

**Report to be submitted to the Cabinet of Ministers on the
Performance of Statutory Funds in Terms of Sub-Section 39(2) of
the Public Financial Management Act, No. 44 of 2024 – For the
Financial Year 2024**

Department of Public Finance
Ministry of Finance, Planning and Economic Development

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1 Introduction

This report is prepared in compliance with the provisions of the **Public Financial Management Act, No. 44 of 2024** and Public Finance Circular No.01/2025 dated 28.02.2025, with the objective of reporting the performance of statutory funds established under Ministries, Departments, and other Government institutions. The report covers financial, operational, and governance aspects of these funds during the reporting period 2024, highlighting achievements, observations and recommendations for improved performance and accountability.

2 Legal and Institutional Framework

According to the interpretation of the Public Financial Management Act, No. 44 of 2024,

“Statutory Fund” means any fund other than the Consolidated Fund, created or established under any written law or an Act of Parliament for a specific purpose, to which public finances are allocated.

It excludes approved termination funds which includes thrift, savings or building society or welfare fund to which contributions are made by employees or, any gratuity fund maintained for the purpose of payment of gratuities to employees on the termination of their services, under the relevant written law.

Accordingly,

- Statutory funds have been established under specific Acts of Parliament to achieve defined policy objectives.
- The Secretary to the Treasury (ST) shall supervise, examine and monitor all statutory funds and may issue directives on Statutory Funds
- Relevant Chief Accounting Officers (CAO) and Accounting Officers (AO) are responsible for operational and financial oversight.
- The Boards of Directors/ Members of Governing Body of funds are responsible for management in accordance with enabling statutes, regulations, circulars and etc.
- Sub Section 2 of Section 39 of the Public Financial Management Act, No. 44 of 2024, Secretary to the Treasury as responsibility to the submission of performance report on all statutory funds to the Cabinet of Ministers.

3 Importance of Statutory Funds

- To provide financial support for policy and development initiatives.
- To channel resources towards sector-specific programs (health, education, transport, social welfare, etc.).
- To ensure proper fund management aligned with national development priorities.

4 Details of Reported Statutory Funds

The number of funds reported to the Treasury as being maintained by Ministries, Departments and other Government Institutions under their purview is 52.

Table 01

The details are as follows:

No	Name of the Fund	Department	Legal Basis	Year Established	Purpose/ Objective
Ministry of Defense					
01	Api Wenuwen Api Fund	-	Api Wenuwen Api Fund, Act, No. 06 of 2008	2008	<ul style="list-style-type: none"> This fund has been established to provide loans to members of the armed services for constructing or purchasing homes, and welfare benefits are also provided to any member of tri-forces or the police who was injured or died in action, or to the families of such members.
02	National Defence Fund	-	National Defence Fund Act No. 09 of 1985	1985	<ul style="list-style-type: none"> Granting welfare benefits to members of the Tri-forces & Police who were disabled and killed in action or their families.
Ministry of Finance, Planning and Economic Development					
03.	Policy Holders Protection Fund	Insurance Regulatory Commission of Sri Lanka	Regulation of Insurance Industry Act, No. 43 of 2000.	2000	<ul style="list-style-type: none"> The monies lying to credit of the fund shall be utilized for the general protection of policyholders and for any other specific purpose as may be determined by the Commission, by rules made in that behalf.
04	Customs Officers' Reward Fund	Sri Lanka Customs	Section 153 of the Customs Ordinance	-	<ul style="list-style-type: none"> To pay rewards or incentives to the officers and General Public to mitigate and prevent the customs frauds in order to protect the Government Revenue.

05.	Overtime & Cargo Examination Fees and Customs Information and Communication Technology Fund	Sri Lanka Customs	01. Section 103 of the custom ordinance 02. Extraordinary Gazette No.1520/17 dated 2007.10.26 03. Extraordinary Gazette no.1829/39 dated 2013.09.27	-	To ensure the smooth functioning of: <ul style="list-style-type: none"> Collection of Cargo Examination Fees. Payment of Overtime.
06.	Customs Officers Management & Compensation Fund	Sri Lanka Customs	Section 153 (A) of the Customs Ordinance	-	<ul style="list-style-type: none"> Enhance the effectiveness of the management of customs and granting compensation to any customs officer who is permanently, totally, partially disabled or temporarily incapacitated or in the event of death of any customs officer, to the legal heirs.
07.	Excise Reward Fund	Department of Excise	Under section 58A of the Excise Ordinance No.08 of 1912 as amended by excise Amendment Act No.37 of 1990		<ul style="list-style-type: none"> Increase the efficiency and productivity of the officers of the Excise Department and shall be subject to the control of the Excise Commissioner.
08.	Inland Revenue Incentive Fund	Department of Inland Revenue	01. Inland Revenue Act No.28 of 1979, Sentences No.158 (a) 02. Inland Revenue Act No.38 of		<ul style="list-style-type: none"> To pay incentive allowances & all sums of welfare of officers in any class or category of officers of the Department of Inland Revenue.

			<p>2000, Sentences No.179</p> <p>03. Inland Revenue Act No.10 of 2006, Sentences No.210</p> <p>04. Inland Revenue Act No.24 of 2017, Sentences No.99</p>		
09.	Cess Fund of Securities & Exchange Commission of Sri Lanka	Securities and Exchange commission of Sri Lanka	<p>Section 156 of the Securities and Exchange Commission (SEC) of Sri Lanka Act, No. 19 of 2021</p> <p>(Formerly Sections 14A and 14B of the SEC Act, No. 36 of 1987, as amended by Act No. 18 of 2003 and subsequently repeal under Act No. 19 of 2021).</p>		<p>As per the Section 156 of the Act, No. 19 of 2021:</p> <ul style="list-style-type: none"> • Developing the securities market; • Enhancing monies lying to the credit of the Compensation Fund or the Fund of the Commission; • Meeting all expenditure incurred by the Commission; • Granting loans for housing, educational, health and transport purposes to the staff of the Commission as appropriate; • To make contributions to pension and provident funds and other schemes established for the benefit of its staff and their dependents and nominees; • To defray the costs of study, of the officers and servants of the Commission as determined by the Commission; • Invest any excess money as may be determined by the Commission for the purpose of developing the Cess Fund.

Ministry of Education, Higher Education and Vocational Education					
10.	UNESCO Scholarship Fund	UNESCO National Commission SL	UNESCO Scholarship Fund, Act No. 44 of 1999	1999	<ul style="list-style-type: none"> For the Advancement of Education of Disabled & Displaced Children by the award of scholarships; and to provide for matters connected there a with or incidental there to.
Ministry of Foreign Affairs, Foreign Employment and Tourism					
11.	Workers Welfare Fund	Sri Lanka Foreign Employment Bureau	Workers Welfare Fund, Act No 2 of 1985	1985	<p>The primary objective of this Fund is to promote the welfare of Sri Lankans employed overseas. The Fund comprises the following contributions:</p> <ul style="list-style-type: none"> Donations and contributions received from Sri Lankans employed abroad Donations and contributions received from foreign employers and licensees Contributions received from any other source <p>The Fund is utilized to rehabilitate Sri Lankans returning to the country after employment abroad, provide advice and information to their families, and support their welfare needs.</p>
12.	Tourism Development Fund	Sri Lanka Tourism Development Authority	Tourism Act No 38 of 2005 and Finance Act No. 25 of 2003	2003	<ul style="list-style-type: none"> The Tourism development fund which shall be utilized for the development and promotion of tourism in accordance with the provisions hereinafter set out and regulations which may be made in that behalf the fund is utilizing to promote and develop tourism internationally and also nationally.
Ministry of Agriculture, Livestock, Land and Irrigation					
13	Agrarian Development Fund	Ministry of Agriculture, Livestock, Land and Irrigation	Agrarian Development (Amendment) Act No.46 of 2011	2011	<ul style="list-style-type: none"> Money of the fund utilized for the conferment of new agricultural policies, Development of Agrarian Service Centers etc.

