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செயலாற்று அறிக்கை
Performance Report

2017

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கூட்டுறவு அபிவிருத்தித் திணைக்களம் - இலங்கை
Department of Co-operative Development - Sri Lanka

PREFACE

The Department of Cooperative Development which is an institute comes under the Central Government that plays a significant role by fulfilling human needs from cradle to grave recognizing the consumer needs properly, delivered its service in 2017 in a remarkable way. I am much pleased to present the Performance Report of the Department of Cooperative Development (Line) compiled for the year 2017.

Mission of the Department of Cooperative Development is to give assistance to a broader context to build up good governance in cooperative institutes by making structure to develop Cooperative Movement as a Public Enterprise.

This Performance Report is presented in 03 short chapters and it consists of data and information of 2017 obtains from the service of the Department of Cooperative Development. First Chapter of this report gives information on the functions, internal administration and human resources of the department while second chapter explains the development activities and projects implemented by department and third chapter presents explanations of the cooperative societies and associations functioning under the supervision and auditing of the Department.

Data and information on the nature and form of the Department of Cooperative Department could be understood by studying this report. The immense efforts, commitment and guidance made by the Hon. Minister and the contribution, guidance and supervision made by the Secretary to the Ministry are an invaluable support to build up the Cooperative system. I wish to extend my gratitude to all who contributed for the success of the Department of Cooperative Development (Line) in 2017 through its upliftment and I wish to extend my sincere thanks to the all staff including the staff officers who assisted to deliver the service of this department facing the challenges and obstacles came on its way.

S.L. Nazeer

Co-operative Development Commissioner and
Registrar of Co-operative Societies

Vision

Co-operative as a public enterprise
for sustainable development,

Mission

Wider intervention to build good
governance in co-operative
organization by encouraging and
developing the co-operative
organization as a public enterprise
in Sri Lanka

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CHAPTER 01

Department of Cooperative Development

The Department of Cooperative Development (line) which is a Central Government institution encouraging and developing of cooperative organizations that plays a significant role by fulfilling human needs from cradle to grave recognizing the consumer needs properly, delivered its service in a remarkable way. Since its inception on 1st October 1930 under the name of department of cooperative and later in the year 1945 it was change the name as department of cooperative development. The cooperative development department which is now situated at no 330 union place, Colombo 02 under the ministry of industries and commerce during the year. Further it is capable to performing a wider role for good governance In the cooperative organization leading towards sustainable development.

01. 1 Functions of the Department of Cooperative Development

- ❖ Registration of the inter provincial and all island cooperative societies federations and tertiary level cooperative institutions.
- ❖ To perform the statutory Functions and the development related activities of registration of cooperative societies /federations and tertiary level cooperative institutions.
- ❖ Steering the activities of the co operative Movement within the national policy by coordinating the provincial department of cooperative Development.
- ❖ Giving assistance to National cooperative Development processes.
- ❖ To provide the constructive contribution through the cooperative movement for implementation of sate developmental programms

Statutory Functions

- ❖ Registration,of cooperative societies and federations.
- ❖ Amalgamation ,separation of cooperative societies and federations.
- ❖ Membership related activities.
- ❖ Granting approval for new bylaws and bylaw Amendments.
- ❖ Supervision of the election related activities.
- ❖ Called to assemble the general body meeting and board of directors meeting and determination of the legitimerce staus.
- ❖ Dissolution of Registration cooperative societies and federations.
- ❖ Arbitration activities and empowerment of arbitration awards though the court proceedings.
- ❖ Conduct Annual Audit and investigation activities regarding the cooperative societies and federations

Management Activities

- ❖ Appoint the regional board members and the board of directors
- ❖ Supervisions/ monitoring on the Accounting related activities
- ❖ Audit /Auditing related activities
- ❖ To conduct the normal / special investigation According to the cooperative Act
- ❖ To provide advices on the managerial, educational activities

Co-ordinating activities

- ❖ Coordination activities between ministry of industries and commerce and other government organization
- ❖ Provide support to the ministry of industries and commerce regarding Coordinate between provincial cooperative ministers, secretaries of cooperative ministries and commissioners of cooperative development departments
- ❖ Coordination between international cooperative alliance and other international cooperative institutions
- ❖ Coordination with the central bank of Sri Lanka in respect of cooperatives rural bank and financial service cooperative institutions
- ❖ Coordination with the central bank of Sri Lanka and department of census and statistics in respect of statistics on cooperative institutions
- ❖ Coordination in between the Ministry of Agriculture and cooperative institution during the paddy purchase, and fertilizer distribution Programms
- ❖ Coordination in between the cooperative institutions

Development activities

- ❖ Perform national and provincial level Development activities In accordance with the annual budget provisions.
- ❖ Fulfilling the relevant activities required to ensure the good governance the cooperative societies
- ❖ Provide Developmental consultancy services for cooperative societies and federations
- ❖ Monitoring of financial and operational activities of the cooperative societies and federations
- ❖ To Implement development projects
- ❖ To provide grant and support to developments programme
- ❖ To provide guidance and coordination to the development programme
- ❖ To development the human resource in the cooperative sector and the department
- ❖ Welfare activities of employees /officers

Control of funds

- ❖ Management of control of the cooperative fund and surplus fund operated under the department
- ❖ Obtaining / collecting the contributions relevant to the said funds
- ❖ To conducted the development Projects in cooperative societies and conducted training programmers by the fund
- ❖ Granting of loans and Recovery of loans
- ❖ Invest the fund in a productive manner

Internal Administrative and Management Activities

- ❖ General administrative of the department
- ❖ Human Resources Management of the department
- ❖ Improve the performance of the department
- ❖ Assets Management of the department

01. 2 Structure of the Department of Cooperative Development

Department activities has been implemented under nine divisions during the year 2017

1. Administrative Division
2. Finance Division
3. Development Division
4. Audit Division
5. Legal Division
6. Trust fund Division
7. Rural bank regulation Division
8. Project Division
9. Information Technology Division
10. Operational Division

01. 3

General Administration of Cooperative Development Department

During the period of under review, Significant changes of administrative structure of our department made are as follows.

