staff	28,578,012.08	28,220,092.53
402-1-1-F Salaries & Wages - Security Staff	231,071,451.41	210,536,733.64
402-1-1-G Salaries & Wages - Supply Staff	57,451,691.10	64,830,285.67
402-1-1-H Salaries & Wages - D.T.S	5,712,008.30	7,659,755.11
	1,077,109,440.38	1,055,412,786.36

Note**18.2 Overtime & Leave Pay**

402-1-2-A Overtime & Leave Pay - Operation Staff	74,590,447.59	49,608,005.83
402-1-2-B Overtime & Leave Pay - Accounting Staff	4,026,751.82	2,202,793.20
402-1-2-C Overtime & Leave Pay - Engineering Staff	16,238,851.06	15,468,361.57
402-1-2-D Overtime & Leave Pay - Audit Staff	93,614.64	33,733.31
402-1-2-E Overtime & Leave Pay - Disciplinary Staff	1,837,502.49	3,199,928.98
402-1-2-F Overtime & Leave Pay - Security Staff	132,861,231.25	110,136,051.12
402-1-2-G Overtime & Leave Pay - Supply Staff	5,377,783.04	4,308,819.78
402-1-2-H Overtime & Leave Pay - D.T.S	81,265.34	98,987.72
	235,107,447.23	185,056,681.51

Note**18.3 Cost of Living Allowance**

402-1-3-A Cost of Living Allowance - Operation Staff	175,153,837.72	179,514,401.60
402-1-3-B Cost of Living Allowance - Accounting Staff	62,869,545.27	62,034,612.39
402-1-3-C Cost of Living Allowance - Engineering Staff	69,375,239.41	69,153,727.62
402-1-3-D Cost of Living Allowance - Audit Staff	8,456,194.17	8,785,530.00
402-1-3-E Cost of Living Allowance - Disciplinary Staff	10,465,370.00	10,799,330.00
402-1-3-F Cost of Living Allowance - Security Staff	59,939,337.50	60,881,797.00
402-1-3-G Cost of Living Allowance - Supply Staff	24,710,578.69	26,232,919.11
402-1-3-H Cost of Living Allowance - D.T.S	1,911,573.25	1,935,650.00
	412,881,676.01	419,337,967.72



Note**18.4 Travelling Expenses**

402-1-4-A	Travelling Expenses - Operation Staff	8,128,541.99	4,919,432.76
402-1-4-B	Travelling Expenses - Accounting Staff	688,087.25	642,169.60
402-1-4-C	Travelling Expenses - Engineering Staff	1,647,597.82	1,358,485.50
402-1-4-D	Travelling Expenses - Audit Staff	1,236,856.50	680,744.50
402-1-4-E	Travelling Expenses - Disciplinary Staff	496,431.00	413,600.00
402-1-4-F	Travelling Expenses - Security Staff	894,186.00	522,362.00
402-1-4-G	Travelling Expenses - Supply Staff	429,501.00	293,579.00
402-1-4-H	Travelling Expenses - D.T.S	105,127.00	80,870.00
		13,626,328.56	8,911,243.36

Note**18.5 Other Special Allowances**

		31.12.2022	31.12.2021
402-1-5-A	Other Special Allowances - Operation Staff	515,225,128.17	345,281,635.58
402-1-5-B	Other Special Allowances - Accounting Staff	145,171,033.62	98,511,060.48
402-1-5-C	Other Special Allowances - Engineering Staff	142,142,873.80	95,892,636.96
402-1-5-D	Other Special Allowances - Audit Staff	19,209,624.29	14,354,859.84
402-1-5-E	Other Special Allowances - Disciplinary Staff	26,477,847.82	17,197,501.01
402-1-5-F	Other Special Allowances - Security Staff	61,531,347.48	52,540,767.91
402-1-5-G	Other Special Allowances - Supply Staff	48,887,691.34	38,687,417.28
402-1-5-H	Other Special Allowances - D.T.S	3,296,598.90	3,064,205.12
		961,942,145.42	665,530,084.18

Note**18.6 Repairs & Maintenance**

402-2-1	Repairs & Maintenance (Garage Building)	39,648,008.08	50,847,627.20
402-2-2	Maintenance of Furniture & Office Equipment	15,937,818.00	7,126,496.69
402-2-3	Repairs & Maintenance - Pool Vehicle	205,364,532.41	118,976,661.31
402-2-4	Maintenance of Plant & Machinery	63,154,020.37	31,489,172.00
		324,104,378.86	208,439,957.20

Note**18.7 Legal Expenses**

218 Civil Court Cases due to road accidents were pending against Sri Lanka Transport Board as at 2022.12.31 and the total claim value of these cases was Rs.2,465,186,975/-

106 Labour related cases were pending against Sri Lanka Transport Board as at 2022.12.31 and the total claim value of these cases cannot be estimated.



Note**18.8 Depreciation**

402-3-2	Depreciation - Other Vehicle	7,183,830.00	8,569,267.50
402-3-3	Depreciation - Plant & Machinery	52,360,410.91	52,566,107.44
402-3-4	Depreciation -Furniture & Office Equipment	8,689,385.49	8,505,312.74
402-3-5	Depreciation - Building	603,196.43	1,960,819.32
402-3-6	Depreciation - Computer	24,252,800.84	25,401,245.33
402-3-7	Depreciation - Others	5,828,026.20	5,590,966.61
402-3-8	Depreciation - Shot Guns	8,269.60	-
402-3-9	Depreciation - Air conditioners	1,110,253.73	1,161,239.63
402-3-10	Depreciation - Bus Engine	226,667,516.05	226,338,436.05
402-3-12	Depreciation - Ticket Machine	19,931,279.25	27,789,778.30
402-3-13	Depreciation - Computer Softwear	6,526,493.94	6,021,374.32
	Total	353,161,462.44	363,904,547.24

19. Finance Performens

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
402-4-1	Over Draft Interest	400,171.16	382,052.96
402-4-2	Bank Charges	4,611,498.10	6,701,571.17
402-4-4	Leasing Interest a/c	197,818,398.54	211,700,389.80
	Total Financial Cost	202,830,067.80	218,784,013.93