Ministry of Transport, Highways and Urban Development					
14.	Motor Traffic Reward & Incentive Fund	Department of Motor Traffic	2013D of the Motor Traffic Act (Chapter 203) (amended)	2013	<ul style="list-style-type: none"> To improve the performance of the Department of Motor Traffic and properly motivate the staff of the department for the proper implementation of the motor traffic act.
Ministry of Ports & Civil Aviation					
15.	Employee Fine Fund	Sri Lanka Ports Authority	Sri Lanka Ports Authority Act no. 51 of 1979	1979	<ul style="list-style-type: none"> To credit the fines imposed on employees of SLPA for disciplinary breaches or violations of the ACT or its regulations and use for employee welfare and approved uses.
16.	Reward Fund	Sri Lanka Ports Authority	Sri Lanka Ports Authority Act no. 51 of 1979	1979	<ul style="list-style-type: none"> To provide rewards and incentives to employees of SLPA for meritorious service, special contributions or distinguished performance as determined by the Authority.
Ministry of Fisheries, Aquatic and Ocean Resources					
17.	Fisheries Reward Fund	Department of Fisheries and Aquatic Resources	Fisheries Act No 02 of 1996	1996	<ul style="list-style-type: none"> Controlling of illegal fishing activities by encouraging officers and informants to carry out raids and enforcement activities. Rising the public revenue by confiscating and auctioning the items and fish used for illegal activities. Proper disposal of items and fish confiscated under the Fisheries and Aquatic Resources Act.
Ministry of Labour					
18.	Shrama Vasana Fund	-	Shrama Vasana Fund Act No.12 of 1998 and Shrama Vasana Fund(Amend ment) Act No.15 of		<ul style="list-style-type: none"> Promote welfare of the employees. Provide financial and other assistance, medical and other facilities to employees.

Ministry of Plantation and Community Infrastructure					
19.	Thurusaviya Fund	Sri Lanka Tea Board	Thurusaviya Fund Act No 23 of 2000	2000	<ul style="list-style-type: none"> • (The fund has been decided to the processing of restructuring)
20.	Tea Shakthi Fund	Sri Lanka Tea Board	Tea Shakthi Fund Act No 47 of 2000	2000	<ul style="list-style-type: none"> • To inculcate the savings habit among Tea Small holders and uplift their economic and social status. • To improve and develop the marketing of the products of Tea Shakthi factories. • To establish as a strong self-financing organization. • To be a viable and profitable entity and maintain a net profit margin of 10%. • Risk identification and proper management.
21.	Kapruka Fund	Sri Lanka Coconut Development Authority	Kapruka Fund Act No. 31 of 2005	2005	<ul style="list-style-type: none"> • To inculcate and promote thrift among, and uplift the economic and social status of coconut smallholders. • To assist coconut smallholders to increase coconut production and agricultural productivity in their smallholdings and to increase the yield from their coconut smallholdings by the use of relevant scientific technology. • To promote suitable investments related to the establishment and development of coconut based small industries.
22.	Mill Development Fund	Coconut Development Authority	Coconut Development Act No.46 of 1971	1971	<ul style="list-style-type: none"> • This fund has been established to provide relief wages for the modernization of disidi mills and provide financial support for the day to day running of mills.
Ministry of Health and Mass Media					
23.	National Health Development Fund	-	National Health Development Fund Act No 13 of 1981	1981	<ul style="list-style-type: none"> • The development and promotion of institutions providing health care services in Sri Lanka. • The promotion of research among, and the advancement of the education or knowledge of persons engaged in or associated with the health care services of Sri Lanka: • To finance any project for the purpose of

					<p>taking necessary steps for, the prevention of disease among, or protection of the health of, the people of Sri Lanka, ensuring so however that where any donation is received for the purpose of financing a particular project, such donation is, as far as practicable, utilized to finance that particular project:</p> <ul style="list-style-type: none"> • The purchase of medical equipment and essential drugs used for the purposes of health-care services in Sri Lanka.
24.	Post Office Security Fund	Postal Department	Post Office Security Fund Ordinance 01 of 1931	1931	<ul style="list-style-type: none"> • An Ordinance for the incorporation of the board of management of the Post Office Security fund and for regulating the issue of loans from the fund.
Ministry of Public Administration, Provincial Council and Local Government					
25.	Local Loans and Development Fund	-	Local Loan & Development Ordinance No.22 of 1916	1916	<ul style="list-style-type: none"> • To provide long terms loans at concessionary rates to local authorities. • Improvement of financing and service facilities. • Increase the number of local governments providing financing and service facilities. • Publishing local loans and development fund. • Achieving sustainable development goals. • Expansion of lending areas to green, social and profit generating projects. • Improving lending support services and internal process.

26.	Title Insurance Fund	Registrar General's Department	Registration of Title Act No.21 of 1998	1998	<ul style="list-style-type: none"> • The objectives of the insurance fund established under section 62 of the Act shall be to indemnify on an order of court any person who suffers loss or damage who has been prejudiced by reason of, • Any rectification of the register in pursuance of an order of court under section 59 of the Act. • Not rectifying the register in consequence of an order of court under section 59 of the Act. • The chief administrator and operator of the fund shall be the registrar generals of title who shall be responsible for the proper operation administration and management of the fund.
Ministry of Trade, Commerce Food Security and Co-operative Development					
27.	Measurement Units, Standard & Service Fund	Department of Measurement Units, Standards and Services	Measurement Units Standards & Services Act No.35 of 1995 (Clause 35)	1995	<ul style="list-style-type: none"> • Verification of weight or Measure or Weighing and Measuring Instruments- clauses 22. (50 and3). • Registration of Sellers, Repairers & Manufacturers- clause 21(2) and 26. • Calibration of measuring instrument- clause 30 (1) • Pattern Approval of Weighing and measuring instrument- clause 34.
28.	Companies Fund	Department of the Registrar of Companies	Under section 479 of the companies Act, no 07 of 2007	2007	<ul style="list-style-type: none"> • Every fee or charge fixed, imposed or levied by the registrar general under this act two-third shall be deposited in to company fund, while the remaining one-third shall be allocated to consolidated fund. Any due sums required to cover expenses incurred by the Registrar General in the exercise of his powers under act may be paid from this fund.
29.	National Intellectual Property Fund	National Intellectual Property Office of SL	Intellectual Property Act, No.36 of 2003	2003	<ul style="list-style-type: none"> • This fund is to collect 2/3 of every fee or charge imposed, imposed or collected by the Director General in accordance with the regulations made under the Intellectual Property Act (Regulations dated 17.05.2006, part VI) and to meet any expenses incurred by the Director

					General in the exercise, discharge and performance of his powers and functions under this Act or the regulations made thereunder and to pay all moneys required to be paid out of the fund referred to in subsection 176 (1) of the Act.
30	Co-operative Development Fund	Department of Co - operative Development	Co-operative Societies Act No. 5 of 1972	1972	<ul style="list-style-type: none"> • Co-operative education, extension and publicity. Improving the management efficiencies of Co-operative Societies - rendering assistance to existing Co-operative Societies.
31	Lalith Athulathmudali Mahapola funds	-	Act No.66 of 1981 and Act No. of 2022 (amendment)		<ul style="list-style-type: none"> • To provide higher educational facilities to youth. • To provide assistance to deserving youth who have completed their secondary education satisfactorily, so as to enable them to complete their academic, industrial or technical education at a University or technical or higher educational institute. • To set up and assist in the setting up and management of vocational training institutes for enabling youth to develop their vocational skills and competence. • To set up and assist in the management and conduct of schools, institutes, foundations and similar institutions engaged in the furtherance of education. • To provide assistance for the development and improvement of skills and competence of lectures, teachers and such persons engaged in the furtherance of education.
32	Co-operative Surplus Fund	Department of Co - operative Development	Co-operative Societies Act No.05 of 1972	1972	<ul style="list-style-type: none"> • To assist any registered primary society by either purchasing shares in such society or in such other manner as the Registrar may determine. • Assist any registered society in the district from which a surplus has accrued to purchase any fixed assets. • To assist any liquidator to defend himself in any civil proceedings against him.

