

ROYAL COLLEGE - SCHOOL DEVELOPMENT SOCIETY**STATEMENT OF COMPREHENSIVE INCOME**
FOR THE YEAR ENDED 31ST DECEMBER,

	Note	2023		2022
		Rs.	Cts.	Rs.
Income	(4)	89,765,797.82		25,661,111
Direct Expenses	(5)	<u>(45,509,879.64)</u>		<u>(25,017,271)</u>
Gross Surplus		44,255,918.18		643,840
Other Operating Income	(6)	<u>71,134,413.51</u>		<u>61,917,099</u>
		115,390,331.69		62,560,939
Administration Expenses	(7)	(81,557,036.47)		(61,609,211)
Other Operating Expenses	(8)	(6,114,351.56)		(975,597)
Net Surplus/(Deficit) for the year Before Income Tax Expense		<u>27,718,943.66</u>		<u>(23,868)</u>
Less: Income Tax Expenses		-		-
Surplus/(Deficit) for the year		<u><u>27,718,943.66</u></u>		<u><u>(23,868)</u></u>

The Notes to the Financial Statements in pages (05) to (21) form an integral part of these Financial Statements.

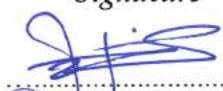
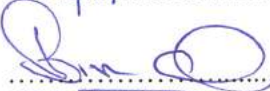




ROYAL COLLEGE - SCHOOL DEVELOPMENT SOCIETY**STATEMENT OF FINANCIAL POSITION****AS AT 31ST DECEMBER,**

	<i>Note</i>	2023 Rs. Cts.	2022 Rs.
<u>ASSETS</u>			
<u>Non- Current Assets</u>			
Property, Plant & Equipment	(9)	13,370,053.93	14,464,481
Capital Work in Progress	(10)	-	3,213,010
Investments in Fixed Deposits	(11)	56,957,399.36	31,946,020
Total Non Current Assets		<u>70,327,453.29</u>	<u>49,623,511</u>
<u>Current Assets</u>			
Cash & Cash Equivalents	(12)	16,578,136.51	8,482,045
Total Current Assets		<u>16,578,136.51</u>	<u>8,482,045</u>
Total Assets		<u><u>86,905,589.80</u></u>	<u><u>58,105,556</u></u>
<u>FUNDS AND LIABILITIES</u>			
<u>Funds and Reserves</u>			
Accumulated Fund		71,076,729.23	43,357,786
School Based Learning Improvement Grant (SBLIG)		1,922,770.45	897,770
School Bus Grant		11,000,000.00	11,000,000
Restricted Deposits		1,350,000.00	1,350,000
Total Funds and Reserves		<u>85,349,499.68</u>	<u>56,605,556</u>
<u>Current Liabilities</u>			
Other Payables	(13)	1,556,090.12	1,500,000
Total Fund & Liabilities		<u><u>86,905,589.80</u></u>	<u><u>58,105,556</u></u>

The Executive Committee is responsible for the preparation and presentation of these Financial Statements.

Signed for and on behalf of the Executive Committee by:

	<i>Name</i>	<i>Signature</i>
Honorary President	1) <u>Thilak Klatthukewa</u>	
Honorary Secretary	2) <u>A.S. Bimalika</u>	
Honorary Treasurer	3) <u>A.V.S. Chaminda</u>	
Date of Approval by the Committee	} <u>28 / 03 / 2024</u>	

The Notes to the Financial Statements in pages (05) to (21) form an integral part of these Financial Statements.

ROYAL COLLEGE - SCHOOL DEVELOPMENT SOCIETY**STATEMENT OF CHANGES IN FUND**
FOR THE YEAR ENDED 31ST DECEMBER, 2023

	<i>Note</i>
	<i>Rs. Cts.</i>
Balance as at 31/12/2021	43,381,653.87
Surplus / (Deficit) for the Year - 2022	(23,868.30)
Balance as at 31/12/2022	<u>43,357,785.57</u>
Surplus / (Deficit) for the Year - 2023	27,718,943.66
Balance as at 31/12/2023	<u><u>71,076,729.23</u></u>

The Notes to the Financial Statements in pages (05) to (21) form an integral part of these Financial Statements.