At the beginning of the year Mr. S.L Naseer appointed as new commissioner of cooperative development and registrar of cooperative society. the above vacancy in department of cooperative development filled in a permeant basis After June 2014. This was infused the young energetic force to cooperative sector and a good leadership for way forward in the future as well. Further skilled and experience manpower problem was severely affect activity of the department this will affect the 'way Forward 2020' future goal for the Sri Lankan cooperative sector. So to achieve the above aim and empower the cooperative sector our department recruit the 14 officers in the month of November. Important long standing requirements of the department such as legal officer and information communication assistant positions 5 were crated and approved . Further vacancy prevailing in the department was translator position here the approval was grand to recruit as a contract basic, in addition to that approval was grand by commissioner general of the public service commission, to recruit derivers and office assistants position.

one officer public management assistant service 111, several office assistants were joint the work force of the department. At the same time cooperative development officers, several public service assistants, derivers and office assistants got the out ward transfer and leave the department as well

01. 3.1 Approved Cadre and Vacancies

The details of the approved cadre and vacancies of the department as at 31.12.2017

Serial No		Services/ Posts	Present Approved Cadre	No. of Employees in the Service on 31.12.2016	No. of Vacancies
01	Senior Level	Commissioner of the cooperative development and the registrar of the cooperative societies (SLAS I)	01	01	01
02		Deputy/Assistant Commissioner of cooperative development (SLAS II/III)	04	00	04
03		Accountant (SI.ACC.S.II/III)	01	01	00
04		Deputy/Assistant Commissioner of Cooperative development (Department)	03	03	02
05		Legal Officer (Department II, III)	01	00	01
06		Assistant Director - Information Technology (Sri Lanka Information and communication Technology service grade II, III)	01	00	01
		Sub Total	11	05	06
07	Tertiary Level	Administrative Officer	01	01	00
08		Co-operative Development Officer Supra Grade	05	03	02
09		Translator	01	00	01
10		Information and communication Technology officer (Sri Lanka Information and communication Technology service 2 Grade II, III)	02	00	02
		Sub Total	09	04	05
11	Secondary Level	Cooperative Promotions and Investigation Assistant	} 62	08 } 45	17
12		Cooperative Development Officer			
13		Development Officer	15	23	**
14		Information and communication Technology Assitant (Sri Lanka Information and communication Technology service 3 Grade II, III)	05	00	05
15		Public Management Assistant Services	28	23	05
		Sub Total	110	88	30
16	Primary Level	Driver Services	05	04	01
17		Office Assistant Services	15	11	04
		Sub Total	20	15	05
		Total	150	112	46

* 2 cooperative development officers (grade 1) were appointed for the post of supra level cooperative development officers to cover the duty of that post during the year 2017.

* Cooperative Promotions and Investigation Assistant post were absob into development officer so the number of development officers are suplus compare to approve carde of the development officer.

01. 3.2 New appointment

	Name	Designation	Date of Appointment
1	Ms. R.S.S. Ratnayakge	Cooperative Development Officer III	2017.11.07
2	Ms. K.A.N. Saminthani	Cooperative Development Officer III	2017.11.07
3	Mr. A.N. Ranjan	Cooperative Development Officer III	2017.11.07
4	Ms. R.P.N.P. Karunasena	Cooperative Development Officer III	2017.11.07
5	Mr. K.B. Marasinghe	Cooperative Development Officer III	2017.11.07
6	Ms. R.M.P. Hansani	Cooperative Development Officer III	2017.11.07
7	Ms. W.M.L. Weerasuriya	Cooperative Development Officer III	2017.11.07
8	Mr. M.B.A.S. Bandara	Cooperative Development Officer III	2017.11.07
9	Mr. M.H.M. Asharutheen	Cooperative Development Officer III	2017.11.07
10	Mr. R.M.K.C. Vejyaratna	Cooperative Development Officer III	2017.11.07
11	Mr. D.M.P. Abayratna	Cooperative Development Officer III	2017.11.07
12	Mr. K. Narash	Cooperative Development Officer III	2017.11.07
13	Ms. K.A.M.P. Kiriya	Cooperative Development Officer III	2017.11.07
14	Mr. K.W.N.U. Kulathunhge	Cooperative Development Officer III	2017.11.07
15	Ms. U.D.A. Yashangani	Public Management Assistant Services III	2017.01.16
16	Ms. A.D.K.S. Thahanayakge	Office Assistant Services III	2017.04.03
17	Mr. M.M. Shebaran	Office Assistant Services III	2017.04.03
18	Mr. A.H. Askeen	Office Assistant Services III	2017.04.03
19	Mr. A.H.S. Rakuman	Office Assistant Services III	2017.04.03
20	Mr. S.M. Shakeer	Office Assistant Services III	2017.04.03
21	Mr. Saibudeen Abdul Farasath	Office Assistant Services III	2017.04.03

01. 3.3 Employees inward Transfer

No	Name	Designation	Effective date of transfer
1	Ms. N. HImali Paliyaguruhge	Cooperative Development Officer I	2017.05.09
2	Ms. J.M.M.S. Bandaramanikge	Cooperative Development Officer I	2017.06.01
3	Mr. B.MA. Mohan de Silva	Cooperative Development Officer I	2017.08.24
4	Mr. P.G.S. Hamashanra	Public Management Assistant Services I	2017.01.02
5	Mr. W.M.P.S. Vejayasekara	Public Management Assistant Services I	2017.01.23
6	Mr. E.H.D. Ananthisiri	Office Assistant Services I	2017.01.03
7	Mr. R.A.D. AthulaHamanth	Office Assistant Services I	2017.03.01