					<ul style="list-style-type: none"> • To assist any registered society formed in terms of section 3(1) (c) and (d) of the Cooperative Societies Law or any other Institution established for the purpose of rendering assistance to registered societies.
33.	Consumer Protection Fund	Consumer Affairs Authority	Consumer Affairs Act No.09 of 2003	2003	<ul style="list-style-type: none"> • Remuneration payable to the members of the Authority and the Council. • Such sums as the Authority may consider necessary for the promotion, assistance and encouragement of consumer organizations and the administration and development of such organizations: • Such sums as the Authority may consider necessary for consumer education and the dissemination of information relating thereto, and for any purpose connected with or incidental to the furtherance of such education: and • Such sums of money as may be required to defray the expenses incurred by the authority and the council in the exercise, discharge and performance of its powers, functions and duties under this Act.
Ministry of Justice and National Integration					
34.	Prisoners Welfare Fund	Prison Department	Prisoners Welfare Fund Act No.18 of 1973	1973	<ul style="list-style-type: none"> • Providing strength in rehabilitating inmates. • Providing financial aids to programs that are held to rehabilitate inmates. • As suitable timely requirements, rehabilitating and socio reintegrating inmates as better citizens. • Contribute to build a civilized society by means of proper rehabilitation of inmates and thereby making inmates law abiding humanitarian persons.

Ministry of Rural Development, Social Security, and Community Empowerment					
35.	National Fund For Persons with Disabilities	National Secretariat for Persons with Disabilities	Protection of the Rights of Persons with Disabilities Act No 28 of 1996 & 2003 (amended)	1996	<p>The money of the Fund shall be applied for all or any of the following purposes:</p> <ul style="list-style-type: none"> • The promotion, advancement and protection of the rights of persons with disabilities; • The rehabilitation, relief and welfare of persons with disabilities; • The establishment, maintenance and development of institutions or services for the education, vocational training, employment and social integration of persons with disabilities; • The implementation of any scheme, programme or project aimed at the prevention or control of disability or the enhancement of the well-being of persons with disabilities; • The provision of financial assistance to organizations and institutions engaged in activities relating to persons with disabilities; and • Any other purpose connected with or incidental to the carrying out of the objects of this Act.
36.	Rehabilitation of the Visually Handicapped Trust Fund	Department of Social Services	Rehabilitation of the Visually Handicapped Trust Fund Act No 09 of 1992	1992	<ul style="list-style-type: none"> • To provide educational and vocational training facilities for the visually handicapped. • To create employment opportunities for the handicapped and where necessary, to provide them, with financial assistance and guidance for self-employment. • To provide housing facilities to the visually handicapped to enable them to pursue academic courses or to obtain vocational training. • To implement schemes for the welfare of the visually handicapped. • To provide facilities for the marketing of

					<p>products manufactured by the visually handicapped.</p> <ul style="list-style-type: none"> • To take action to eliminate conditions that prevent visually handicapped persons gaining equal rights and equal opportunities.
37.	Welfare Social Security fund for elders	National Secretariat for Elders	Section IV of the Protection of the Rights of Elders Act No.09 of 2000 & No.05 of 2011(Amend ment)	2000	<ul style="list-style-type: none"> • To promote and protect the rights of elders; • To promote the well-being of elders; • To promote and ensure the participation of elders in society; • To ensure the full enjoyment of their rights and opportunities; • To assist elders to live with dignity and independence within their own community. • To support and strengthen family and community-based care for elders.
Ministry of Public Security and Parliamentary Affairs					
38	Police Rewards fund	Sri Lanka Police	Police Ordinance No 16 of 1865	1865	<ul style="list-style-type: none"> • Pay rewards for police officers. • Providing funds for the improvement of welfare entertainment barracks and dining facilities of police officers.
Ministry of Buddhasasana, Religious and cultural Affairs					
39.	Central Cultural Fund	Ministry of Buddhasasana , Religious and cultural Affairs	Central Cultural Fund Act No 57 of 1980	1980	<ul style="list-style-type: none"> • Developing cultural monument in the cultural triangle and such other cultural monument in any area. • To take action to promote of religious activities within the Sri Lanka and or abroad. • To provide assistance to enhance religion and Maintain of religious place, rites and practices. • To provide aid to other cultural or religious activities which are determined by the board as beneficiary or virtuous to the civil society. • To provide aid to artists, writers, painters, musicians, sculptors and others who are engaged in cultural activities.

40.	Buddhasana Fund	Ministry of Buddhasasana, Religious and Cultural Affairs	Buddhasasana Fund Act No 35 of 1990.	1990	<ul style="list-style-type: none"> • Conducting appropriate programs to protect the Buddhasasana. • Implementing development programs to nurture the Buddhasasana.
41.	Hindu Cultural Fund	Department of Hindu Religious and Cultural Affairs	Hindu Cultural fund Act No. 31 of 1985	1985	<ul style="list-style-type: none"> • To provide financial and other assistance to the Hindu Temples and Hindu Institutions for furtherance of their activities. • To provide financial assistance and other assistance for the construction and renovation of the Hindu Temples. • To provide financial and other assistance for studies and research connected with the Hindu Religion. To assist in the promotion of any other a Hindu religious or cultural purpose.
42.	Film corporation Trust Fund	Film Corporation	National Film Corporation Trust for Film Artistes and Technicians Act, No. 3 of 1986, in Sri Lanka.	1986	<ul style="list-style-type: none"> • Implementing welfare schemes such as benevolent funds, savings funds, and thrift societies for the assistance of film artistes and technicians. • Granting pensions, loans, allowances, or housing facilities to eligible film artistes and technicians, typically after they reach 60 years of age. • Providing financial assistance to those unable to continue their careers due to physical or mental disability. • Offering financial or other assistance to cover the funeral expenses of a film artiste or technician, or for their dependents (widowers, dependent parents, or infant children).
43.	Tower Hall Theater Foundation Fund	Tower Hall Theatre Foundation	Tower Hall Theater Foundation Act, No 01 of 1978.	1978	<ul style="list-style-type: none"> • To encourage & promote National theatrical activities. • To develop and improve the knowledge, Understanding and practice of the theatre. • To provide financial assistance to Theatre artists & to assist in the training of artists.

					<ul style="list-style-type: none"> • To engage in the production, experimentation and performance of opera, dance, drama and music. • To restore, preserve, maintain & utilize the Tower hall theatre as national movement in order to secure the objectives set out above and so far such other purposes as the board may consider fit so however that the theatre shall not be used for.
Ministry of Youth Affairs and Sports					
44.	National Sports Fund	-	Section 22 - 27 of the Sports Law No. 25 of the 1973, as amended by Act No. 47 of 1993, Act No.10 of 1998, Act No. 33 of 2005.	1973	<ul style="list-style-type: none"> • Promoting Sportsmanship and encouraging Sportsmanship.
Ministry of Science and Technology					
45.	Sri Lanka Inventors' Fund	Sri Lanka Inventors' Commission	Sri Lanka Inventors Incentives Act No. 53 of 1979	1979	<ul style="list-style-type: none"> • Providing technical, financial, and legal assistance to the inventors. • Provide loans to new inventors to encourage and support their innovations. • To facilitate and motivate inventors for patenting and to be responsive for the clarification raised by NIPO. • To facilitate and increase the efficiency of repayment for the loans of financial institutes including government financial institutes. • To promote and motivate for commercializing the inventions.
Ministry of Energy					
46.	Sri Lanka Sustainable Energy	Sri Lanka Sustainable Energy	Section 46 of Sri Lanka Sustainable Energy	2007	<ul style="list-style-type: none"> • To promote renewable energy and improve energy efficiency. • Capital subsidy for fuel switching.