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
303-7	Interest Income	176,984,864.86	144,232,252.97
	Total Financial Cost	176,984,864.86	144,232,252.97

	Net Financial Cost	25,845,202.94	74,551,760.96
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20. Work Shop Production Profit & Loss

Profit & Loss Statement		31.12.2022	31.12.2021
		Rs.	Rs.
403-1	Work in Progress as at 01.01.2021 - Materials	4,729,152.18	11,392,281.74
	ADD		
403-2	Purchases - Materials	239,764,122.32	110,046,718.50
	LESS	244,493,274.50	
403-4	Goods Return	1,403,930.79	(142,452.99)
	Work in Progress as at 31.12.2021	3,116,210.00	4,729,152.18
		4,520,140.79	4,586,699.19
	Primary Cost of Finished Goods	239,973,133.71	116,852,301.05
	Factory Overhead Cost		
403-1-A	Factory Wages & Allowances	138,328,085.19	115,969,025.30
403-1-B	Overtime	18,058,953.10	17,975,221.78
403-1-C	Travelling Allowances	84,360.00	27,375.00
403-1-D	E.P.F	17,842,851.70	11,595,436.09
403-1-E	E.T.F	4,180,020.80	2,026,698.34
403-1-F	Other Costs	3,821,083.31	71,143.60
	Factory Costs	182,315,354.10	147,664,900.11
	Total Production cost	422,288,487.81	264,517,201.16
403-3	Revenue on Production	299,139,575.60	207,876,565.40
	Production Shortage	(123,148,912.21)	(56,640,635.76)
	Other Work Shop Production	3,440,695.00	19,985,333.18
	Total Production Shortage	(119,708,217.21)	(36,655,302.58)



21. Driving Training School Profit & Loss

Profit & Loss Statement		31.12.2022
		Rs.
Training Income	<u>20,280,456.96</u>	<u>20,280,456.96</u>
3 Revenue		20,280,456.96
301 Operation Income		
301-3 Special Hires a/c	2,164,815.00	<u>2,164,815.00</u>
		<u>22,445,271.96</u>
303 Other Revenue		
303-7 Interest Income a/c	1,651,541.62	
303-9 Waste Oil Sale a/c	618.00	
303-12 Income From Property a/c	6,250.00	
303-17 Wrecker charges a/c	27,250.00	
303-21 Stock Adjustment a/c	(291,407.83)	
303-23 Scrap Sale a/c	250.00	
303-24 Other Income a/c	201,975.09	
		<u>1,596,476.88</u>
Total Income		<u>24,041,748.84</u>
401-3 Other Direct Cost		
401-3-1 Spare Parts a/c	71,700.00	
401-3-2 New Tyres Tubes a/c	279,325.14	
401-3-4 Batteries for Busses a/c	66,058.64	
401-3-5 Busses Repair & Maintenance Expenses a/c	48,505.39	
401-3-7 Busses - Registration Fees a/c	22,180.00	
		<u>487,769.17</u>
402 Staff Expenses		
402-1 Employee Expenses		
402-1-1-F Salaries & Wages - Security Staff a/c	6,493.98	
402-1-1-H Salaries & Wages - D.T.S a/c	16,005,559.20	
402-1-2-H Overtime & Leave Pay - D.T.S a/c	2,958,901.73	
402-1-3-H Cost of Living Allowance - D.T.S a/c	4,677,084.03	
402-1-4-H Travelling Expenses - D.T.S a/c	20,850.00	
402-1-5-F Other Special Allowances - Security Staff a/c	359,570.58	
402-1-5-H Other Special Allowances - D.T.S a/c	9,639,808.01	
402-1-9 Medical Bills a/c	41,405.00	
402-1-12 Employee Provident Fund a/c	2,840,969.49	
402-1-13 Employee Trust Fund a/c	<u>710,439.84</u>	
		<u>37,261,081.86</u>
		37,261,081.86



402-2	Administration & Establishment Expenses		
402-2-1	Repairs & Maintenance (Garage Building) a/c	54,120.00	
402-2-2	Maintenance of Furniture & Office Equipment	176,900.00	
402-2-3	Repairs & Maintenance - Pool Vehicle a/c	634,802.00	
402-2-4	Maintenance of Plant & Machinery a/c	2,990.00	
402-2-5	Printing & Stationary a/c	207,071.00	
402-2-6	Rent & Rates a/c	68,842.40	
402-2-7	Telephone a/c	195,581.85	
402-2-8	Electricity a/c	273,007.05	
402-2-9	Water a/c	100,326.26	
402-2-14	Staff Welfare a/c	74,037.00	
402-2-19	Fuel Oil & Lubricants(indirect) a/c	6,728,751.49	
402-2-20	Entertainment a/c	157,288.00	
402-2-21	Other Expenses a/c	564,635.00	
402-2-24	Insurance - Other Vehicles a/c	189,858.22	
			9,428,210.27
			9,428,210.27
402-4	Finance Cost	-	
402-4-2	Bank Charges a/c	6,826.92	
			6,826.92
			6,826.92
	Total Expenditure		47,183,888.22
	Net Profit (/Loss)		(23,142,139.38)
	Other Driving Training School Profit & Loss		41,400,907.78
	Total Other Driving Training School Profit & Loss		18,258,768.40