01. 3.4 Retirement of the staff

No	Name	Designation	Effective date Retirement
01	Mr.H.D.Pramersuriya	Office Assistant `s Services I	2017.10.16

01. 3.5 Employees out ward Transfer

No	Name	Designation	Effective date of transfer
1	Mr. K.K.C. Prasath	Cooperative Promotions and Investigation Assistant	2017.07.21
2	Ms. Diana Kumari	Cooperative Promotions and Investigation Assistant	2017.08.02
3	Ms. A.S.G. Sajeevani	Cooperative Development Officer III	2017.09.07
4	Ms. F.S. Kicil	Public Management Assistant Services III	2017.01.23
5	Ms. M.M. Perea	Public Management Assistant Services I	2017.02.02
6	Ms. M. Mauri	Public Management Assistant Services III	2017.06.05
7	Mr. D.M.G.S. Vejayasekara	Public Management Assistant Services I	2017.10.02
8	Mr. G.H.R.D. Thennakoon	Office assistant Services III	2017.01.02
9	Mr. E.H.D. Ananthisiri	Office assistant Services I	2017.03.01
10	Mr. H.R.J.S. Suriyabandara	Office assistant Services III	2017.04.17

01. 4 Training and Development of the staff**01. 4.1 Local Training**

Member of the staff have participated in the local awareness and training Programm in 2017 as mentioned below

	Training programme	Institute	Duration	Name of the participants
1	Training program regarding fundamentals of situational management	National Productivity Secretariat	2017.02.28	Ms. Y.D. Diana kumara (Cooperative Promotions and Investigation Assistant) Mr. E.N. Badagama (Public Management Assistant Services)
2	Training program regarding to the disciplinary procedures in the public sector	Melotha institution	2017.03.23/24	Ms. M.R.B.K.N. Nanthasena (Cooperative Promotions and Investigation Assistant)
3	Training program regarding procurement of information technology equipment's and assessment	Skills development fund Ltd	2017.04.24/25	Mr. K.A.N Ratnayakge (Public Management Assistant Services)
4	Public procurement procedures	Skills development fund Ltd	2017.07.28/29	Mr. R.A.R.R. Kumara (Public Management Assistant Services)
5	Fundamentals of the storage facility	Training institute of Construction equipment	05 Thuredays From 2017 september 07	Ms. D.M.A.L. Dissanayakge (Public Management Assistant Services)
6	Computation and payment of civil pensions	Skills development fund Ltd	2017.10.02/03	Ms. K.M. Minoli (Public Management Assistant Services) Ms. A.N. Kimbiyahatti (Public Management Assistant Services)
7	Bid document and Tender procedures	Melotha institution	2017.10.11 /12/13	Mr. K.A.N. Ratnayakge (Public Management Assistant Services)
8	Advance Ms Excel Training for junior officers	Melotha institution	2017.10.30/31	Mr. E.N. Badagama (Public Management Assistant Services)
9	Annual stock taking and disposal of the used goods	District secretariat office	2017.11.09	Mr. E.N. Badagama (Public Management Assistant Services)
10	Information Season on foreign training programmes	Department of foreign resources	2017.11.16	Ms. Lalith Basnayakge (Administrative officer) Ms. A.N. Kimbiyahatti (Public Management Assistant Services)

01. 4.2 Overseas Training

Member of the staff have participated in the Overseas Education and training courses in 2017 as mentioned below

No	Training Programm	Duration	Host Country	Name of participants and designation
1	8 th CEOS and regulators workshop road map to credit union network integration	2017.03.06 to 2017.03.10	Korea	Mr. G.G. Dayasumerna Assitant commissioner development
2	10 th Asia - pacific co-operative Minister's conference consultation on Autonomy and Independence of co-operatives	2017.04.18 to 2017.04.21 2017.09.14 to 2017.09.16	Vietnam India (Hyderabad)	Mr. S.L. Naseer Commissioner of Cooperative development and registara of cooperative societies
3	International Programme on Agri value chain Financing	2017.05.22 to 2017.05.26	India (Pune)	Mr. W.M.S.S. Fernando (Cooperative development officer) Ms. N.S. Suthasinghe (Cooperative development officer) Ms. B.R. Tharangani (Cooperative development officer)
4	International Programme on Women's development through Micro Finance	2017.08.28 to 2017.08.31	India (Pune)	Mr. A.I.A. Athikari (Cooperative development officer) Ms. A.C.B. Jayanga (Cooperative development officer)
5	International Programme on management of Rural Financing Institutions and co-operative for rural development	22017.09.18 to 2017.09.22	India (Hyderabad)	Ms. H.M.P.M. Ruparathna (Development officer) Mr.G.R.R. Pathiraghe (Cooperative development officer) Mr. D.M.S.C.B. Dasanayakge (Cooperative development officer)
6	Study of social co-operative International school consultation on Autonomy & Independence of co-operatives	2017.09.14 to 2017.09.16	Italy	Mr. S.L. Naseer Commissioner of Cooperative development and registara of Cooperative societies
		2017.10.17 to 2017.10.28	India	Mr. E.M.N.R. Bandara (Accountant)
7	International Programme on Agricultural and rural development through co-operative business model	2017.11.01 to 2017.11.04	India (Haryana)	Mr. G.P.D.P. Ganegoda (Development officer) Ms. D.A.L. Gunarathna (Cooperative development officer) Mr. H.M.G.P. Hareth (Cooperative development officer)
8	Identify the investment opportunities	2017.11.11 to 2017.11.15	Dubai	Mr. Mohan De Silva (Cooperative development officer)
9	International Programme on Dairy development through co-operative business model	2017.12.05 to 2017.12.08	India (Gujarat)	Mr. K.A.D.P.L. Khanthwala (Cooperative development officer) Ms. M.D.P. Thamali (Cooperative development officer)
10	International Programme on Application of Information Technology for development of agricultural co-operatives for rural financing Institutions	2017.12.18 to 2017.12.22	India (Pune)	Ms. N.H. Palliyakuruhge (Cooperative development officer) Ms. J.H.M.S. Bandara. (Cooperative development officer)