	Fund	Authority	Authority Act No 35 of 2007		<ul style="list-style-type: none"> • Conducting awareness programmes on improving energy security.
47.	Sustainable Energy Guarantee Fund	Sri Lanka Sustainable Energy Authority	Section 47 of the Sri Lanka Sustainable Energy Authority Act No 35 of 2007	2007	<ul style="list-style-type: none"> • To improve energy efficiency in the country. • To provide guarantee on behalf of the investors. • Conducting awareness programmes on improving energy security.
Ministry of Environment					
48.	Wildlife Conservation Fund	Department of Wildlife Conservation	Fauna and Flora Protection Ordinance, No. 2 of 1937, Section 65 of the Fauna and Flora Protection (Amendment) Act, No. 22 of 2009	2009	<ul style="list-style-type: none"> • Strengthening the wildlife conservation through strategic financial support and responsive management. Further, it aims to enhance public participation by promoting awareness and encouraging the active involvement of communities in the protection of wild animals.
49.	Forest Department fund	Department of Forest Conservation	Section 64 of the Forest Conservation Ordinance No. 13 of 1966, No.451	1966	<ul style="list-style-type: none"> • Encouraging forest officers who perform the powers and functions of the Ordinance. Providing relief to those heirs, encouraging officers who provide evidence, cracking down on forest crimes, developing the capacity of forest officers, and involving forest officers and other parties in forest protection activities.
50.	Zoo Development and welfare	Department of National Zoological Gardens	National Zoological Gardens Act No. 41 of 1982	1982	<ul style="list-style-type: none"> • All such sums of money as maybe necessary to provide ancillary services to the visitors to the zoo. • All such sums of money as, may be necessary to provide welfare and incentive schemes to the employees of the zoo; and • All expenditure required for the

					purposes of this act unless otherwise specifically provided for.
51.	Coastal Protection Reward Fund	Department of Coast Conservation and Coastal Resource Management	Section 31 (F) (1) of the Coast Conservation (Amendment) Act, No. 49 of 2011.	2011	<ul style="list-style-type: none"> • To effective intervention of police offices and other government officials to minimize unauthorized development activities in the coastal zone. • To encourage officials who contribute to controlling unauthorized development activities in the coastal zone.
President Secretariat					
52.	President Fund	-	Presidents' Fund Act No. 7 of 1978	1978	<ul style="list-style-type: none"> • For the relief of poverty. • For the advancement of education or knowledge. • For the advancement of religion or the maintenance of religious rites and practices. • For the making of awards to persons who have served the nation. • For any purpose which in the opinion of the President and the Board, of benefit or interest to the public.

5 Recommendations made in the Fund Review Committee Report dated 02.07.2025

Following the recommendations made in the Fund Review Committee Report dated 02.07.2025, prepared regarding the actions to be taken in respect of non-statutory funds declared under Section 39(4) of Part VIII of the Public Financial Management Act, No. 44 of 2024, the Cabinet of Ministers, at its meeting held on 25.08.2025, granted approval for the said recommendations.

1. To take necessary action to confer statutory status on the following funds.

I. Ministry of Agriculture, Livestock, Lands and Irrigation (Agriculture Division)

- Farmers' Trust Fund

II. Ministry of Energy

- Self-Insurance Reserve Fund

III. Ministry of Buddhasasana, Religious and Cultural Affairs, National Film Corporation

- National Film Development Fund

IV. Ministry of Housing, construction and Water Supply

- Construction Insurance Fund

V. Ministry of Defence

- Sri Lanka Navy Welfare Fund - Sri Lanka Navy
- Sri Lanka Navy Seva Vanitha Unit Fund - Sri Lanka Navy
- Together with 12 other non-statutory funds operating under the Ministry of Defence and its affiliated institutions

2. Following funds have issued concerning whether they are statutory or non-statutory in nature. Therefore, the relevant institutions have been informed to seek the opinion of the Attorney General and to take further action accordingly:

I. Ministry of Education, Higher Education and Vocational Training, and the University Grants Commission (UGC), including all higher educational institutions and sub-funds under their purview:

- All sub-funds operating under the above institutions

II. Ministry of Rural Development, Social Protection and Community Empowerment, Department of Samurdhi Development:

- Samurdhi National Social Development Fund
- Samurdhi Fund
- Samurdhi Housing Development Lottery Fund
- Livelihood Development Revolving Fund
- Samurdhi Social Development Trustees' Fund

III. Ministry of Finance, Planning and Economic Development, Securities and Exchange Commission of Sri Lanka:

- Settlement Guarantee Fund (SGF)

3. Following funds have been identified for further study to determine whether the provisions of the National Gem and Jewellery Authority Act, No. 50 of 1993, provide legal authority for their continuation, and to examine the sources of revenue of those funds and report the findings to the Department of Public Finance:

Ministry of Industries and Enterprise Development, National Gem and Jewellery Authority:

1. Gem Rewards Fund
2. Gem Mining Welfare Fund
3. Jewellery Development Fund

6 Summary of Financial Performance for the year ended 31.12.2024

6.1 Income, Expenditure for the year 2024 and Fund Balances, Treasury Bills/Treasury Bonds and other investments and Cash & Cash Equivalents as at 31.12.2024

Table 02

No	Fund	Fund Balance As at 01/01/2024 Rs.Mn	Income For the Year Rs.Mn	Expenditure For the year Rs.Mn	Closing Fund Balance As at 31/12/2024 Rs.Mn	Fixed Deposits As at 31/12/2024 Rs.Mn	Treasury Bills/Treasury Bonds/Etc As at 31/12/2024 Rs.Mn	Cash & cash equivalents As at 31/12/2024 Rs.Mn
01	Api Wenuwen Api Fund	1,411.8	421.83	302.02	1,531.62	1,541.98	-	13.2
02	National Defense Fund	776.94	80.11	150.05	726.08	726.11	0.42	3.23
03	Policy Holders Protection Fund	11,532.47	2,301.69	706.12	13,128.04	-	13,128.05	-
04	Customs Officers' Reward Fund	1,530.78	8,975.91	8,507.24	1,887.00	-	-	-
05	Overtime & Cargo Examination Fees and Customs Information and Communication Technology Fund	1,636.98	1,233.89	1,400.90	1,469.98	-	0.34	-
06	Custom Officers Management & Compensation Fund	12,490.40	3,413.66	66.73	15,842.88	-	-	-
07	Excise Rewards Fund	337.75	163.9	76.49	425.16	-	-	-
08	Inland Revenue Incentive Fund	85.72	1,002.84	1,000.44	88.12	5.57	-	-
09	Cess Fund of Securities & Exchange Commission of Sri Lanka	5,237.85	1,343.16	874.3	5,706.71	-	5,111.92	-
10	UNESCO Scholarship Fund	16.81	1.3	0.8	18.16	13.26	-	4.66