ROYAL COLLEGE - SCHOOL DEVELOPMENT SOCIETY**STATEMENT OF CASH FLOWS**
FOR THE YEAR ENDED 31ST DECEMBER,

	Note	2023 Rs.	2022 Rs.
<u>Cash Flows from Operating Activities</u>			
(Deficit) / Surplus for the Year		27,718,944	(23,868)
<u>Adjustments</u>			
Depreciation on Property Plant & Equipment	(9)	5,364,141	4,710,113
Interest Income from fixed Deposits	(6)	(8,932,604)	(4,904,618)
		<u>(3,568,463)</u>	<u>(194,505)</u>
Operating Result Before Working Capital Changes		24,150,481	(218,374)
<u>Changes in Working Capital</u>			
Increase / (Decrease) in Other Payables	(13)	56,090	(999,000)
Net Change in Working Capital		56,090	(999,000)
Net Cash from/ (Used in) Operating Activities		24,206,571	(1,217,374)
<u>Cash Flow from/ (Used in) Investing Activities</u>			
Acquisition of Property,Plant & Equipment	(9)	(1,056,704)	(351,533)
Additions to Capital Work in Progress	(10)	-	(1,000,000)
School Based Learning Improvement Grant (SBLIG)		1,025,000	-
Interest Received from Fixed Deposits	(6)	8,932,604	4,904,618
Net Cash Flow from Investing Activities		(16,110,480)	(8,115,976)
Net Change in Cash and Cash Equivalents		8,096,091	(9,333,350)
Cash and Cash Equivalents at the Beginning of the Year		8,482,045	17,815,395
Cash and Cash Equivalents at the End of the Year		16,578,137	8,482,045
<u>Analysis of Cash & Cash Equivalents</u>			
Bank Balance	(12)	16,578,137	8,482,045
		<u>16,578,137</u>	<u>8,482,045</u>

The Notes to the Financial Statements in pages (05) to (21) form an integral part of these Financial Statements.



SCHOOL DEVELOPMENT SOCIETY OF ROYAL COLLAGE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2023

1. GENERAL INFORMATION

1.1. Reporting Entity - Domicile and Legal Form

School Development Society of Royal Collage - Colombo is constituted under the Act No. 39 of 1979 of the School Development Societies.

In the financial statements "the Society" refers to School Development Society of Royal Collage - Colombo.

Mr. Thilak Waththuhewa is the president of the Society and the Principal of the Royal College - Colombo.

1.2. Principal Activities and Nature of Operations

The principal activity of the Society during the year was providing school development behaviors.

1.3. Financial Year

The financial year of the Society represents a twelve (12) month period from 01st January, 2023 to 31st December, 2023.

1.4. Date of Authorization for Issue

The financial statements of the Society for the year ended 31st December, 2023 (including restated comparatives) were authorized for issue by the Executive Committee on 28th March 2024.

2. BASIS OF PREPARATION

2.1. Statement of Compliance

The statement of financial position and the statement of comprehensive income, statement of changes in fund, statement of cash flows together with the Significant Accounting Policies and Notes to the financial statements as at 31st December, 2023 and for the year then ended comply with the Sri Lanka Statement of Recommended Practice for Not-for-Profit Organizations ("SL SoRP - NPOs") issued by the Institute of Chartered Accountants of Sri Lanka.

Contd..... (06)



SCHOOL DEVELOPMENT SOCIETY OF ROYAL COLLAGE**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2023****2.2. Responsibility for Financial Statements**

The Executive Committee is responsible for the preparation and presentation of the financial statements of the Society as per the relevant provisions and in accordance with the SL SoRP - NPOs issued by the Institute of Chartered Accountants.

These financial statements include the following components.

- A statement of comprehensive income providing the information on the financial performance of the Society for the year under review
- A statement of financial position providing the information on the financial position of the Society as at the year-end
- A statement of changes in fund depicting all changes in fund during the year under review of the Society
- A statement of cash flows providing the information to the users, on the ability of the Society to generate cash and cash equivalents and the needs of entities to utilize those cash flows and notes to the financial statements comprising accounting policies and other explanatory information

2.3. Basis of Measurement

The financial statements of the Society have been prepared in accordance with historical cost convention. No adjustments were being made for inflationary factors affecting the financial statements.