22.Fuel Shed Profit & Loss

Profit & Loss Statement		31.12.2022	
		Rs.	
Sales			<u>585,274,996.70</u>
Opening Balance - Desol	2,123,191.84		
Opening Balance - Petrol	1,363,597.38		
Opening Balance - Lubricant	<u>294,485.00</u>		
		<u>3,781,274.22</u>	
Add			
Perch ices -Desol	339,948,282.00		
Perch ices -Petral	241,407,451.19		
Perch ices -Lubricant	<u>134,220.00</u>		
		<u>581,489,953.19</u>	
		585,271,227.41	
Closing Balance - Desol	6,070,066.80		
Closing Balance - Petrol	2,905,454.60		
Closing Balance - Lubricant	<u>540,324.00</u>		
		<u>(9,515,845.40)</u>	
			<u>(575,755,382.01)</u>
Gross Profit			9,519,614.69
Other Income			
303-7 Interest Income a/c	25,000.00		
		<u>25,000.00</u>	<u>25,000.00</u>
			9,544,614.69
Administrative Expenses			
402-1-1-C Salaries & Wages - Engineering Staff a/c	2,105,617.91		
402-1-2-C Overtime & Leave Pay - Engineering Staff a/c	1,488,649.72		
402-1-3-C Cost of Living Allowance - Engineering Staff a/c	748,800.00		
402-1-5-C Other Special Allowances - Engineering Staff a/c	1,083,673.04		
402-2-1 Repairs & Maintenance (Garage Building) a/c	17,690.00		
402-2-4 Maintenance of Plant & Machinery a/c	23,109.00		
402-2-5 Printing & Stationary a/c	64,805.00		
402-2-6 Rent & Rates a/c	3,125.00		
402-2-7 Telephone a/c	89,652.01		
402-2-8 Electricity a/c	309,191.70		
402-2-14 Staff Welfare a/c	15,274.00		
402-2-21 Other Expenses a/c	<u>17,600.00</u>		
		<u>5,967,187.38</u>	
Financial Expenses			
402-4-2 Bank Charges a/c	9,010.00		
402-4-5 Other Finance Cost a/c	<u>-</u>	<u>9,010.00</u>	
		5,976,197.38	
Total Cost			<u>(5,976,197.38)</u>
Net Profit			<u>3,568,417.31</u>



23. Government Contribution

Account Code	Description	31.12.2022 Rs.	31.12.2021 Rs.
302-2-B	Grant for Rehabilitation	606,310,000.00	1,181,217,237.00
302-6-F	Government Grant Amortization	35,462,800.76	35,462,800.76
	Total	641,772,800.76	1,216,680,037.76



Chairman
Sri Lanka Transport Board

Report of the Auditor General on the Financial Statements and Other Legal and Regulatory Requirements of the Sri Lanka Transport Board for the year ended 31 December 2022 in terms of Section 12 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 Sri Lanka Transport Board (“Board”) for the year ended 31 December 2022 comprising the statement of financial position as at 31 December 2022 and the statement of comprehensive income, statement of changes in equity 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 and Finance Act No. 38 of 1971. 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 accompanying financial statements of the Board. Because of the significance of the matters discussed in the Basis for Disclaimer of Opinion section of my report, I have not been able to obtain sufficient and appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

1.2 Basis for Disclaimer of Opinion

- (a) The balance of net cash and cash equivalents had become an overdraft of Rs.2,790,675,691 as at 31 December 2021 as the value of Rs. 5,054,000,000 which had been accounted as revaluation reserve in the cash flow statement as at 31

December 2021 and the net value of Rs.5,014,286,800 of Rs.39,713,200, which had been recorded as provision for bad debts had been waived from the cash flow statement. Accordingly, the balance of cash and cash equivalents as at 31 December 2022 had been an overdraft of Rs.1,709,451,775. Therefore, it was observed that the value of cash and cash equivalents in the cash flow statement as at 31 December 2022 had been over calculated by Rs.5,014,286,800.

- (b) A profit amounting to Rs.484,219,604 had been indicated for the year ended 31 December 2022 through the adjustment of the total amount to Rs.157,553,197, which had been the annual loss under allowances and subsidies without capitalizing and depreciating annually the amount of Rs.606,310,000, spent by the Board for the rehabilitation of buses, out of Rs. 750 million allocated for the year 2022 under the expenditure head 436-02-03-01-2201-12 of the General Treasury for the rehabilitation of buses of the Sri Lanka Transport Board.
- (c) During the year under review, there had been an obsolete and unusable stock amounting to Rs.15,639,972 related only to the stock of the spare parts in the Eastern region.
- (d) Even though the property, plant and equipment of the Board should be classified according to paragraph 37 of Sri Lanka Accounting Standard No. 16 (LKAS 16) Property, Plant and Equipment, unrecognized fixed assets amounting to Rs. 75,842,984 as at 31 December 2022 had been indicated under other assets.
- (e) Even though computer software should be accounted separately as an intangible asset according to Section 77 of Sri Lanka Accounting Standard 38, computer software worth Rs.36,426,972 had been brought to accounts under property, plant and equipment.
- (f) Even though the depreciable value of an asset should be systematically depreciated over its useful life according to Sri Lanka Accounting Standard No. 16 (LKAS 16), but computer machines, bus engines, ticketing machines and computer software had been over depreciated by Rs.110,968,183 during the year under review and as a result, the profit of the year under review had been decreased by that amount.
- (g) A sum of Rs. 77,033,188, which had been paid in connection with the release of employee shares to be reported under financial activities in the preparation of cash

flows according to Sri Lanka Accounting Standard No. 07 (LKAS - 07), had been indicated under investment activities.

- (h) Even though a sum of Rs. 1,077,778 had been over depreciated in the year 2021 in relation to the computer machines purchased before the year 2021, action had not been taken to rectify the error through the financial statements for the year 2022.
- (i) Even though bus ticket machines had been over-depreciated by Rs.5,393,206 in the year 2021, and only Rs.52,850, out of that amount, had been adjusted in the financial statements for the year 2022 to rectify the error. Adjustments had not been made for remaining value of Rs.5,340,356 and as a result, the accumulated loss had been over stated by that value.
- (j) Although the amount brought to accounts under work in progress in the statement of financial position as at 31 December 2022 had been Rs.410,710, an amount of Rs.9,365,056 had been indicated as adjustments to working capital in the cash flow statement. The balance of the working capital had been increased by the above figure due to adjusting the work in progress accounted under non-current assets to the difference in working capital. Moreover, the amount of Rs.410,710 spent for the capital work in the year had not been brought to accounts under investment activities.
- (k) When the balance of the Savings account amounting to Rs.2,311,836,019, which had been accounted under cash and cash equivalents in the statement of financial position as at 31 December 2022 had been reconciled with the balances of savings accounts at Katubedda, Maharagama, Mattakkuliya and Galle Depots, accumulated balance had been understated by Rs.1,236,332.
- (l) The revalued values of lands and buildings as at 31December of the year under review, had been Rs.18,894,925,500 and Rs.2,292,972,501 respectively and totalled to Rs.21,187,898,001. However, the value of Rs.2,300,199,459 which had been indicated under buildings in the Note of property, plant and equipment had been accounted as an addition in the year under review and the value of new additions of buildings during the year under review amounting to Rs.7,226,958 had not been indicated under buildings in the Note to property, plant and equipment.
- (m) The revaluation profit had not been calculated by adding the depreciation value of Rs.9,705,106 related to the balance of buildings in the current year to the value of