No	Fund	Fund Balance As at 01/01/2024 Rs.Mn	Income For the Year Rs.Mn	Expenditure For the year Rs.Mn	Closing Fund Balance As at 31/12/2024 Rs.Mn	Fixed Deposits As at 31/12/2024 Rs.Mn	Treasury Bills/Treasury Bonds/Etc As at 31/12/2024 Rs.Mn	Cash & cash equivalents As at 31/12/2024 Rs.Mn
11	Workers Welfare Fund- Sri Lanka Foreign Employment Bureau	12,732.97	4,997.75	3,294.58	14,576.47	19,599.00	2,202.90	929.3
12	Tourism Development Fund- Sri Lanka Tourism Development Authority	-	6,986.75	14.16	Surplus disbursed among four institution as per Act	-	850	-
13	Agrarian Development Fund	465.05	109.27	25.88	550.19	-	-	-
14	Motor Traffic Rewards & Incentive Fund	121.92	170.85	158.67	142.3	98.90	17.74	24.45
15	Employee Fine Fund-Sri Lanka Ports Authority	-	-	-	358.45	-	-	-
16	Reward Fund-Sri Lanka Port Authority	-	-	-	0.13	-	-	-
17	Fisheries Reward Fund	9.76	0.57	0.43	8.88	-	-	10.04
18	Shrama Vasana Fund	510.55	73.85	95.94	491.86	95.74	-	41.86
19	Thurusaviya Fund		5.17	37.54	39.08	-	25.6	-
20	Tea Shakthi Fund	620.61	141.6	36.27	703.32	406.78	-	11.53
21	Kapruka Fund		32.84	9.97	-	143.82	-	-
22	Mill Development Fund	-	-	No expenditure was incurred	-	-	-	-
23	National Health Development Fund	2,087.19	499.11	250.37	2,282.00	1,050.50	-	1,069.88
24	Post Office Security Fund	1,066.84	146.20	34.58	1,178.46	382.44	943.03	1.13
25	Local Loans and Development fund	-342.86	295.3	195.4	-241.25	452	-	276.43
26	Title Insurance Fund	193.21	73.8	5.16	261.86	-	249.28	12.93

No	Fund	Fund Balance As at 01/01/2024 Rs.Mn	Income For the Year Rs.Mn	Expenditure For the year Rs.Mn	Closing Fund Balance As at 31/12/2024 Rs.Mn	Fixed Deposits As at 31/12/2024 Rs.Mn	Treasury Bills/Treasury Bonds/Etc As at 31/12/2024 Rs.Mn	Cash & cash equivalents As at 31/12/2024 Rs.Mn
27	Measurement Units, Standard & Service Fund	1,828.41	362.15	234.17	2,014.77	1,074.13	-	87.9
28	Companies Fund	8,902.23	1,350.92	203.85	10,011.50	-	4,347.30	156.87
29	National Intellectual Property Fund	1,468.10	264.37	74.51	1,658.21	-	1,568.38	1.67
30	Co-operative Development Fund	849.15	173.48	18.91	1,003.72	617.72	153.00	0.98
31	Lalith Athulathmudali Mahapola funds	19,141.56	3,259.50	1,704.30	21,431.57	5.27	19,570.19	5.74
32	Co-operative surplus Fund	3,312.79	358.95	30.84	3,640.90	2,585.00	179.39	0.98
33	Consumer protection fund	-	648.09	671.79	-	703.3	-	-
34	Prisoners Welfare Fund	5.7	2.76	1.47	6.99	-	-	-
35	National Fund for Persons with Disabilities	244.96	207.2	86.73	365.43	11.25	-	2.48
36	Rehabilitation of the Visually Handicapped Trust Fund	4.08	9.71	8.45	5.56	5.4	-	1.38
37	Welfare Social Security fund for elders	4,158.00	397.49	523.34	4,221.46	3,534.32	-	139.15
38	Police Rewards Fund	23,914.95	5,624.27	2,677.39	26,883.08	24,979.99	-	349.52
39	Central Cultural Fund (2023)	9,003.39	5,570.84	2,184.06	12,385.10	10,993.26	-	1,193.57
40	Buddha Sasana Fund	-	80.41	60.57	-	-	987.51	-
41	Hindu Cultural Fund	55.29	17.08	19.59	52.78	44.2	-	1.37
42	Film Corporation Trust Fund	10.22	10.03	11.93	11.57	5.4	11.32	-
43	Tower Hall Theater Foundation	148.2	133.11	230.92	168.33	168.33	-	-
44	National Sports Fund	290.83	290.87	188.4	393.29	-	19.86	4.85

No	Fund	Fund Balance As at 01/01/2024 Rs.Mn	Income For the Year Rs.Mn	Expenditure For the year Rs.Mn	Closing Fund Balance As at 31/12/2024 Rs.Mn	Fixed Deposits As at 31/12/2024 Rs.Mn	Treasury Bills/Treasury Bonds/Etc As at 31/12/2024 Rs.Mn	Cash & cash equivalents As at 31/12/2024 Rs.Mn
45	Sri Lanka Inventors Fund	12.84	3.78	-	12.84	-	-	-
46	Sri Lanka Sustainable Energy Fund	594.27	268.3	34.51	828.05	729.92	-	-
47	Sustainable Energy Guarantee Fund	152.47	27.66	-	180.14	147.46	-	-
48	Wildlife Conservation Fund	11,202.70	7,627.99	3,134.30	15,558.66	-	1,387.01	-
49	Forest Department Fund	268.22	55.21	41.31	281.9	258.22	4.52	-
50	Zoo Development and Welfare Fund	3,212.46	1,271.10	1,020.40	3,463.16	-	-	-
51	Coastal Protection Rewards Fund	2.88	2.56	2.56	-	-	-	-
52	President Fund	10,913.73	5,159.01	4,885.23	11,188.13	10,371.68	365.4	30.84
	Total	150,881.03	64,635.64	35,293.57	175,388.47	79,572.52	51,123.16	4,276.62

6.2 Funds recorded Significant Idle and Under -Utilized Balances

Table 03

No	Name of the Fund	Administering Ministry	Department	Fund Balance as at 31.12.2024 (Rs.Mn)
1	Police Rewards Fund	Ministry of Public Security and Parliamentary Affairs	Sri Lanka Police	26,883.08
2	Lalith Athulathmudali Mahapola funds	Ministry of Trade, Commerce, Food Security, Corporative Development	-	21,431.57
3	Custom Officers Management & Compensation Fund	Ministry of Finance, Planning and Economic Development	Sri Lanka Customs	15,842.88
4	Wildlife Conservation Fund	Ministry of Environment	Department of Wildlife Conservation	15,558.66
5	Workers Welfare Fund	Ministry of Foreign Affairs, Foreign Employment and Tourism	Sri Lanka Foreign Employment Bureau	14,576.47

No	Name of the Fund	Administering Ministry	Department	Fund Balance as at 31.12.2024 (Rs.Mn)
6	Policy Holders Protection Fund	Ministry of Finance, Planning and Economic Development	Insurance Board of Sri Lanka	13,128.04
7	Central Cultural Fund	Ministry of Buddhasasana, Religious and Cultural Affairs (2023)		12,385.10
8	President Fund	President Secretariat		11,188.13
9	Companies Fund	Ministry of Trade, Commerce, Food Security, Corporative Development	Department of the Registrar of Companies	10,011.50
10	Cess Fund of Securities & Exchange Commission of Sri Lanka	Ministry of Finance, Planning and Economic Development	Securities and Exchange commission of Sri Lanka	5,706.71
11	Welfare fund for elders	Ministry of Rural Development, Social Security, and Community Empowerment	National Secretariat for Elders	4,221.46
12	Co-operative surplus Fund	Ministry of Trade, Commerce, Food Security, Corporative Development	Department of Co - operative Development	3,640.90
13	Zoo Development and Welfare Fund	Ministry of Environment	Department of National Zoological Gardens	3,463.16
14	National Health Development Fund	Ministry of Health and Mass Media	-	2,282.00
15	Measurement Units, Standard & Service Fund	Ministry of Trade, Commerce, Food Security, Corporative Development	Department of Measurement Units, Standards and Services	2,014.77
16	Customs Officers' Reward Fund	Ministry of Finance, Planning and Economic Development	Sri Lanka Customs	1,887.00
17	National Intellectual Property Fund	Ministry of Trade, Commerce, Food Security, Corporative Development	National Intellectual Property Office of SL	1,658.21
18	Api Wenuwen Api Fund	Ministry of Defence	-	1,531.62
19	Overtime & Cargo Examination Fees and Customs Information and Communication	Ministry of Finance, Planning and Economic Development	Sri Lanka Customs	1,469.98