2.4. Functional and Presentation Currency

These financial statements are presented in Sri Lanka Rupees (Rs.), which is the Society's functional and presentation currency. All financial information presented in Rupees has been rounded to the nearest rupee, except when otherwise indicated. There was no change in the Society's presentation and financial currency during the year under review.

2.5. Presentation of Financial Statements

The assets and liabilities of the Society presented in its statement of financial position are grouped by nature and listed in an order that reflects their relative liquidity and maturity pattern.

Contd..... (07)



SCHOOL DEVELOPMENT SOCIETY OF ROYAL COLLAGE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2023

2.6. Materiality and Aggregation

Each material class of similar items is presented separately in the financial statements. Items of a dissimilar nature or function are presented separately unless they are immaterial.

Income and expenses are not offset in the statement of comprehensive income unless required or permitted by SL SoRP - NPOs or interpretation, and as specifically disclosed in the accounting policies.

2.7. Significant Accounting Judgments, Estimates and Assumptions

The preparation of the financial statements requires Executive Committee to make judgments, estimates and assumptions that effect the reported amounts of income, expenses, assets and liabilities, and the disclosure of contingent assets and liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates can result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

2.8. Comparative Information

The accounting policies have been consistently applied, unless otherwise stated, and are consistent with those used in previous years.

The comparative year's figures and phrases have been rearranged wherever necessary in line with the presentation of requirements for the current financial year.

2.9. Going Concern

The Executive Committee has made an assessment of the Society's ability to continue as a going concern and is satisfied that it has the resources to continue in operating for a foreseeable future. Furthermore, the Committee is not aware of any material uncertainties that may cast significant doubt upon the Society's ability to continue as a going concern. Therefore, the financial statements are continued to be prepared on the going concern basis.

Contd..... (08)



SCHOOL DEVELOPMENT SOCIETY OF ROYAL COLLAGE**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31ST DECEMBER, 2023**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****3.1. Property, Plant and Equipment**

Property, plant and equipment are recognized if it is probable that future economic benefits associated with the asset will flow to the Society and cost of the asset can be reliably measured.

a) Cost

Property, plant and equipment are stated at cost less accumulated depreciation and any accumulated impairment loss. Cost includes expenditure that is directly attributable to the acquisition of the asset.

b) Subsequent Cost

The cost of replacing part of an item of property, plant & equipment is recognized in the carrying amount of the item. If it is probable that the future economic benefits embodied within the part will flow to the Society and its cost can be measured reliably. The carrying amount of those parts that are replaced is derecognized in accordance with the de-recognition policy given below. The costs of the day-to-day servicing of property, plant & equipment are recognized to the statement of comprehensive income as incurred.

c) De-recognition

An item of property, plant and equipment and any significant part initially recognized is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of comprehensive income when the asset is de-recognized.

d) Depreciation

Depreciation is based on the cost of an asset less its residual value. Depreciation is recognized in the statement of comprehensive income on a straight-line basis over the estimated useful life of each component of an item of property, plant and equipment.

Contd..... (09)



SCHOOL DEVELOPMENT SOCIETY OF ROYAL COLLAGE**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31ST DECEMBER, 2023**Depreciation (Contd....)**

Depreciation of an asset begins when it is available for use and ceases at the earlier of the date that the asset is classified as held for sale and the date that the asset is de-recognized.

The estimated useful lives for the current and comparative year are as follows:

<u>Description of Assets</u>	<u>No. of Years</u>	<u>Rate</u>
Office Equipment	6.67 Years	15%
Machinery	6.67 Years	15%
Computers and Equipment	6.67 Years	15%
Building Equipment	6.67 Years	15%
Other Equipment	6.67 Years	15%
Furniture & Fittings	6.67 Years	15%
Camera System	6.67 Years	15%
Musical Instruments	6.67 Years	15%
Solar Power Panels Installations	6.67 Years	15%
Motor Vehicle	6.67 Years	15%

The assets' residual values, useful lives and methods of depreciation are reviewed at the end of each financial year and adjusted prospectively to the financial statements, to increase the relevance and reliability of information provided in financial statements for decision makers if appropriate;

3.1.1 Impairment of Non-Financial Assets (excluding inventories)

The Society assesses at the end of each financial year whether there is an indication that an asset may be impaired. If such indication exists or when annual impairment testing for an asset is required the Society makes an estimate of the assets recoverable amount.