accumulated depreciation as at 31 December 2022 in the calculation of the revaluation profit of lands and buildings. Even though the revaluation profit calculated as at 31 December 2022 had been Rs.20,976,927,250, revalued profit indicated under reserves in the statement of changes in equity as at 31 December 2022 had been Rs.20,985,508,217. Accordingly, the revalued profit had been over stated by Rs.8,580,967.

- (n) The value of the lands, where the Teaching Hospital of Kotalawala Defense University of Sri Lanka Army and Department of Motor Traffic were situated and which were belonged to the Central Workshop at Werahera of Sri Lanka Transport Board had been estimated at Rs. 6,226 million, and the Ministry of Defense had agreed to pay Rs. 5,054 million for that value. Of that amount, an amount of Rs. 4,954 million had been paid by the Treasury in installments to SLTB by 31 December 2021. Accordingly, the estimated value of this asset amounting to Rs. 6,226 million and the loss of Rs. 1,172 million incurred due to the transfer of assets had not been disclosed in the accounts.
- (o) The total net income from fuel sales had been understated by Rs.10,784,454 due to overstating the diesel sales income by Rs.1,554,296 and under stating the petrol sales income by Rs.12,338,750 as at the last date of the year under review according to the daily sales reports of the Ratmalana petrol station,.
- (p) It was observed that the profit of the year under review had been under-represented by the same amount owing to under stating the annual closing stock totalling to Rs. 7,524,217 owing to the deficiency of 15,421.96 litres of diesel worth Rs.4,876,320 and 8,349.46 litres of petrol worth Rs.2,647,897 in the reconciliation of the remaining fuel stock at the end of the month with the actual fuel stock according to the daily sales details of Ratmalana fuel station prepared monthly.
- (q) balance confirmations and descriptive documents for non-operating account balances valued at Rs.1,290,782,782 included in assets, totalling to Rs.11,384,538,382, liabilities and bank balances indicated in the financial statements and Share certificates and balance confirmations for share capital of Rs.4,156,211,492, asset type and descriptive schedules for fixed assets worth Rs.156,195,337, fixed deposit certificates of fixed deposits and investments worth Rs.753,363,548 certificates of and investments, detailed schedules and balance confirmations of trade creditors

amounting to Rs.4,571,242,599, balance confirmations and detailed schedules of trade debtors and cash in transit worth Rs.89,191,198, time analysis for expenses paid in advance worth Rs. 267,951,474 and bank reconciliations, bank statements and balance confirmation letters of debit balances amounting to Rs.7,551,643 and credit balance amounting to Rs.92,048,309 related to 23 current accounts belonging to Sabaragamuwa and Eastern Regions had not been submitted to audit even by 31 December 2022.

- (r) There had been an unsettled balance totalling to Rs.1,586,068,411 comprised of Rs.1,495,204,034 and Rs.90,864,377 that had exceeded 02 years in the balance of trade creditors and in the balance of other creditors respectively as at 31 December 2022.
- (s) Since the debit balance amounting to Rs. 21,698,022 maintained in petrol stations had been included in the trade credit balance amounting to Rs. 3,522,347,457 as at 31 December 2022, creditor balance accounted had been under stated by that amount.
- (t) There had been a balance of Rs.1,378,085,248 in the advance account of local purchases as at the last date of the year under review, and it was not possible to verify its accuracy as schedules had not been provided for that purpose. It was revealed that a balance amounting to Rs.1,373,773,207 had been prevailed for a period of 02 and 10 years.
- (u) An amount of Rs.277,733,205 had been indicated as prior year adjustments in the cash flow statement and this balance had been recorded as Rs.335,325,734 in the account notes and consolidated trial balance. Accordingly, it was observed that Rs. 57,592,529 had been under stated as prior year adjustments in the cash flow statement.
- (v) A payable account balance amounting to Rs.1,860,824,837 had been indicated as unsettled SLTB Employees' Provident Fund under other non-current liabilities in the statement of financial position in the year under review, and it was observed that the balance had been existing for more than 06 years. However, no evidence was submitted to the audit to substantiate that such employees' provident fund is actually a balance to be paid to the Employees' Provident Fund by Sri Lanka Transport Board.

- (w) The unpaid balance as contributions to the Employees' Provident Fund had been Rs.256,503,445 in the financial statements for the year under review, and it was observed that an amount of Rs.37,041,436 in that balance had been outstanding for over 10 years and a balance of Rs.191,712,461 had been outstanding for a period of 05 and 10 years and a balance of Rs.7,850,445 had been outstanding for a period of 02 and 05 years. However, the audit could not confirm whether the further unrecognized credit balance was an actual credit balance that needed to be paid according to the data on the contributions paid for the employees' provident fund maintained by the Board.
- (x) It was observed that there had been a balance of Rs.1,084,753,124 in relation to 13 non-operating accounts indicated under trade and other payable expenses in the statement of financial position as at 31 December 2022.
- (y) Bank statements for 40 current bank accounts with a debit balance of Rs.23,348,867 and a overdraft balances amounting to Rs.165,336,690 in 36 depots owned by Sri Lanka Transport Board had not been submitted to the audit. As a result, the audit could not satisfy about the accuracy of the bank reconciliation statements prepared in relation to the said current accounts.
- (z) Although a sum of Rs.10,889,598 had been deposited in relation to the current account maintained at the People's Bank by the Gintota Pettigalawatta Divisional Workshop, there had been a balance that had not been realized and a balance of Rs.11,419,020 that had been issued but not presented for payment, and those balances had been prevailed from the year 2021, and action had not been taken to identify and rectify those values.
- (ඈ) Although there had been a debit balances amounting to Rs.5,737,177 and Rs.42,547,041 in the current accounts of Ratmalana and Orugudawatta, two filling stations owned by Sri Lanka Transport Board as at 31 December 2022, it was observed that the Board had lost an interest income that could have been obtained by the Board due to maintaining more than Rs. 42 million without obtaining any interest income in the current account by Orugudawatta filling station at the Bank of Ceylon, where any operational activities had not been carried out from the year 2022 in relation to those accounts