01. 4.3 Training Programmes conducted with the support of the people's Bank fund

No	Date	Training programm	Type of participants
01	2017.01.19 and 20	Awareness Training Program for Institutional and other financial cooperative society's board members on cooperative movement and leadership qualities and decision making	Society officers and officers who in charge on behalf of the department of cooperative development
02	2017.01.26 and 27	Awareness and Training Program on Attitude development for department officers	All field officers of the department of cooperative development
03	2017.02.08	Awareness and Training Program on Productivity concepts	All field officers of the department of cooperative development
04	2017.02.14	Awareness Training Program on cooperative sector employees salary circular	All field officers of the department of cooperative development
05	2017.02.16	Training Program regarding the preparation of statistics report	Officers of Provincial and line department of cooperative development
06	2017.02.16	Training Program regarding the preparation of annual financial statements for cooperative federation	Cooperative federation officers
07	2017.02.17 and 18	Training Program on Preliminary inquiries, arbitration for disputes and surcharge proceedings	field officers of the department
08	2017.04.25	Training Program on human behavior pattern in the cooperative movement	All field officers of the department of cooperative development and cooperative society/federation Chairmen, General Managers and Accountants
09	2017.05.06	Training Program on duty regarding the court proceedings	field officers of the department
10	2017.05.22 and 23	Training Program on updating the mannar district cooperative societies and Awareness program for board members on responsibilities, duties and management decision making of leaders	Officers of department of cooperative development and Board of Directors of cooperative society / federation
11	2017.08.12	Training Program on evaluation of cooperative performance	Society officers and officers who in charge on behalf of the department of cooperative development
12	2017.08.25 and 26	Training Program regarding the preparation of strategic plan	Officers of department of cooperative development and leaders of the cooperative Establishment
13	2017.09.23	Training Program for board members cooperative federation	Society's officers and Field officers of the department of cooperative development
14	2017.10.13	Training Program for board members, representatives of the general body and employees of Samurth development and agriculture research officers thrift and credit cooperative society ltd	Board of directors of the Societies and officers who in charge on behalf of the department of cooperative development
15	2017.11.09	Training Program for newly recruited officers of department of cooperative development	Cooperative development officers
16	2017.12.09 and 10	Workshop Program for develop the cordial relationship	All field officers of the department of cooperative development

CHAPTER 02

Development Activities

02. 1 Registration of cooperative societies during the year 2017

Following Cooperative Societies were Registered during the year 2017

	Name of the society;	Registration No	Date of Registration
01	Sri Lanka Flower Plant Growers Cooperative Society Ltd	coop. 52	2017.05.31
02	Audit and Managerial Service Providers Cooperative Society Ltd	coop. 53	2017.08.24
03	Sri lanka Green Cooperative Society Ltd	coop. 54	2017.11.17
04	National Environment Protectors Cooperative Society Ltd	coop. 55	2017.11.17

02. 2 Bylaw amendment of cooperative society /federation

	Name of the Society/Federation
01	Department of Inland of Revenue Employees Thrift & credit cooperative society ltd
02	CTB Employees Thrift & credit cooperative societies Ltd
03	Health Department employees Thrift & credit cooperative societies Ltd
04	Sri Lanka surveyor dept .Surveyor Assistants' Thrift & credit cooperative societies Ltd
05	Sri Lanka Health services Employees development cooperative societies Ltd
06	Railway Station Masters and clerks Thrift & credit cooperative societies Ltd
07	People's Bank Employees Thrift & credit cooperative societies Ltd
08	Educational Employees Thrift & credit cooperative societies Ltd
09	Sri Lanka National Federations of Fisheries Co-operative Societies Ltd

02. 3 Election conduct/held in the cooperative society or federation

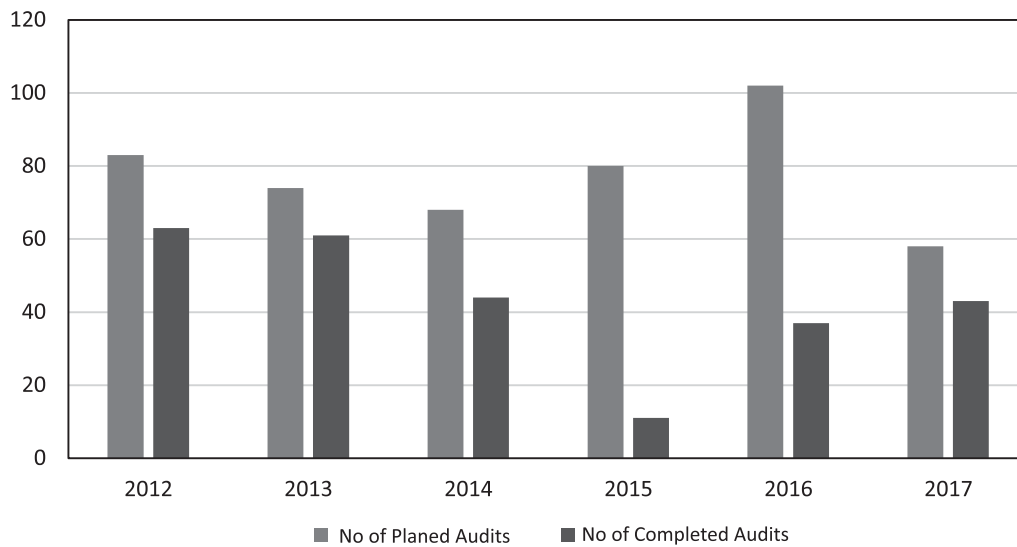
	Name of the Society/Federation	Date of Election held
01	Sri Lanka Federations of consumer Co-operative Societies Ltd	2017.06.10
02	Sri Lanka Health Employees Development services Co-operative Society ltd	2017.08.19
03	State Engineering Corporation Thrift & credit cooperative societies Ltd	2017.10.20