The recoverable amount of an asset or cash generating unit is the greater of its value in use and its fair value, less costs to sell. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

An impairment loss is recognized if the carrying amount of an asset exceeds its recoverable amount. Impairment losses of continuing operations are recognized in the statement of comprehensive income in those expense categories consistent with the function of the impaired asset.

Contd..... (10)



SCHOOL DEVELOPMENT SOCIETY OF ROYAL COLLAGE**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31ST DECEMBER, 2023**3.2. Inventories**

Inventories are valued at the lower of cost and net realizable value, after making due allowances for obsolete and slow-moving items. Net realizable value is the price at which inventories can be sold in the ordinary course of business less the estimated cost of completion and estimated cost necessary to make the sale.

Items donated for distribution or re-sales are not included in the financial statements until such time they are distributed or re-sold.

3.3. Financial Instruments

The Society classifies financial assets in to the Held to Maturity (HTM) financial assets category.

3.3.1 Held-to-Maturity Investments

If the Society has positive intent and ability to hold debt securities to maturity, then such financial assets are classified as Held to Maturity (HTM). Those are initially recognized at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, those are measured at amortized cost using the effective interest method, less any impairment losses.

Any sale or reclassification of a more than insignificant amount of held-to-maturity investments not close to their maturity would result in the reclassification of all held-to-maturity investments as available-for-sale, and prevent the group from classifying investment securities as held-to-maturity for the current and the following two (2) financial years.

3.3.2 Impairment of Financial Assets

The carrying amounts of the Society's assets are reviewed at the end of each reporting period to determine whether there is any indication of impairment. The Society assesses whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events occurring after the initial recognition of the asset or assets (an incurred "loss event") and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

Contd..... (11)



SCHOOL DEVELOPMENT SOCIETY OF ROYAL COLLAGE**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31ST DECEMBER, 2023**Impairment of Financial Assets (Contd....)**

An impairment loss is then recognized whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognized in the statement of comprehensive income. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount, but only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

3.3.3 De-recognition

Financial assets are derecognized only when,

- The contractual rights to the cash flows from the financial assets expire or are settled or
- Transferred to another party substantially all of the risk and rewards of ownership.

3.3.4 Offsetting

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Society has a legal right to offset the amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

3.4. Cash and Cash Equivalents

Cash and cash equivalents comprise of cash in hand and cash at banks and other highly liquid financial assets which are held for the purpose of meeting short-term cash commitments with original maturities of less than three (3) months which are subject to insignificant risk of changes in their fair value.

Bank overdrafts that are repayable on demand and form an integral part of the Society's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

3.5. Current Assets

Assets classified as current assets in the statement of financial position are those expected to realize during the normal operating cycle of business or within one year from the end of the financial year, whichever is longer and cash balances. Assets other than current assets are those which the Society intends to hold beyond the one-year period from the end of the financial year.

Contd..... (12)



SCHOOL DEVELOPMENT SOCIETY OF ROYAL COLLAGE**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31ST DECEMBER, 2023**3.6. Liabilities & Provisions****3.6.1 General**

Liabilities classified as current liabilities in the statement of financial position are those which fall due for payment on demand or within one year from the end of the financial year. Non-current liabilities are those balances that fall due for payment after one year from the end of the financial year. All known liabilities have been accounted for in preparing these financial statements. Provisions and liabilities are recognized when the Society has a legal or constructive obligation as a result of past events and it is probable that an outflow of economic benefits will be required to settle the obligation.

3.6.2 Provisions

Provisions are made for all obligations existing as at the end of the financial year when it is probable that such an obligation will result in an outflow of resources and a reliable estimate can be made of the quantum of the outflow. All contingent liabilities are disclosed as a note to the Financial Statements unless the outflow of resources is remote. Contingent assets are disclosed, where inflow of economic benefit is probable.

3.6.3 Financial Liabilities

The Society initially recognizes financial liabilities on the date that they are originated. All other financial liabilities are recognized at initially on the trade date, which is the date that the Society becomes party to the contractual provisions of the instruments.