- (ආ) Even though an overdraft of Rs. 20,109,442 had been indicated in the cash book as the bank balance according to the bank reconciliation statement prepared as at 31 December 2022 in relation to the current account maintained by the Mattakkuliya Depot at the People's Bank, it had been indicated as the balance of overdraft amounting to Rs. 9,184,280 in the final accounts. Therefore, it was observed that the bank overdraft balance had been understated by Rs.10,925,162.
- (භ) The balance in the final account related to machinery, motor vehicles, office equipment, computer machines, buses, ticket machines and other assets had been Rs. 13,615,181,245 as at the last date of the year under review, and the balance had been Rs. 10,926,969,902 according to the schedules and as a result, there had been a difference of Rs. 2,688,211,342. Nevertheless, action had not been taken to rectify it.
- (ඈ) It was not possible to physically examine the stock balance prevailed as at 31 December 2022 due to not updating the bin cards of 533 tyres valued at Rs.14,969,516 at Hatton Depot and not storing the tyres in an orderly manner.
- (ඉ) It had been ordered to pay a total of Rs. 16,102,308 comprised of an amount of Rs.11,832,191 as compensation for 77 cases out of the 297 cases filed in relation to road accidents during the year 2021, and to pay an amount of Rs.1,830,747 as compensation due to not appearing properly for 22 cases related to industrial disputes and due to technical and management errors in the cases that had been filed and an amount of Rs. 2,439,370 as compensation for the finalized cases related to the dismissal of the employees of the Board. However, the necessary provision for this had not been made in the accounts.

As described above, I could not confirm or verify the material items included in the statement of financial position, statement of comprehensive income, statement of changes in equity and the cash flow statement using alternative methods. As a result, I was unable to determine whether it is required to make any adjustments regarding the recorded or unrecorded values or transactions of the values or items that make up the statement of financial position, statement of comprehensive income, statement of changes in equity and the cash flow statement.

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

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

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

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

My responsibility is to conduct an audit of the Board's financial statements in accordance with Sri Lanka Auditing Standards and to issue an auditor's report. However, because of the matters described in the Basis for Disclaimer of Opinion section, I was not able to obtain sufficient and appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

2. Report on Other Legal and Regulatory Requirements

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

2.1.1 I have not obtained all the information and explanation that considered necessary for the purpose of audit and I was unable to determine whether proper accounting records

have been kept by the Board as per the requirement of Section 12 (a) of the National Audit Act, No. 19 of 2018.

2.1.2 The financial statements presented is consistent with the preceding year as per the requirement of Section 6 (1) (d) (iii) of the National Audit Act, No. 19 of 2018.

2.1.3 The financial statements presented includes the recommendations made by me in the previous year other than the observations (a), (f), (m), (s) as per the requirement of Section 6 (1) (d) (iv) of the National Audit Act, No. 19 of 2018.

2.2 Based on the procedures performed and evidence obtained were limited to matters that are material, nothing has come to my attention;

2.2.1 to state that any member of the governing body of the Board has any direct or indirect interest in any contract entered into by the Board which are out of the normal cause of business as per the requirement of Section 12 (d) of the National Audit Act, No. 19 of 2018.

Nature of the Interest

Observation

Related Parties

It was observed that an officer working in Sri Lanka Transport Board provided his personal vehicle to the Board through the company that rented out the reserved vehicles to the Board and received an amount of Rs.1,116,331 from 22 January 2020 to 31 May 2022 as the monthly rental of Rs.39,850 each for that vehicle.

2.2.2 to state that the Board has not complied with any applicable written law, general and special directions issued by the governing body of the Board as per the requirement of Section 12 (f) of the National Audit Act, No. 19 of 2018, except for the following observations;

**Reference to Laws, Rules /
Direction**

Observations

(a) Financial Regulations of
the Democratic Socialist
Republic of Sri Lanka

i. FR 105

Action had not been taken in terms of the Financial Regulations in relation to the damaged motor vehicles costed at Rs.1,041,195 and the amount of Rs.12,136,724, which had been the value of the damaged buses and vehicles in the violent situation that occurred on 09 May 2022.

ii. FR 225

Vouchers for all payments must be filled in correctly and perfectly on the specified forms and submitted for payment. However, the payment vouchers to substantiate the amount of Rs.25,588,202 paid for 14 cheques by Mattakkuliya depot for the purchase of spare parts and fuel from 07 to 15 July 2022 had not been submitted to audit.

iii. FR 387

Although taking overdrafts from any government bank account is prohibited, the Board had maintained an overdraft of Rs.645,939,849 as at 31 December 2022 and an amount of Rs. 400,171 had been paid as overdraft interest in the year under review.

iv. FR 395 (c)

Although every institution maintaining a bank account must prepare bank reconciliation statements before the 15th day of the ensuing month regarding the transaction status at the end of each month, the bank reconciliation statements related to 07 accounts maintained in People's Bank and Bank of Ceylon by 03 regional offices and 03 depots had not been submitted to audit.

v. FR 395 (d)

Details of uncashed cheques in 12 depots related to an amount of Rs.57,942,422 issued, but not presented for payment as per bank reconciliation statements prepared in December 2022 had not been submitted to the audit.

vi. FR 396 (a)(i) and (iii)

Action had not been taken in terms of the Financial

Statements in relation to 163 cheques of the following depots and institutions worth Rs.5,407,762, for which payments had been made.