02. 4 Statutory Activities of Cooperative Society Audit

Cooperative society /federation audit is one of the main statutory duty or in other word responsibility of the department of cooperative development. So this department conduct audits for national level cooperative organizations and island wide Primary cooperative societies. Here we mention (2012 to 2017) the past six years summary of the Audit planning and completed audit.

Year	No of planed Audits	No of completed Audits	completed Audits percentage of
2012	83	63	76%
2013	74	61	82%
2014	68	44	64.7%
2015	80	11	13.75%
2016	102	37	36.27%
2017	58	43	74.13%

Past six Years Summary of the Audit planning and completed Audit



02. 5 Legal Activities

The main activities of this section is summarized as follows

- ❖ Submission of interpretations regarding laws rules and statutes on cooperative societies and give consultations regarding legal matters submitted by the provincial commissioners.
- ❖ Preparation of draft of bylaws and studying the provisions therein.
- ❖ Making appeals in respect of the award of the arbitrator or arbitrators under section 58 of the cooperative societies Act in such manner as may be prescribed by rules.
- ❖ Submission of particulars and observation needed for the attorney General regarding the cases referred by the district appellate and supreme courts by adding the officers attached to the Department of Cooperatives respondents. Action was taken according to the instruction given by the supreme court, appeal court and attorney general department

02. 5.1 Arbitration of Disputes

The summary of files referred to the department in 2017 for arbitrations from cooperative societies in terms of section 58 of the cooperative society Act no 5 of 1972 read with the amendment Act no 11 1992 and no32 of 1983.

Description	Total
No of files to be referred to the arbitration as at 2016.12.31	263
No of files received for arbitration during 2017	74
Total No of files to be referred to the arbitration	337
Dispute referred for arbitrations during 2017	208
No of files to be referred to arbitration as at 31.12.2017	129
Files for which decisions have been given during 2017	105

02. 5.2 Empowering the courts

After the decisions were given for disputes referred to arbitration by cooperative society under the section 58 of the cooperative society Act No 5 of 1972 and if the relevant money is not recovered the commissioner of cooperative development is empowered by the magistrate court to recover the amount as a fine and the money recovered by the courts is transferred to the relevant cooperative society

Details	Total
No of requests due to be submitted to the court on 2017.01.01	713
No.of requests received to refer to the court during 2017	02
No.of decision referred to the court for arbitration during 2017	214
No of applications for empowerment by court as at 2017.12.31.	501

02. 6 Management of fund

The follow funds established under the section 43(1)(b) and the section 57(3) of the cooperative society act No 05 of 1972 were under the commissioner of cooperative development during this year also and these funds are managed according to decisions of a fund committee chaired by the secretary to the ministry subject to the supervision and order of the hon. minister

- ❖ Cooperative Fund
- ❖ Cooperative Surplus Fund

02. 6.1 Cooperative Fund

This fund which was established under the series of orders published in the government gazette No 10086 and dated 24.03.1950 imposed under the section 46 of the cooperative society ordinance (107 Authority) is contributed by registered cooperative federations and island wide cooperative societies.

02. 6.2 Cooperative Surplus Fund

In terms of the cooperative Act 1972 No 05 sections 57(3), and In terms of 93/5 special gazette notification chapter 44i to 44 III dated 1974.01.10, after the liquidation of a society settle assets against the liabilities the surplus liabilities settle with the help of this fund

**02. 7 Financial Provisions Allocated by the Government
Budget 2017 and bearing expenses
Recurrent Expenses**

Object Code	Details of the Object/Item	Net Provision Rs.	Total Expenditure as at 31.12.2017
1001	Salaries & Wages	29,550,000.00	29,363,176.37
1002	Overtime & Leave encashment	750,000.00	743,819.67
1003	Other Allowances	19,400,000.00	19,361,753.14
1101	Traveling Expenses -Local	1,400,000.00	1,397,958.87
1102	Traveling Expenses-foreign	1,200,000.00	1,003,611.73
1201	Stationary & office Requirement	1,683,000.00	1,682,950.86
1202	Fuel	1,520,000.00	1,473,000.00
1203	Foods, beverages and Uniforms	100,000.00	99,939.00
1301	Vehicles	1,600,000.00	1,447,392.52
1302	Machinery & Equipments	600,000.00	548,987.91
1402	Postal & Communication	1,315,000.00	1,130,130.65
1403	Electricity & Water	3,000,000.00	2,681,438.95
1404	Rent and Taxes of Local Government Bodies	950,000.00	925,937.94
1409	Other	3,180,000.00	3,179,951.15
1505	other collections & contributions	400,000.00	394,505.96
1506	Property loan interest of the Government servants	735,000.00	729,828.35
1701	Loss and written off	150,000.00	144,979.75
	Total	67,383,000.00	66,309,362.82