No	Name of the Fund	Administering Ministry	Department	Fund Balance as at 31.12.2024 (Rs.Mn)
	Technology Fund			
20	Post Office Security Fund	Ministry of Health and Mass Media	Postal Department	1,178.46
21	Co-operative Development Fund	Ministry of Trade, Commerce, Food Security, Corporative Development	Department of Co - operative Development	1,003.72
22	Sri Lanka Sustainable Energy Fund	Ministry of Energy	Sri Lanka Sustainable Energy Authority	828.05
23	National Defense Fund	Ministry of Defense	-	726.08
24	Tea Shakthi Fund	Ministry of Plantation	-	703.32
25	Agrarian Development Fund	Ministry of Agriculture, Livestock, Land and Irrigation	Ministry of Agriculture, Livestock, Land and Irrigation	550.19
26	Shrama Vasana Fund	Ministry of Labor	-	491.86
27	Excise Rewards Fund	Ministry of Finance, Planning and Economic Development	Department of Excise	425.16
28	National Sports Fund	Ministry of Youth Affairs and Sports		393.29
29	National Fund for Persons with Disabilities	Ministry of Rural Development, Social Security, and Community Empowerment	National Secretariat for Persons with Disabilities	365.43
30	Employee Fine Fund-Sri Lanka Ports Authority	Ministry of Transport, Highways, Ports and Civil Aviation	Sri Lanka Ports Authority	358.45
Total				175,905.25

The above table shows public funds with balances exceeding **Rs. 300 million** as at **31st December 2024**. A total of **30 funds** has been identified, collectively holding balances amounting to **Rs.175, 905.25 million**. The significant accumulation of balances in these funds highlights the need for systematic evaluation of their utilization efficiency and alignment with their intended objectives.

7 Governance and Accountability

7.1 Funds Compliance/ Non-compliance with financial reporting deadlines.

It has been reported that some of funds have failed to submit their financial reports to the Auditor General on time.

Table 04

No.	Name of the Fund	Last year for which accounts have been submitted to the Auditor General
01)	Api Wenuwen Api Fund	2024
02)	National Defense Fund	2024
03)	Policy Holders Protection Fund	Separate accounts have not been prepared for the fund
04)	Customs Officers' Reward Fund	2024
05)	Overtime & Cargo Examination Fees and Customs Information and Communication Technology Fund	2024
06)	Custom Officers Management & Compensation Fund	2024
07)	Excise Rewards Fund	2024
08)	Inland Revenue Incentive Fund	2024
09)	Cess Fund of Securities & Exchange Commission of Sri Lanka	2024
10)	UNESCO Scholarship Fund	Financial statements have not been submitted to Auditor General
11)	Workers Welfare Fund	Separate accounts have not been prepared for the fund.
12)	Tourism Development Fund	2024
13)	Agrarian Development Fund	2024
14)	Motor Traffic Rewards & Incentive Fund	2024
15)	Employee Fine Fund-Sri Lanka Ports Authority	Separate accounts have not been prepared for the fund.
16)	Reward Fund-Sri Lanka Ports Authority	Separate accounts have not been prepared for the fund.
17)	Fisheries Reward Fund	2024
18)	Shrama Vasana Fund	2024
19)	Thurusaviya Fund	2023
20)	Tea Shakthi Fund	2016
21)	Kapruka Fund	Separate accounts have not been prepared for the fund.
22)	Mill Development Fund	Separate accounts have not been prepared for the fund.
23)	National Health Development Fund	2024
24)	Post Office Security Fund	2024

No.	Name of the Fund	Last year for which accounts have been submitted to the Auditor General
25)	Local Loans and Development fund	2024
26)	Title Insurance Fund	2024
27)	Measurement Units, Standard & Service Fund	2024
28)	Companies Fund	2024
29)	National Intellectual Property Fund	2024
30)	Co-operative Development Fund	2024
31)	Lalith Athulathmudali Mahapola funds	2024
32)	Co-operative Surplus Fund	2024
33)	Consumer protection fund	Separate accounts have not been prepared for the fund.
34)	Prisoners Welfare Fund	2024
35)	National Fund For Persons with Disabilities	2023
36)	Rehabilitation of the Visually Handicapped Trust Fund	2024
37)	Welfare Social Security fund for elders	2024
38)	Police Rewards Fund	2024
39)	Central Cultural Fund	2019
40)	Buddha Sasana Fund	2021
41)	Hindu Cultural Fund	2024
42)	Film Corporation Trust Fund	2024
43)	Tower Hall Theater Foundation Fund	2024
44)	National Sports Fund	2024
45)	Sri Lanka Inventors Fund	Separate accounts have not been prepared for the fund.
46)	Sri Lanka Sustainable Energy Fund	Separate accounts have not been prepared for the fund.
47)	Sustainable Energy Guarantee Fund	Separate accounts have not been prepared for the fund.
48)	Wildlife Conservation Fund	2024
49)	Forest Department Fund	2024
50)	Zoo Development and Welfare Fund	2024
51)	Coastal Protection Rewards Fund	2024
52)	President Fund	2023

7.2 Audit Opinion on Financial Statements for year 2024.

Table 05

Fund No.	Name of the Fund	Audit Opinion
01)	Api Wenuwen Api Fund	Qualified Opinion
02)	National Defense Fund	Qualified Opinion
03)	Policy Holders Protection Fund	True and Fair opinion
04)	Customs Officers' Reward Fund	Qualified opinion
05)	Overtime & Cargo Examination Fees and Customs Information and Technology Communication Fund	Qualified Opinion
06)	Custom Officers' Management & Compensation Fund	Qualified Opinion
07)	Excise Rewards Fund	Qualified Opinion
08)	Inland Revenue Incentive Fund	True and Fair view
09)	Cess Fund of Securities & Exchange Commission of Sri Lanka	True and Fair view
10)	UNESCO Scholarship Fund	Financial statements have not been submitted to Auditor General
11)	Workers Welfare Fund	Separate accounts are not prepared instead the information is included in the institutional financial statements
12)	Tourism Development Fund	Qualified Opinion
13)	Agrarian Development Fund	Qualified Opinion
14)	Motor Traffic Rewards & Incentive Fund	Qualified Opinion
15)	Employee Fine Fund-Sri Lanka Ports Authority	Separate accounts have not been prepared for the fund.
16)	Reward Fund-Sri Lanka Ports Authority	Separate accounts have not been prepared for the fund.
17)	Fisheries Reward Fund	Qualified Opinion
18)	Shrama Vasana Fund	True and Fair View
19)	Thurusaviya Fund	Qualified Opinion-2023
20)	Tea Shakthi Fund	Disclaimer of Opinion- 2016
21)	Kapruka Fund	Separate accounts have not been prepared for the fund.
22)	Mill Development Fund	Separate accounts have not been prepared for the fund
23)	National Health Development Fund	Qualified Opinion
24)	Post Office Security Fund	Audited by Private Auditor
25)	Local Loans and Development fund	Qualified Opinion
26)	Title Insurance Fund	Qualified Opinion
27)	Measurement Units, Standard & Service Fund	Adverse Opinion
28)	Companies Fund	Qualified Opinion

Fund No.	Name of the Fund	Audit Opinion
29)	National Intellectual Property Fund	True and Fair View
30)	Co-operative Development Fund	Qualified Opinion
31)	Lalith Athulathmudali Mahapola funds	Qualified Opinion
32)	Co-operative surplus Fund	Disclaim of Opinion
33)	Consumer protection fund	Separate accounts have not been prepared for the fund
34)	Prisoners Welfare Fund	Qualified Opinion
35)	National Fund For Persons with Disabilities	Qualified Opinion
36)	Rehabilitation of the Visually Handicapped Trust Fund	Qualified Opinion
37)	Welfare Social Security fund for elders	Qualified Opinion
38)	Police Rewards Fund	Qualified Opinion
39)	Central Cultural Fund	Disclaimer of Opinion -2019
40)	Buddha Sasana Fund	Qualified Opinion -2021
41)	Hindu Cultural Fund	True and Fair view
42)	Film Corporation Trust Fund	Qualified Opinion- 2023
43)	Tower Hall Theater Foundation	Separate accounts are not prepared instead the information is included in the institutional financial statements
44)	National Sports Fund	Qualified Opinion-2024
45)	Sri Lanka Inventors Fund	Separate accounts are not prepared instead the information is included in the institutional financial statements
46)	Sri Lanka Sustainable Energy Fund	Separate accounts are not prepared instead the information is included in the institutional financial statements
47)	Sustainable Energy Guarantee Fund	Separate accounts have not been prepared for the fund.
48)	Wildlife Conservation Fund	Qualified Opinion
49)	Forest Department Fund	Qualified Opinion
50)	Zoo Development and Welfare Fund	Qualified Opinion
51)	Coastal Protection Rewards Fund	Disclaimer of Opinion
52)	President Fund	True and fair view-2023