Depot / Institute, which had exceeded the Period of Validity of 06 Months as at 31 December 2022	No. of Cheques	Value (Rs.)
Nuwara Eliya	05	37,114
Kuliyapitiya	04	187,672
Mattakkuliya	02	525,012
Regional Offices and Depots	139	1,906,117
Kandy South	01	2,237,831
Uva and Colombo Regional Offices and Depots	12	514,016
Total	163	5,407,762

(b) Establishments Code of the Democratic Socialist Republic of Sri Lanka

(i) Sections 5.2 and 5.3 of Chapter XXV The Government pays the salary and cost of living allowance of an officer released from duty for trade union activities, and if he is a contributor to the Public Service Provident Fund, the Union must pay the share of the Government contribution to the Public Service Provident Fund. However, it was observed that the money had been paid by the Board and not by the trade union. Although such an officer is not entitled to any other allowances for his service in addition to salary and allowances, 28 officers in 07 trade unions had been paid a total of Rs.11,714,647 comprised of Rs.1,053,100 and Rs.10,661,547 as bonuses and incentives respectively.

(ii) Section 4.2 of Chapter XXV Twelve (12) more workers had been released for trade union activities of 05 trade unions of the Board in contrary to the provisions of the aforementioned Section, and a member of All Ceylon United Motor Workers' Union had been paid an amount of Rs.3,190,410 as salaries and bonuses from the

year 2006. Another officer of the same union had also been released and he had also been paid an amount of Rs.772,938 as the salary and bonuses.

(iii) Section 6.1 of Chapter XXV

Officers, who are released for trade union activities will be entitled to travel to any place in the island for their trade union activities only with free railway warrants and free tickets of the Central Transport Board. However, contrary to the provisions of the Code of Institutions, an amount of Rs. 4,782,305 had been spent as fuel and repair expenses for 03 vehicles allocated by the Board and for 03 private vehicles in the year 2022.

(c) Public Administration Circular No. 09/2009 dated 16 April 2009

Fingerprint machines must be used to confirm the arrival and departure of the officers, who report for duties, and officers, who report to the office for specific duties such as on-call duties in addition to their duties, must also confirm their arrival by using fingerprint machines. However, the head office, regional offices and depots had not used fingerprint machines to record arrival and departure since 2019. As a result, it was not possible to satisfy with the accuracy of overtime and holiday pay during the audit. Furthermore, it was observed that an amount of Rs.369,600 had been spent in the year 2022 to repair the fingerprint machines in the head office, they have not yet been made operational.

(d) Public Enterprises Circular No. PED 1/2015

Although the quantity of fuel entitled by any other officer holding a post in HM 1-1 category or above, approved by the Department of Management Services in terms of the Department of Management Services Circular No. MSD 30 issued in the year 2006 to be used for official vehicles as per the current revision is 115 liters as per Section 4 of the table included in Section 3.1 of the aforesaid Circular, fuel had been obtained for the vehicles used by the officers including the depot superintendent in the following depots exceeding

that limit in the year 2022 and the amount spent for that had been Rs.2,747,405.

Position	Quantity of Fuel Obtained (litres)	Quantity of Fuel Obtained by Exceeding the Limit (litres)	Value (Rs.)
Depot Superintendent (Hatton)	3,152	1,887	643,693
Finance Manager (Kurunegala)	3,090	1,825	614,224
Depot Superintendent (Gampaha)	4,535	3,155	1,042,464
Depot Superintendent (Nawalapitiya)	2,688	1,423	447,024
Total	13,465	8,290	2,747,405

(e) Administrative Circular No. 15/97 dated 29 September 1997 Although the recommendation of the Honourable Minister should be obtained if the employees, who have been released full-time for trade union activities, are released again after a period of 04 years, it was observed that 13 officers of 06 trade unions, who had exceeded the period of 04 years, had again been released full-time in contrary to the Law.

(f) Payment of Gratuity Act No. 12 of 1983 6(2) (a) Even though an employee receiving a monthly salary should pay half of the calculated monthly salary as gratuity according to the proportion of the last monthly salary received by him, the total salary earned by him for the last time had been multiplied by the number of years and the gratuity was paid in the payment of gratuity for the employees recruited before the year 2005. Meanwhile, in the payment of gratuity, the employee had been over paid an amount of Rs. 319,689,152 as gratuity during the year under review due to the payment of the gratuity by multiplying the monthly salary earned by the last date by the number of years of service in the payment of gratuity.

(g) Management Circular No. 30-2006 dated 22 Although it has been directed to revise the salaries of the officers serving in primary, middle and upper management in

September 2006

SLTB according to the salary categories of the Management Services Circular No. 2/2016 with effect from 01.01.2018, the salaries of 3,050 officers from grade I to grade VIII had not been revised by placing the salaries in the relevant step even by 31 December 2022. As a result, the accuracy of the amount of Rs.1,077,109,440 paid as salaries and allowances could not be verified in the audit.

- 2.2.3 to state that the Board has not performed according to its powers, functions and duties as per the requirement of Section 12 (g) of the National Audit Act, No. 19 of 2018.
- 2.2.4 to state that the resources of the Board had not been procured and utilized economically, efficiently and effectively within the time frames and in compliance with the applicable laws as per the requirement of Section 12 (h) of the National Audit Act, No. 19 of 2018.
- (a) The Board had entered into an agreement at a value Rs.61,014,316 with a private company on 20 March 2018 for the construction of the Orugudawatta filling station. Although the construction work should have been completed by 30 June 2018 according to the agreement, the construction work had not been completed and the filling station had not been used even by March 2023. An amount of Rs. 32,118,352 had been paid to the contractor as at 31 December 2022. Even though the contract agreement had been cancelled as the contractor had not completed the work and the Central Engineering Consultancy Bureau (CECB) had been informed to prepare an assessment report on the work done and an estimate for the future work, this assessment report and the estimate have not yet been given. Moreover, it was revealed at the on-site inspection that the Board had to incur a loss of Rs.8,978,845 as the roof of the filling station was completely decayed and owing to recommending and paying for the work done in accordance with the plans without considering the quality of the work done. Moreover, 07 diesel and petrol pumps and a generator delivered by paying an amount of Rs. 11,565,320 had been stored insecurely as at 31 December 2022 and the warranty period of the generator had also been exceeded.
- (b) The Gampaha depot had purchased diesel from 12 bowers of 13,200 litres and 06 bowers of 6,600 litres each with a total value of Rs.83,862,900 in the month of

August 2022. Invoices related to the payment vouchers or copies thereof issued in relation to these purchases had not been attached, and the details of the payments made to those vouchers were not submitted to the audit.