Capital expenditure

Object code	Details of the Object/Item	Net Provision Rs.	Total Expenditure as at 31.12.2017
2002	Machinery & Equipment	100,000.00	89,034.00
2003	Vehicles	400,000.00	36,400.00
2102	Furniture & office Equipment	10,350,000.00	10,350,000.00
2103	Machinery & Equipment	400,000.00	398,629.50
2202-1	Publicity of cooperative movement 'Samupadeepani' News paper supplementary magazine	5,244,000.00	5,244,000.00
2202-3	Statistics Report Printing	216,000.00	215,548.03
2202-3	'Nanashakith' school cooperative society promoting programm	3,258,000.00	3,257,207.44
2202-4	Financial services regulation Regulation of rural bank	1,700,000.00	1,699,596.17
2202-5	Cooperative village project	6,000,000.00	6,000,000.00
2202-6	Strengthening and establishing the industrial and production cooperative societies	3,632,000.00	3,631,207.40
2401	Trainings & skills department	200,000.00	198,225.00
	Total	31,500,000.00	31,119,847.54

Details of Summried Recurrent and Capital Expenditures

	Details	Net Provision allocated	Actual Expenditure as at 2017.12.31
01	Total Recurrent Expenditure	67,383,000.00	66,309,362.82
02	Total Capital Expenditure	31,500,000.00	31,119,847.54
	Total	98,883,000.00	97,429,210.36

02. 8 Reguation of Rural Bank

No	Activities	Measuring Units	Physical progress	
			Target	Achieved
01	Gathering information and data from cooperative societies and updating the data base	No of reports	36	27
02	Conduct of continuous instant and other inspection regarding public complain and inquires on the appeals	No of inspections	08	03
03	Awareness Training programs for officers of department of cooperative development (line), Provincial department of cooperative development and employees of cooperative societies	No of workshops	12	10
04	Work shop for preparating draft documents of cooperative bank regulation related hand books, criculars, advices and law	No of draft documents and criculars	05	03
05	Conduct national level banking regulating committee meeting	No of committee meeting	06	02

02. 9 Execution of Projects and Activities

❖ Nena Shakthi Programme on Promotion of School Cooperative Societies

A series of seminars was conducted in some schools in North Western, Western, Eastern and Central provinces targeting G.C.E O/L exam 2017 under the Nena Shakthi Programme on Promotion of School Cooperative Societies and this Department funded to purchase books for the schools of the students who participated the above seminar. Therein Rs. 50,000.00 and Rs. 25,000.00 were funded to National Schools and other schools respectively. In addition to the programmes conducted targeting G.C.E O/L examination, there were seminars for grade five scholarship examination as well.

Arrangements were made in 2017 to achieve the key objective of “*Nena Shakthi*” programme is to establish school cooperative societies at national level. Among the initiatives taken in this regard, the model by law on registration of school cooperative societies was distributed among the schools that seminars were held to obtain basic information. Providing funds and furniture for the development of school cooperative society of Kuli/ St. Joseph Maha Vidyalaya as a national level cooperative society is another significant event taken place during the year.

❖ Service for the Public

Many people were displaced due to the floods and landslides occurred in the middle of 2017 while a large number people suffered in various ways. We helped such people furnishing dried food, sleeping mattresses, sanitary equipment and kitchen utensils in Ratnapura in collaboration with the Ministry of Industry and Commerce as a social responsibility. Island wide cooperative societies helped such displaced and grieved people and it reveals the commitment of cooperative societies towards human needs.

❖ 95th International Cooperative Day Celebration

Island wide Cooperative members celebrated 95th International Cooperative Day in 2017 with much enthusiasm and interest. On the sidelines of Cooperative Day celebration in 2017 cooperative members were evaluated through the events such as awarding cooperative societies and selecting Cooperative - Prince and Princess selected. 95th Cooperative Day was gloriously celebrated under the patronage of HE the President in Maligapitiya grounds, Kurunegala. Presenting Future Pan – 2020 of Cooperative Department to HE the President at this ceremony was a significant event.

❖ 2020 Way Forward

2020 Way Forward was presented to HE the President on 01st July of this year to make a new approach for the Cooperative Movement of Sri Lanka and to deliver an more upgraded service for the public and to play the role of cooperative that have not been still touched by the cooperative movement under the guidance of the Ministry of Industry and Commerce. It is expected to update the legal framework and policies of cooperative movement, to incorporate the cooperative movement through a new system of information technology, to improve leadership skills of cooperative members giving training opportunities appropriate for today's modern world, and to execute environmental protection programmes, peace and reconciliation enhancement and programmes on diversification of cooperative products. The ultimate goal of these programmes is to transform the cooperative movement to the third wave of this country. Another significant event our department experienced in 2017 was stating to prepare the Way Forward 2020 making the foundation to achieve these objectives.

❖ **National Programme on Food Production (*Ahara Nishpadana Jathika Sangramaya*)**

It was a fact to be concerned that the drought occurred in one part of the country while another part was severely affected by floods and landslides due to weather and climatic changes. Under these circumstances, most of the cultivations were destroyed and this was a challenge for the food production in Sri Lanka. Therein the contribution of the Department of Cooperative Development together with cooperative societies for the promotion of home gardens and distribution of seeds under National Programme on Food Production in order to redress the sufferings of the public was remarkable.