8 Operational Performance

8.1 Key outcomes of funded projects/ programs

Table 06

No.	Name of the Fund	Actions taken to achieve the main functions of the Fund and Expenditure incurred	Beneficiaries who received services during the year	Sector Contribution
01)	Api Wenuwen Api Fund	Providing financial assistance to meet the housing needs of officers of Police and Tri-forces Rs.280,547,094.00 (93 % of total cost)	287 Officers	Provide donation to members of the armed services for constructing or purchasing homes.
02)	National Defense Fund	Providing financial assistance to meet the housing needs and of officers of Police and Tri-forces and awarding scholarships for their children. Rs.140,757,308.00 (93.81% of total cost)	145 officers of the Tri-forces and police who were disabled and killed in action and pension 97 Students	The Meth Sewana Semi-housing Project implemented by national defense fund provides funds for built semi- houses for soldiers, thereby ensuring the safety of families and enhancing their morale. Contributing for further education of children of soldiers (Virusu Pradeepa grade 5 scholarship program)
03)	Policy Holders Protection Fund	Rs.706.12 Mn	General protection of policy holders	Contributions to policy goals
04)	Customs Officers' Reward Fund	Payments of rewards to customs officers =Rs.5,815,460,419.00 Payments of rewards to information providers =Rs.1,573,186,889.00	Customs officers Information Providers	To generate customs revenue

No.	Name of the Fund	Actions taken to achieve the main functions of the Fund and Expenditure incurred	Beneficiaries who received services during the year	Sector Contribution
		<p>Payments of reward to other parties= Rs.423,158,571.00</p> <p>Payment by reserve funds=Rs.572,482,941.0</p> <p>Payment by fuel fund= Rs.3,568.00</p> <p>Payment by the Drug fund Rs.122,949,021.00</p> <p>2.5% payments by reward fund Rs.1,784.00</p>	<p>Police and Military Officers</p> <p>Customs officers</p> <p>Customs officers</p> <p>Customs officers</p> <p>Customs officers</p>	
05)	Overtime & Cargo Examination Fees and Customs Information and Technology Communication Fund	<p>Payment of Custom OT= Rs.988.32 Mn</p> <p>Payment of Cargo examination fees= Rs.115.12Mn</p>	All employees work at Custom Department	Contributing to international trade facilitation

No.	Name of the Fund	Actions taken to achieve the main functions of the Fund and Expenditure incurred	Beneficiaries who received services during the year	Sector Contribution
06)	Custom Officers Management & Compensation Fund	<p>Foreign Training Rs.36,485,877.00</p> <p>Post Graduate Training Rs.19,350,000.00</p> <p>Local Training Rs.2,181,751.00</p> <p>Other Expenses Rs.736,026.00</p> <p>Training workshop Rs.280,099.00</p> <p>World customs day celebration expense Rs.2,662,472.00</p>	<p>254 officers</p> <p>49 officers</p> <p>Customs officers</p> <p>Customs officers</p>	To generate customs revenue
07)	Excise Rewards Fund	Rs.36,860,836.00 Payment of rewards	Excise officers and informers	Increase the efficiency and productivity of the officers of the Excise Department Encourage the informers
08)	Inland Revenue Incentive Fund	Rs.1,000,424,420.25 Payment of incentive allowances and welfare expenses	Any class or category of officers of department of Inland Revenue	Promote and enhance the welfare of officers
09)	Cess Fund of Securities & Exchange Commission of Sri Lanka	Rs.663,875,611.00 (Expenditure on the major objectives)	Security market/ capital market	Developing the security market
10)	UNESCO Scholarship Fund	Award of Scholarships Rs.52,000	Disabled and displaced children	Advancement of education of disabled and displaced children

No.	Name of the Fund	Actions taken to achieve the main functions of the Fund and Expenditure incurred	Beneficiaries who received services during the year	Sector Contribution
11)	Workers Welfare Fund	Rs.1,311,766,003	Total expenditure incurred on welfare programs and pre-migration training for the family members of migrant workers who were employed overseas and have returned to Sri Lanka.	Contribution to: Education Industries Health Insurance Foreign Affairs Bank and financial
12)	Tourism Development Fund	Rs.14,169,625	Tourists Tourists Guides Hotel Industry	To promote and develop Tourism Industry in internationally and nationally.
13)	Agrarian Development Fund	Rs.41.99Mn (96% of total expenditure)	Agrarian Service Centres, Relevant officials	Enhancement of the under-facilitated Agrarian Service Centres, Development of Agricultural related tasks
14)	Motor Traffic Rewards & Incentive Fund	Rs.150.09Mn (94% of total expenditure)	Enforcement officers and informants.	Strengthening Enforcement and compliance.
15)	Employee Fine Fund	Rs.1Mn Employee welfare and institutional integrity.	Sri Lanka Ports Authority Employees	Social Protection welfare benefit.
16)	Reward Fund	Employee welfare	Sri Lanka Ports Authority Employees	Social Protection welfare benefit.
17)	Fisheries Reward Fund	No substantiate evidence that rewards may act as a deterrent to illegal fishing. Rs.0.43Mn (100% of total expenditure.	Officers & Informers 8.8Mn not disbursed among them.	-

No.	Name of the Fund	Actions taken to achieve the main functions of the Fund and Expenditure incurred	Beneficiaries who received services during the year	Sector Contribution
18)	Shrama Vasana Fund	Rs.75.62Mn	31,132 people	Labor Sector
19)	Thurusaviya Fund	The fund has been decided to the processing of restructuring.	-	-
20)	Tea Shakthi Fund	Rs.3,605,000.00 (6.62% of total cost)	Small tea estate owners 101	Agricultural Sector
21)	Kapruka Fund	Rs.18.788Mn	Development of 121 coconut-based industries, Development of 455 Kapruka Societies and 550 Coconut Landowners	Rural Economy Sector
22)	Mill Development Fund	No expenses was incurred.	-	-
23)	National Health Development Fund	Rs.235,512,852.03 (94.07% of total cost)	All Sri Lankan People	Health Sector
24)	Post Office Security Fund	Rs.19,872,411.35 (96.76% of the total cost) Payment for members of the fund	Officers of the department of postal and registered agencies (Number of total beneficiaries 30,211)	Postal sector
25)	Local Loans and Development fund	Rs.350,142,371.00 Issue loan for local government authorities	Municipal Councils Urban Councils Pradeshiya-saba	-
26)	Title Insurance Fund	No claims for damages have been made yet	The parties who have suffered	-

No.	Name of the Fund	Actions taken to achieve the main functions of the Fund and Expenditure incurred	Beneficiaries who received services during the year	Sector Contribution
		based on a court order. (0% of total cost)	and losses or damages who have been aggrieved, in accordance with laws, regulation and provision of act and the extraordinary Gazette, are ordered by the Court to pay compensation. Number of beneficiaries served during the year - No claims for compensation have been made so far based on a court order	
27)	Measurement Units, Standard & Service Fund	Rs.146,821,568.13 (100% of total cost)	The entire community	Contribution to Trade, Industry, Engineering, Agriculture, Environmental Protection, Health Care, Public Safety sectors
28)	Companies Fund	Rs.182,470,065.17 (100% of total cost)	All persons engaged with company incorporation and providing related services	Trade and commerce sector