The Society derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired.

The Society classifies non-derivative financial liabilities into the other financial liabilities' category. Such financial liabilities are recognized initially at fair value plus any directly attributable transaction cost. Subsequent to initial recognition, these financial liabilities are measured at amortized cost using effective interest rate method.

3.6.4 Employee Benefits**3.6.4.1 Defined Contribution Plans – Provident and Trust Funds**

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts.

Contd..... (13)



SCHOOL DEVELOPMENT SOCIETY OF ROYAL COLLAGE**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2023****Defined Contribution Plans - Provident and Trust Funds (Contd...)**

Obligations for contributions to defined contribution plans are recognized as an employee benefit expense in the statement of comprehensive income in the periods during which services are rendered by employees.

Employees are eligible for contribution to the Employees' Provident Fund (E.P.F) and the Employees' Trust Fund (E.T.F) in accordance with the relevant statutes and regulations. The Society contributes 12% and 3% of the gross emoluments of the employees to the Employees' Provident Fund and to the Employees' Trust Fund respectively.

3.7. Accounting for the Receipt and Utilization of Funds**3.7.1. Unrestricted Funds**

Unrestricted funds are those that are available for use by the Society at the discretion of the Executive Committee, in furtherance of the general objectives of the Society and which are not designated for any specific purpose.

Contributions received from the general public are recognized in the statement of comprehensive income on a cash basis.

3.8. Grants & Subsidies

Grants and subsidies are recognized in the financial statements at their fair value. When the grant or subsidy relates to an expense it is recognized as income over the period necessary to match it with the costs, which it is intended to compensate for on a systematic basis.

Grants and subsidies related to assets are generally deferred in the Statement of Financial Position and credited to the Statement of Comprehensive Income over the useful life of the asset.

STATEMENT OF COMPREHENSIVE INCOME**3.9. Income Recognition****a) Contributions / Incoming Sources**

Income realized from unrestricted funds is recognized in the statement of comprehensive income only when there is certain that all of the conditions for receipt of the funds have been complied with the relevant expenditure that it is expected to compensate has been incurred and charged to the statement of comprehensive income. Unutilized funds are carried forward as such in the statement of financial position.

Contd..... (14)



SCHOOL DEVELOPMENT SOCIETY OF ROYAL COLLAGE**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31ST DECEMBER, 2023**Contributions / Incoming Sources (Contd....)**

Gifts and donations received in kind are recognized at valuation at the time that they are distributed to beneficiaries, or if received for resale with proceeds being used for the purpose of the Society at the point of such sale. Items not sold or distributed are inventoried but not recognized in the financial statements.

a) Revenue**i) Service Income**

Revenues earned on services rendered are recognized in the accounting period in which the services were rendered.

ii) School Fee Collection from Students

School fee is recognized in the statement of comprehensive income on a cash basis.

iii) Interest Income

Interest income is recognized on cash basis.

iv) Rental Income

Rental income is recognized in the statement of comprehensive income on a straight-line basis over the term of the lease. Lease incentives granted are recognized as an integral part of the total rental income, over the term of the lease.

v) Gain/(Loss) on Disposal of Property, Plant & Equipment

Net gain or loss on the disposal of property, plant and equipment is recognized in the statement of comprehensive income after deducting from the proceeds on disposal, the carrying value of the item disposed of and any related selling expenses.

vi) Other Income

Any other income is recognized on an accrual basis.

3.10. Expenditure Recognition.

Expenses in carrying out the projects and other activities of the Society are recognized in the statement of comprehensive income during the year in which they are incurred.

Contd..... (15)



SCHOOL DEVELOPMENT SOCIETY OF ROYAL COLLAGE**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31ST DECEMBER, 2023***Expenditure Recognition (Contd... ..)***

Other expenses incurred in administering and running of the Society and in restoring and maintaining the property, plant and equipment to perform at expected levels are accounted for on a cash basis and charged to the statement of comprehensive income.

The Society has adopted the 'function of expense' method to present fairly the elements of the Society's activities in its statement of comprehensive income.