❖ **Project on Cooperative Villages**

It was decided to implement a promotion programme targeting income generation accesses of Cooperative Council of Polonnaruwa district under the project on establishing Cooperative Villages. The top level organization of Multi-Purpose Cooperative Societies in Polonnaruwa District and other Cooperative Societies was Cooperative Board. The task of priority of this organization is the responsibilities assigned by this by law to improve knowledge, attitudes and skills of all the members and employees. This is the major training centre for around 150,000 members and 750 of this district. A Board of Directors has been appointed representing member societies it carries out the activities. National Cooperative Board of Sri Lanka is the major cooperative institute and these district cooperative boards represent its membership on behalf of the district. Hence, this institute could be utilized to train human resources in a large scale and since training seminar hall is useful for this purpose, this department funded to construct this building this year.

Further, funds were allocated this year to take initiatives for the construction of an auditorium for the Cooperative board of Polonnaruwa in order to contribute to maintain an effective economy making the cooperative community knowledgeable of new technologies and improved techniques, take measures to create internationally recognized cooperative policies and customs to make them cooperative members, make the appropriate ground to improve necessary skills to make youth representation for cooperative leadership, give required leadership necessary for improvement of good qualities in school children and children, to train cooperative employees within the improved subject areas that required to improve business and mobilizing female to improve their contribution for community leadership.

❖ **To uplift Industry and Producing Cooperative Societies**

This Department made arrangements in 2017 to uplift Industry and Manufacturing Cooperative Societies with the objective of promoting cooperative movement. Accordingly, this department funded to renovate “Saseth Printers” of Cooperative Thrift and Loan Society Ltd. of the Department of Health and to purchase a machine to remove coconut shells for Dunagaha Coconut Manufacturers' Cooperative Society Ltd. under the programme of uplifting Manufacturing Cooperative Societies.

02. 10 Planning

➤ **Statistics Report**

Statistics Report was prepared incorporating the information of societies / associations registered under this Department and the Provincial Departments and this report is important for the cooperative members and the Sri Lankan Community who is enthusiastic about the Cooperative Movement. Accordingly, preparation of statistics report is in progress this year incorporating the information of 2016.

➤ **Action Plan**

Action Plan 2017 of the Department of Cooperative Development was prepared at the beginning of the year integrating the role of each division with the objectives of planning and making efficient the functioning of this Department. Affairs of this Department were carried out in 2017 as per this plan.

02. 11 Media Activities

Major role of the Media Division of the Department of Cooperative Development is to distribute information on Cooperative Movement to the general public of this country

Samupadeepani News Paer

Samupadeepani supplementary has been issued with newspaper from 2006 to achieve the said objective. Samupadeepani Sinhala Medium Supplementary consists of eight pages and Tamil Medium Supplementary consists of one page are published last Friday of every month with Dinamina and Thinakaran newspapers respectively in collaboration with United Newspaper Ltd. Presenting of comprehensive reports on the islandwide successful cooperative societies, publish of reports from the founding of the Cooperative Movement in Sri Lanka, and presenting of information on the World Cooperative movement are included in Samupadeepani.

02. 12 Information Technology Unit

Cooperative Movement has been competing with public and private enterprises as a giant enterprise within Sri Lankan Economy approximately a period of century. However, due to the fact of difficulty in receiving economic and non-economic information of cooperative movement precisely within a short period of time, it has been neglected in taking economic decisions of the country.

An information Technology Unit was established in the Department of Cooperative Development in 2017 with the objective of establishing an effective Cooperative Movement by finding a solution for this shortcoming through carrying out the affairs of the Department of Cooperative Development through an Automated Management Information System and subsequently integrating Cooperative Movement with this information system.

Accordingly, approval was obtained for a cadre of 8 officers in Information and Communication Technology Service from the Department of Management Services to recruit in the service of this Department. Thereafter, approval of the Secretary to the Ministry was obtained in 2017 for a project proposal on functioning of the Cooperative Department through an Automated Cooperative System and integrating entire Cooperative Movement to Management Information System and University of Kelaniya was selected as the consultancy for this project with the approval of the Secretary.

The Department established an Information Technology Unit in addition to the above project in order to maintain an updated web site and appointed a committee representing an officer from each division and as per a committee decision, came into an agreement with Procons Infotech (pvt) Ltd for a period to maintain the website for a period of one year on the approval of the Commissioner of Cooperative Development. Further, internet facility has been provided to all the officers of the Department through Wifi technology incorporating with the public network project under its second stage.

CHAPTER 03

National Level Tertiary Cooperative Organization

13 National level cooperative federation functioned during the year and the direct supervision was fulfilled by the department provide guidelines and power for management and the business activities of them.

03. 1 Cooperative Federation function during the year

No	Name of Cooperative Society	Registration No	Date of Registration
01	Sri Lanka Federations of coconut producers Co-operative Societies Ltd	c 1086	1942.04.01
02	Sri Lanka Federations of Fisheries Co-operative Societies Ltd	c 1227	1952.02.02
03	Sri Lanka National Co-operative Council	c 2490	1972.07.26
04	Sri Lanka Federations of marketing Co-operative Societies Ltd	c 2504	1973.03.01
05	Sri Lanka Federation of Industrial Co-operative societies Ltd	c 2527	1974.03.19
06	Sri Lanka Federations of thrift and Credit Co-operative Societies Ltd	c 2651	1980.11.10
07	Sri Lanka Federations of Textile industrial Cooperative Societies Ltd.	c 2559	1981.09.02
08	Sri Lanka Federations of youth services Co-operative Societies Ltd	c 2689	1986.01.01
09	Sri Lanka Federations of consumer Co-operative Societies Ltd	c 01	1989.09.15
10	Sri Lanka Federation of rural banking Co-operative societies Ltd	c 17	1997.12.15
11	Sri Lanka Federations of Tea producers Co-operative Societies Ltd	c 29	2003.10.07
12	Sri Lanka Federations of Thrift & credit Societies resources management Co-operative societies Ltd	c 30	2005.11.21
13	Sri Lanka Federation of Hospital Services Co-operative Societies Ltd;	c 33	2007.02.23

03. 2 Cooperative Societies Function During the year

39 All island cooperative societies functioned in the 2017 subject to the supervision and guidance of the department .These cooperative societies can be categorized under 02 groups.