- (c) A sum of Rs. 250 million had been allocated for the year 2022 for the introduction of the second gap of technological ends related to the use of prepaid cards i.e. Back End (Money transactions and access connection system), and the Board had prepared technical specifications according to the needs of the transport boards and had not formally invited tenders and selected a supplier for that, and the contract had been entered into on 29 June 2021 with a supplier selected by the Transportation Commission. Accordingly, the total contract value had been Rs.3,900,000. However, it had been decided to use Rs. 1,500,000 out of that amount to buy the system and to enter in to 03 service contracts of Rs. 800,000 each per one ensuing year after the end of one-year of warranty period. However, a purchase order had been issued for Rs. 1,500,000, the amount of the software project before the completion of the project, and the said amount had been brought to accounts as an allocation in the year 2022. However, it was observed that the lack of provision for the purchase of electronic ticket machines required for the implementation of this project, the practical problems in the use of the cards that had to be used and the technical problems that arose in the project had temporarily stopped the supply of this software to the SLTB.

2.3 Other matters

- (a) It had been decided as per the approval of the Cabinet of Ministers dated 07 June 2016 to provide money to the SLTB after investing the land value of Rs. 10,250,500,000, belonging to the Sri Lanka Transport Board and had been transferred to the Provident Property Lanka LTD, in the Employee Provident Fund. However, the Company had not paid money for that. Action had not been taken to take back that land, which had been transferred to that company by the SLTB, until 31 December 2022. It was observed that there was 12.1566 hectares belonging to Kesbewa, Homagama, Maharagama, Moratuwa and Katubedda depots, essential for the traffic operations of the Board and 0.3306 hectares belonging to Piliyandala bus stand were among these parcels of land. According to the information obtained from the company registrar, it was already confirmed that this company is a defunct company. Notwithstanding that, it was observed that an uncertainty was created regarding the

retransfer of the land parcels to Sri Lanka Transport Board due to the decision taken by the Cabinet of Ministers on 23 January 2023 to transfer the land, which had been transferred to the company, to the requesting parties and to pay the value of the land to Sri Lanka Transport Board,

- (b) According to the duty rosters of the employees in the year 2022, the number of buses operated daily out of the buses planned to be operated on 53 routes by the Vavuniya depot had been 34 buses. As a result, services on 19 routes had been disrupted. It was observed that an estimated revenue of Rs. 576 million had been lost in the year 2022 due to not operating buses for 08 journeys from Vavuniya to Colombo, 02 journeys to Pottuvil and 02 journeys from Vavuniya to Kandy, which can earn an income of Rs. 200,000 per day when there had been enough drivers and conductors and sufficient number of buses.
- (c) The Board had planned to run 5794 buses daily according to the action plan of the year 2022. It had been planned to repair 840 sets of engines needed to fulfill that task annually and put the engines into operation. For that purpose, Treasury and SLTB provision amounting to Rs. 661.50 million had been allocated. However, the number of buses that had been repaired by the Board was 254, and the amount spent for that purpose had been Rs. 77.13 million. Accordingly, it was observed that it was not possible to add buses to operate as per the target in the reduction of the expected output target by about 70%.
- (d) Provision amounting to Rs. 140.4 million had been allocated with the cost per production unit with a profit margin of 50% at cost to repair 740 old gear boxes and maintaining the fleet in running condition by centering Kurunegala, Yatinuvara, Gampaha and Mallakam regional workshops with the aim of renovating old buses and adding the buses for operations. However, the number of gearboxes repaired in the year 2022 had been 139 and the amount spent for that purpose had been Rs.18.12 million. Accordingly, the amount of achieving the expected targets had been 19 percent.
- (e) Although provision amounting to Rs. 238.5 million had been allocated for the year 2022 to repair of 300 bus bodies by regional workshops and depots using Treasury and SLTB provision in order to maintain the fleet in running condition, the number of

buses that had been repaired and put into operation during the year under review was about 180.

- (f) Although Treasury and SLTB provision amounting to Rs. 113.20 million had been allocated in the year under review to annually produce 14,400 pre-cured tyres at an estimated unit cost of Rs. 7,861 per tyre by pre-cured tyre Factory established in Ampara to meet the requirements of tyres for running buses, only 8,997 tyres had been produced incurring an amount of Rs.107.64 million and the actual cost of producing a tyre had been Rs.11,964 and as a result, an amount of Rs.36,914,691 had been incurred additionally by exceeding the estimated cost for the tyres that had been manufactured.
- (g) Although an estimate of Rs. 180 million had been submitted in the year under review for repairing 2040 old starter motors, 1200 old diltonators, 1080 old fuel pumps and 3000 old fuel injectors with the aim of renovating the old buses and putting them into operation according to the action plan in the year 2022, 14 starter motors, 409 fuel pumps and 1760 fuel injectors had only been produced by incurring an amount of Rs.10.36 million in the year 2022. When the Board had the ability to repair and use these spare parts, they had been purchased from outside without carrying out repairing them. It was observed that the amount spent by 04 zones of the Board for this purpose during the year under review had been Rs.1,205,210.
- (h) Even though an amount of Rs. 142.04 million had been allocated for carrying out 160 different tasks in 106 depots including the head office using the labour of the internal staff of SLTB or by using external institutions during the year 2022, it was observed that the tasks had not been accomplished.
- (i) The amount of fuel required along with the relevant destination should be recorded in the log notes submitted by the driver in issuing the required fuel to the buses, and the officer issuing fuel should record the amount of fuel supplied to the bus in the sheet of - 08 and the bus number according to the amount mentioned in the relevant log note sheet. However, 27,318 litres of fuel worth Rs. 11,752,880, which had not been recorded in the log notes of Maharagama and Gampaha depots in the month of August 2022 had been recorded in the -08 sheet and accounted as having been issued to buses.