3.11. Taxation

The Society is considered as a charitable institution exempt from income tax in terms of section 68(3) of the Inland Revenue Act No. 24 of 2017.

3.12. Statement of Cash Flows

The statement of cash flows has been prepared using the 'Indirect Method' of preparing cash flows in accordance with the SL SoRP - NPOs.

3.13. Events Occurring After the End of the Reporting Period

All material events occurring after the end of the reporting period have been considered and where necessary adjustments to or disclosures have been made in the respective notes to the financial statements.

3.14. Commitments and Contingencies

All discernible risks are accounted for in determining the amount of all known liabilities. Contingent liabilities are possible obligations whose existence will be confirmed only by uncertain future events or present obligations where the transfer of economic benefit is not probable or cannot be reliably measured. Contingent liabilities are not recognized in the statement of financial position but are disclosed unless they are remote.



ROYAL COLLEGE - SCHOOL DEVELOPMENT SOCIETY**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31ST DECEMBER,

	2023		2022
	Rs.	Cts.	Rs.
(4) INCOME			
Consolidated Fund / Provincial			
Funds received on Building Construction	4,481,411.25		1,728,854
Reimbursement of electricity & telephone bills	901,626.18		107,723
Reimbursement	317,921.59		203,394
School Based Teaching promotion			
Quality Inputs	239,550.00		-
Donation Receiving from Approval			
Funds for Prevenson from Covid-19	-		23,318
Funds Internal Fibre Network	-		1,000,000
Donations from Parents / Well-wishers			
Primary Activities	2,865,194.00		-
Wellwishers	21,587,539.80		6,945,855
Income from School Land & Building			
Main Canteen	666,000.00		129,000
Upper Middle canteen	717,600.00		147,000
Milk bar	1,837,900.00		892,500
Examination Hall	4,672,190.00		1,436,850
Main Hall	-		25,000
Basketball Court	269,250.00		144,500
Agri Income (Vegitables & Compost)	8,500.00		6,000
Book Shop Income	240,000.00		200,000
Election Duty Income	-		3,940
Navaragahala	1,420,000.00		304,000
Solar Panel Investment Income	-		255,479
Income from various School Activities			
Sports	1,802,100.00		301,138
Clubs & Societies Activities	11,225,740.00		11,711,560
SAGA Musical Show Income	35,083,080.00		-
Activities done by Prefect Council	1,120,000.00		-
Photography	310,195.00		80,000
	<u>89,765,797.82</u>		<u>25,661,111</u>



ROYAL COLLEGE - SCHOOL DEVELOPMENT SOCIETY**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31ST DECEMBER,

	2023		2022
	Rs.	Cts.	Rs.
(5) <u>DIRECT EXPENSES</u>			
 <u>Consultation Charges / Higher Education</u>			
Primary Sports Meet	612,610.00		-
Upper Scanner Sports Meet	1,649,888.00		1,133,066
Sports	2,309,798.59		804,594
Club & Society other Expenses	10,548,165.86		8,557,715
Education (Tranferred Donations from Various Donors)	-		15,000
Agriculture	40,000.00		40,000
SAGA Expenses 2023	13,828,454.00		-
Prefect Talent Show and College Magazine	1,326,560.00		892,420
Religious Programmes	211,911.00		285,660
School admissions related activities	1,991,160.00		540,670
Colours Night	1,468,040.00		-
Clubs Night	469,000.00		-
Aesthetic	53,590.00		53,590
Primary Sec.Activities	723,290.00		-
Covid 19 Prevention Expenses	100,000.00		-
 <u>School Building Maintenance</u>			
Building Maintenance	4,501,060.03		5,705,102
Building Expenses	-		699,370
Sanitary Services	5,052,470.16		4,784,952
Gardening expenses	1,620.00		49,365
Lab Expenses	519,430.00		875,860
Library Expenses	102,832.00		579,907
	<u>45,509,879.64</u>		<u>25,017,271</u>