No.	Name of the Fund	Actions taken to achieve the main functions of the Fund and Expenditure incurred	Beneficiaries who received services during the year	Sector Contribution
29)	National Intellectual Property Fund	Rs.74,514,119.00 (100% of total cost)	All designers, inventors and the business community of the Country Number of Beneficiaries Trademarks - 7239 Patents - 187 Industrial Designs - 80 Agents – 39	Commercial sector 97%- Trademarks and industrial designs Technological sector - 2% - Patents
30)	Co-operative Development Fund	Rs.7,422,207.00 (100% of total cost)	Departmental officers & staff, Co-operative Society members & officers	-
31)	Lalith Athulathmudali Mahapola funds	රු.1,645,429,857/- (96.50% of total cost)	Mahapola-Scholarship Recipients (63,000 university students and 7,255 students from other institutions and technical colleges)	Creating equal opportunities by providing scholarships to underprivileged youth to pursue higher education and by improving facilities for higher education
32)	Co-operative surplus Fund	Rs.91,149.58 (100% of total cost)	Co-operative Society	-
33)	Consumer protection fund	Rs.39,488,000.00 (5.87% of total cost)	The entire business community & all consumers.	-

No.	Name of the Fund	Actions taken to achieve the main functions of the Fund and Expenditure incurred	Beneficiaries who received services during the year	Sector Contribution
34)	Prisoners Welfare Fund	Rs.1,470,480.00 for Rehabilitation inmates.	Welfare of Inmates	-
35)	National Fund for Persons with Disabilities	Rs.86.14Mn (99.32% of total expenditure)	Except housing & sanitary facilities, other subsidies cover only less than 50%.	Protection of rights of person with disabilities.
36)	Rehabilitation of the Visually Handicapped Trust Fund	Rs.7.41Mn (88.2% of total expenditure)	Audit observes managerial inefficiencies on benefit delivery.	Provide welfare for visually handicapped personal.
37)	Welfare Social Security fund for elders	Rs.522Mn (99.8% of total expenditure)	Elder Community	Provide welfare for elders.
38)	Police Rewards Fund	Rs.1,494,057,326.66 (100% of total cost)	Uniformed staff in all divisions	-
39)	Central Cultural Fund	Rs122,214,486.00	Religious Places and Cultural Places	Preservation of religious and Cultural Places
40)	Buddha Sasana Fund	Rs.58,624,864.00	Monks and Temples	To provide proper facilities to monks and Dasasil nuns and implement appropriate programs for the development of temples to protect and nurture the Buddha Sasana.

No.	Name of the Fund	Actions taken to achieve the main functions of the Fund and Expenditure incurred	Beneficiaries who received services during the year	Sector Contribution
41)	Hindu Cultural Fund	Rs.19,022,201.00 (97%% of total cost)	Hindu Temples & Institutions, Hindu Aranery School teachers and students, Hindu handicapped and Hindu Priests and Hindu Artists and Hindu public	Religion and Education
42)	Film Corporation Trust Fund	Rs.11,668,445.00	Film artistes and technicians or for their dependents	Film Industry
43)	Tower Hall Theater Foundation	Rs.22,637,132.00	Sri Lankan Theater Artists And Technician and Producers	Theater Industry
44)	National Sports Fund (2023)	Rs.188,401,225.00 (100% of total cost)	Athletes and coaches - 150	Providing financial facilities for air tickets, meals and entry visas for participating athletes and coaches to local competitions and overseas competitions, Providing sports equipment for sports projects and athletes
45)	Sri Lanka Inventors Fund	-	New Inventors	To encourage inventors
46)	Sri Lanka Sustainable Energy Fund	Rs.34,509,826.00	Investors in renewable energy sector	Renewable energy sector
47)	Sustainable Energy Guarantee Fund	-	Investors in renewable energy sector	Renewable energy sector
48)	Wildlife Conservation Fund	Increasing public awareness and interest	Visitors about 1.8 Million	Wildlife Conservation

No.	Name of the Fund	Actions taken to achieve the main functions of the Fund and Expenditure incurred	Beneficiaries who received services during the year	Sector Contribution
		<p>in the conservation of wild animals.</p> <p>Maintaining protected areas for the protection of wildlife,</p> <p>Awarding incentives to officers and members of the public who have demonstrated excellence in the performance of their duties.</p> <p>Rs.3,134,298,844.00 (100% of total cost)</p>	<p>Staff 5,237 Wildlife Villagers in around the protected area</p>	
49)	Forest Department Fund	<p>Payment of incentives to officers Rs.9,367,763 (22.68% of Total Cost)</p> <p>Providing relief/ assistance to the dependents of forest officers. Rs.10294805 (24.92% of Total Cost)</p> <p>Providing facilities for conducting forest crime raids Rs.14542654 (35.21% of Total Cost)</p>	Officers	Forest Conservation
		<p>Capacity development of officers</p> <p>Rs.3223720 (7.8% of Total Cost)</p>	Officers 5593	Forest Conservation
		<p>Engaging officers or other stakeholders to contribute to forest conservation activities</p> <p>Rs.3876057 (9.38% of Total Cost)</p>	Awards 1538	Forest Conservation

No.	Name of the Fund	Actions taken to achieve the main functions of the Fund and Expenditure incurred	Beneficiaries who received services during the year	Sector Contribution
50)	Zoo Development and Welfare Fund	Provision of services to visitors to the zoological garden-Rs.358, 264,158 (26.3%)	Visitors 2,185,231	Promotion of the tourism industry
		Implementation of welfare and incentive schemes for employees of the zoological garden Rs.53, 910,802 (3.9%)	Employees 662	
		Carrying out other functions stipulated in the Act Rs.953, 960, 386 (69.8%)	Employees 662 Animals 5,189	
51)	Coastal Protection Rewards Fund	Rs.2,308,461.00 (100% of total cost)	Police officers-110 Coastal Conservation Officers- 24	-
52)	President Fund	Rs.4,811,766,099.00	Under Graduates School Children People who need health assistance	-

9 Observations

Based on the above information, the following observations are made. This report includes only the information on statutory funds that has been reported to the Treasury by Ministries, Departments, and other institutions under their purview.

1. A significant accumulation of idle balances exists across several statutory funds, reflecting the absence of a coordinated policy framework for optimal fund utilization.
2. Several funds have been established under specific Acts that limit flexibility in fund utilization. In some cases, the governing legislation requires the crediting of the entirety or an excessive share of revenue to the fund, beyond the level actually required for its intended objectives.

3. It was observed that, although revenues earned have been credited to certain funds, the generation of such revenues has involved the utilization of personnel whose salaries are paid from the Consolidated Fund, as well as assets acquired using resources from the Consolidated Fund.

4. It was further observed that activities carried out under Treasury budgetary provisions by various Ministries, Departments, and other Institutions are also being undertaken through certain funds.

5. Delays have been observed in the submission of financial statements to the Auditor General and in the tabling of annual reports before Parliament, indicating weaknesses in financial reporting and governance.

6. In many funds, due to certain operational issues, the Auditor General has issued a qualified or adverse opinion/ disclaimer of opinion on the financial statements.

7. The absence of clear mechanisms for rationalizing or winding up underperforming or redundant funds has resulted in the continued operation of funds with limited relevance or overlapping functions.

10. Recommendation

To address these issues, it is recommended to establish Funds Review Committee, comprising relevant Deputy Secretaries to the Treasury and the Director Generals of the relevant Treasury Departments, to review all reported statutory funds individually and to make recommendations aimed at enhancing the efficiency, transparency, and accountability of statutory fund management.

A.N. Hapugala

Secretary to the Treasury (Acting)

23 December 2025

A.N. Hapugala
Deputy Secretary to the Treasury
Ministry of Finance