- (j) The quantity of fuel stock to be maintained at the Maharagama depot on the last date of August 2022 had been 326,772 litres. However, the actual fuel stock in the tanks as at that day had been recorded as 48,598 litres. Accordingly, a deficiency of 278,174 litres of fuel worth Rs. 119,614,820 was observed, and the reasons for that deficiency were not submitted to the audit. The Board had also made an allocation of Rs. 36,799,884 in the accounts of the year under review for the fuel stock shortage existed in this manner. Moreover, the daily collected money had been deposited in the safe at Maharagama depot as at 28 February 2023, and during the physical verification of money conducted on 01 March 2023, a deficiency of Rs.63,510 was revealed in the money kept in the safe.
- (k) Even though 4,841 litres of fuel worth Rs.1,756,902 had been unusually provided to an breakdown maintenance vehicle at the Nuwara Eliya depot in the year under review, the above fuel consumption could not be accepted in the audit as the details regarding the work done and the places travelled and the fuel consumption were not submitted to the audit due to malfunctioning of the milometer of the breakdown maintenance vehicle and due to non-maintenance of the P-II register properly.
- (l) It was observed that an amount of Rs. 16,758,304 should have been collected from 13 depots, 05 regional offices, the head office and the head office of Ruhunu Bus Company due to the continuous lending of fuel from Avissawella depot. Fuel was continuously issued on credit when the arrears had to be recovered and action had not been taken to recover the related amount of debt.
- (m) A luxury bus worth Rs.10,800,000 belonging to the Katubedda luxury tourism transport service had met with an accident on the highway and it had been removed from operating without doing repairs of it. Although full insurance had been obtained for that purpose, the Insurance Corporation had refused to indemnify the bus due to the failure of the Depot Superintendent to repair the bus within the time given by the Insurance Corporation.
- (n) It was observed that every depot makes an allocation of Rs.20,000 or Rs.30,000 from the daily waybill income for gratuity payments. Accordingly, it was observed that an amount of Rs. 50,065,000 collected in that manner by Kalutara Regional Office, which was inspected, had been retained in their current account as at 31 December 2022.

- (o) The total overtime expense paid in respect of 446 million kilometres driven in the year 2018 had been Rs. 283 million and accordingly the overtime cost per kilometer driven in the year 2018 was 60 cents. Due to the 100% increase in the value of salary from 2018 to 2022, the overtime cost should be Rs. 1.20 per kilometre driven and accordingly, the overtime expenses in the year 2022 should not exceed Rs. 566 million. However, it was observed that the overtime expenses in the year 2022 had been Rs. 3,074 and the overtime amount paid additionally had been 2,508 million. Accordingly, it was observed that overtime payments were not transparent, the Management had not properly fulfilled its responsibility regarding the overtime control, and allowing fingerprint machines to be inactive had directly affected the overtime control.
- (p) Although balances amounting to Rs.44,957,258, which had remained over 10 years and Rs.91,395,964 remained between 05 and 10 years and Rs.120,493,842, remained between 02 and 05 years had been existed in the police license balance amounting to Rs.1,549,623,472, which had been indicated as other receivable income as at 31 December 2022, formal action had not been taken to recover the balances.
- (q) Four hundred and thirty three (433) leasehold buses worth Rs.2,063,693,707 and owned by Sri Lanka Transport Board had been included in property, plant and equipment as at the end of the year under review, and the region and the depot, to which 409 buses costed at Rs.1,952,651,849 belongs to have not been identified and the depot, to which another 21 buses costed at Rs. 96,896,702 belongs to have not been identified. Although these buses had been registered under the Commissioner of Motor Traffic, their registration numbers had not been mentioned in the fixed assets schedule.
- (r) A sum of Rs. 50 million had been allocated in 2022 for the modernization of the pre-cured tyre factory with modern machinery with increased capacity with the aim of cost control through upgrading the facilities and quality and the estimated cost had been Rs. 69.4 million. It was observed that 53,706 pre-manufactured tyres with a value of Rs.786,866,930 had been purchased only by 06 zones of the Board during the year under review although it was planned to double the capacity of the existing factory to 15,000 units and due to not accomplishing that task. Although tyres can be pre-cured by using the existing production capacity of the factory to the maximum

extent, the necessary tyres for pre-curing had not been sent to the factory from the respective Regional Transport Boards and depots.

- (s) According to the Gratuity Act, the gratuity of the employees, who have terminated service, should be computed and the amount of gratuity entitled to them should be paid before the expiry of one month from the date of termination. However, a sum of Rs. 8,081,797 had been paid as gratuity surcharges during the year under review due to non-payment of gratuity in that manner within one month.
- (t) The audit had observed 04 current bank accounts exceeding Rs. 10 million as at the last date of the year under review and it was observed that a value of Rs.624,588,024 was being maintained in the current accounts without receiving any interest income
- (u) The Board had received the relevant equipment sets for the construction of 09 air emission centres at the provincial level on 26 April 2018 from the Vehicular Emission Test Trust Fund of the Department of Motor Traffic, and Rs. 22 million had been spent from the said fund for that purpose. Rs. 27.96 million, out of Rs. 89.84 million, had been incurred as at 31 December 2022 for the construction of civil works related to these emission centres. Although Maga Neguma Road Construction Equipment Company (Pvt) Limited and the Sri Lanka Transport Board had entered into an agreement for an amount of Rs. 49.9 million on 16 August 2018 for carpeting the grounds of these 09 emission centres with asphalt, the expenses incurred for that purpose were not submitted to audit. Currently, these emission centres are not functioning, and it was observed that the equipment amounting to Rs. 22 million provided by the Vehicular Emission Test Trust Fund are being decayed. Furthermore, the buildings constructed for these emission centres had been used for other purposes, and the computers provided with the equipment sets had been used for other purposes. Accordingly, the amount of Rs. 49.96 million incurred and the other expenses incurred had become an idle expense.

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