ROYAL COLLEGE - SCHOOL DEVELOPMENT SOCIETY**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31ST DECEMBER,

	2023	2022
	Rs. Cts.	Rs.
(6) <u>OTHER OPERATING INCOME</u>		
Other Funds Decided by SDS		
School Fee Income	61,387,150.00	56,463,000
Sale of stationery (Envelopes, News papers)	11,255.00	800
Sale of Term Test Papers	381,625.00	314,536
Tender Applications	43,000.00	3,000
Library Fine	1,700.00	1,970
Lost SRB	11,500.00	13,500
Interest Income	8,932,603.51	4,904,618
Rent for TV Commercials	300,000.00	100,000
Auction Income	28,080.00	98,675
Registration Fee from Clubs & Societies	37,500.00	17,000
	71,134,413.51	61,917,099
(7) <u>ADMINISTRATION EXPENSES</u>		
School Related Educational Expenses		
Office Stationery	11,622,182.75	5,915,185
Telephone Bills	887,771.37	657,201
Electricity Bills	9,774,820.56	3,413,287
Printing	3,330,020.00	5,941,312
Binding (Books, Registers, etc.)	220,410.00	85,657
Welfare, Functions & Meal Expenses, etc.	2,211,356.70	790,489
Postage Expenses	262,980.00	41,995
Audit Fees	274,219.80	202,000
Type Setting of Question Papers	277,500.00	455,292
Paper Advertisements for Tenders	130,143.00	42,616
Accounting Support Services	240,306.03	-
Staff Remunerations		
Security Expenses	8,480,665.00	10,105,920
Coach's Allowances	13,754,400.00	10,278,000
Minor Staff Salaries	4,148,718.00	3,242,298
SDS Teachers Allowances	3,307,385.51	3,342,872
Non Academic Staff Salaries	3,495,230.68	3,242,280
Other Payments (OT, Allowances etc)	2,222,257.68	1,666,331
EPF / ETF	1,916,194.50	1,728,498
Examination Hall Expenses	1,190,000.00	406,200

Contd.



ROYAL COLLEGE - SCHOOL DEVELOPMENT SOCIETY**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31ST DECEMBER,

	2023	2022
	Rs. Cts.	Rs.
(7) <u>ADMINISTRATION EXPENSES (CONTD...)</u>		
Transport & Vehicle Maintenance		
Repairing	452,052.50	638,340
Fuel	6,141,787.25	3,471,064
Service Charges	1,277,658.06	455,017
Insurance	506,532.59	624,126
Revenue License and Eco Test	51,800.00	138,035
Travel, Highway & Parking Charges	16,503.96	15,083
Depreciation	5,364,140.53	4,710,113
	<u>81,557,036.47</u>	<u>61,609,211</u>
(8) <u>OTHER EXPENSES</u>		
Equipment Repairs (Computer, Duplo, Fax, Etc)	1,803,129.52	629,510
Furniture Repairs	148,550.00	42,250
Sound System Repairs	23,250.00	32,050
Quality Inputs		
Education related prog. and Student Development Programme	756,610.00	242,220
Thirasara School Development Programme	-	20,000
Bank Charges/Surcharges	40,735.49	9,566
Write-off Unreconciled Bank Balance (Note 12.1.1)	3,342,076.55	-
	<u>6,114,351.56</u>	<u>975,597</u>



ROYAL COLLEGE - SCHOOL DEVELOPMENT SOCIETY**NOTES TO THE FINANCIAL STATEMENTS
AS AT 31ST DECEMBER,****(9) PROPERTY, PLANT & EQUIPMENT**