- All island financial service cooperative societies
- All island manufacturing and other service cooperative societies

03. 2.1 All island financial service cooperative societies

These are thrift and credit cooperative societies where employees of most of state and private institutions have become a member

Main activities conducted by this cooperative societies

- ❖ To collect members contribution and improve the serving habit
- ❖ Granting loan facilities to the members
- ❖ Making arrangements to provide welfare facilities to the members (death donations , scholarships, Medical assistance, provide consumer service.
- ❖ Providing of other services (rest houses ,holiday resorts mortgage services, printing facilities insurance agents services)

All island institutional financial service cooperative societies 2017

	Name of Cooperative Society	Reg. No.	Reg. Date
01	Prisons Department Thrift & credit cooperative societies Ltd	C 473	15.03.1928
02	Postal & Telecommunication Department employees TCCS Ltd	C 503	07.12.1928
03	Educational Employees Thrift & credit cooperative societies Ltd	C 736	01.11.1930
04	Sri Lanka Health employees development services cooperative society Ltd	C 744	10.11.1930
05	Health department employees Thrift & credit cooperative societies Ltd	C 290	30.03.1938
06	Sri Lanka Public Health inspectors Thrift & credit cooperative societies Ltd	C 303	28.04.1938
07	Thrift and Credit Co-operative Society Ltd. of Employees of Registrar General Department.	C 255	20.10.1939
08	Port Authority employees Welfare Thrift & credit cooperative societies Ltd	1046	23.11.1943
09	Railway Station Masters and clerks Thrift & credit cooperative societies Ltd	C 1649	29.03.1949
10	Railway Track Workers and Department Employees Thrift & credit cooperative societies Ltd	C 1707	30.08.1950
11	Health services savings Thrift & credit cooperative societies Ltd	C 2223	19.11.1959
12	CTB employees Thrift & credit cooperative societies Ltd	K.E. 299	26.05.1960
13	People's Bank Employees Thrift & credit cooperative societies	C 2266	10.02.1962
14	State Public services Thrift & credit cooperative societies Ltd	C 326	31.12.1962
15	Sathosa Employees Thrift & credit cooperative societies Ltd	C 2294	26.01.1963
16	Cooperative Department staff officers Thrift & credit cooperative societies	C 2357	26.10. 1965
17	Browns Group industrial and general services TCCS Ltd	C 2383	01.10.1967
18	State Engineering Corporation Thrift & credit cooperative societies Ltd	C 2402	29.08. 1968
19	Department of Inland of Revenue Employees Cooperative society Ltd	C 931	25.07.1973
20	Port Authority Employees Coop Bank Ltd	Co-op 02	20.12.1989
21	Surveyor Assistants Thrift & credit cooperative societies Ltd	Co-op 10	09.02.1994
22	Sri Lanka women Development services Cooperative societies Ltd	Co-op 18	06.04.1998
23	Sanasa development bank employees Thrift & credit cooperative societies Ltd	Co-op 22	26.06.2000
24	Samurdhi Animators & Agricultural research assistants TCCS ltd	Co-op 25	05.05.2001
25	Water supply & Drainage Board Thrift & credit cooperative societies Ltd	Co-op 31	03.01.2006
26	Graduates Thrift & credit cooperative societies Ltd	Co-op 32	29.11.2006
27	Prajashakthi youth empowerment cooperative society ltd	Co-op 43	02.10.2014
28	Sri Lanka public management service employees thrift and credit and development services cooperative society ltd	Co-op 44	12.08.2014

29	Agriculture and Environment Professionals Cooperative society Ltd	Co-op 46	08.02.2016
30	Sri Lanka Entrepreneur development cooperative society Ltd	Co-op 47	08.02.2016
31	Sri Lanka Technical development National Cooperative society Ltd	Co-op 48	02.07.2016
32	National Training Professional cooperative society Ltd	Co-op 51	28.09.2016

03. 2.2 All island production and other services cooperative societies

The cooperative societies that are engaging in manufacturing item to cater to need of me, ber registered under this department have been categorized as all island manufacturing and services

Main function of the above mention cooperative society

- ❖ Purchase of members' products
- ❖ Providing raw materials to members to produce the products and services
- ❖ Introducing the markets for member's products and widening of market opportunities
- ❖ Introducing technical tools and modern technology for members

	Name of the Society	Reg. No.	Reg. Date
01	Sri Lanka Printers Cooperative societies Ltd	C 2280	10.08.1962
02	All Island Exotic plants & orchids growers Cooperative societies Ltd	C 2409	28.11.1969
03	All Island exercise book producers Cooperative societies Ltd	Co-op 03	07.03.1990
04	Sri Lanka large net owners cooperative society Ltd	Co-op 07	29.01.1992
05	Estate workers housing and Thrift & credit cooperative societies Ltd	Co-op 28	11.07.2003
06	All Island small and medium scale grain processors entrepreneurship development cooperative society Ltd	Co-op 34	07.03.2007
07	All Island Agriculture cooperative society Ltd	Co-op 41	05.01.2010
08	Sri Lanka port shipping service supply cooperative society Ltd	Co-op 36	07.07.2011
09	Housing and property development cooperative society Ltd	Co-op 39	07.07.2011
10	Rajarata university cooperative society Ltd	Co-op 40	28.08.2011
11	National milk producers cooperative society Ltd	Co-op 45	02.10.2014



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