	<i>Balance as at 01.01.2023</i>	<i>Additions/ Transfers During Year</i>		<i>Disposals During Year</i>		<i>Balance as at 31.12.2023</i>
	Rs.	Rs.	Cts.	Rs.	Cts.	Rs. Cts.
<u>At Cost</u>						
Office Equipment	7,904,226	239,723.25		-		8,143,948.85
Machinery	117,492	-		-		117,492.00
Computers and Equipment	4,749,833	1,070,600.00		-		5,820,433.00
Building Equipment	971,834	2,213,010.00		-		3,184,844.00
Other Equipment	683,002	666,880.00		-		1,349,882.00
Furniture and Fittings	2,221,845	-		-		2,221,845.00
Camera System	250,500	-		-		250,500.00
Musical Instruments	818,050	79,500.00		-		897,550.00
Solar Power Panel Installation	544,343	-		-		544,343.00
Vehicles	26,495,000	-		-		26,495,000.00
	<u>44,756,125</u>	<u>4,269,713.25</u>		<u>-</u>		<u>49,025,837.85</u>
<u>Depreciation</u>						
Office Equipment	7,534,991	125,227.63		-		7,660,218.41
Computers and Equipment	3,626,995	604,974.00		-		4,231,969.00
Building Equipment	931,755	339,633.90		-		1,271,388.80
Other Equipment	517,744	188,926.65		-		706,670.50
Furniture and Fittings	2,178,706	20,439.90		-		2,199,146.14
Camera System	263,025	-		-		263,025.00
Musical Instruments	737,448	95,625.00		-		833,073.00
Solar Power Panel Installation	529,280	15,063		-		544,343.45
Vehicles	13,854,208	3,974,250.00		-		17,828,457.53
	<u>30,291,643</u>	<u>5,364,140.53</u>		<u>-</u>		<u>35,655,783.92</u>
Net Book Value	<u><u>14,464,481</u></u>					<u><u>13,370,053.93</u></u>



ROYAL COLLEGE - SCHOOL DEVELOPMENT SOCIETY**NOTES TO THE AS AT FINANCIAL STATEMENTS****AS AT 31ST DECEMBER,****(10) CAPITAL WORK IN PROGRESS**

	Opening Balance as at 01.01.2023	Additions During the Year	Transfers from During the Year	Closing Balance as at 31.12.2023
	Rs.	Rs.	Rs.	Rs.
Building Construction	2,213,010	-	2,213,010	-
Installation of Internal Fibre Network	1,000,000	-	1,000,000	-
	<u>3,213,010</u>	<u>-</u>	<u>3,213,010</u>	<u>-</u>

	Note	2023 Rs. Cts.	2022 Rs.
(11) INVESTMENTS IN FIXED DEPOSITS			
Fixed Deposits at People's Bank		56,957,399.36	31,946,020
		<u>56,957,399.36</u>	<u>31,946,020</u>
(12) CASH AND CASH EQUIVALENTS			
Cash at Bank	(12.1)	16,578,136.51	8,482,045
		<u>16,578,136.51</u>	<u>8,482,045</u>
(12.1) CASH AT BANK			
Cash at Bank - Peoples Bank (A/C No. 86100140013564)		19,920,213.06	8,482,045
Write off unreconciled Bank balance	(12.1.1)	(3,342,076.55)	-
		<u>16,578,136.51</u>	<u>8,482,045</u>

(12.1.1) Unreconciled cash balance of Rs.3,342,076.55 reported in the cash book of the peoples bank account No. 86100140013564 as at 31st Decmber 2023 has been accumulated as detailed in the table below. The sub-committee appointed on 21st April 2023 by the Exco Committee to identify & advice on the threathment of the unreconciled balance has recommended to written off the same due to,

1. This difference has continued since 2018 and the present employees at SDS do not have any knowledge on this matter. Former employees at SDS who had left due to transfers were inquired on this and they have stated that they do not have any recollection on this, since they do not have any related documents.
2. Not being able to clearly identify any script that is sufficient to investigate the relationship.
3. Since the accounting software was not functioning properly, the accounting process has been carried out manually. At this point, the accuracy of the balances extracted and transferred from the system cannot be examined.

Accounting Year	(A)	(B)	C=(B-A)
	Cash Book Balance	Cash Balance in Financial Statements	Difference
31.12.2016	9,591,928.44	10,829,612.47	1,237,684.03
31.12.2017	2,199,524.70	6,302,601.25	4,103,076.55
31.12.2018	276,348.82	3,618,425.37	3,342,076.55
31.12.2019	1,668,511.50	5,010,588.05	3,342,076.55
31.12.2020	3,368,743.19	6,710,819.74	3,342,076.55
31.12.2021	14,473,317.71	17,815,394.26	3,342,076.55
31.12.2022	5,139,968.43	8,482,044.98	3,342,076.55
31.12.2023	16,578,136.51	19,920,213.06	3,342,076.55

The recommendation to write off this balance was approved at the annual general meeting on 26th May 2023.

(13) OTHER PAYABLES

Refundable Deposits	1,556,090.12	1,500,000
	<u>1,556,090.12</u>	<u>1,500,000</u>

