

Financial Statements

Sri Lanka Association of Greater Washington, Inc

Circular A-133 Report

January 31, 2005

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Independent Auditor's Report

Board of Directors
Sri Lanka Association of Greater Washington, Inc
1820 N Ft. Myers Drive, Suite 600
Arlington, VA 22209

We have audited the accompanying statement of financial position of the Sri Lanka Association of Greater Washington, Inc as of January 31, 2005 and related statement of activities and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.


We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts of and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Sri Lanka Association of Greater Washington, Inc as of January 31st, 2005, the changes in its net asset and its cash flows for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated October 14, 2005 on our consideration of the Sri Lanka Association of Greater Washington, Inc internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the Sri Lanka Association of Greater Washington, Inc taken as a whole.

October 14, 2005


Leslie Partridge
Certified Public Accountant

Sri Lanka Association Of Greater Washington, Inc

Statement Of Financial Position
As Of January 31, 2005Assets**Current Assets**

	Amount	Amount
Cash - Chevy Chase Money Market A/C	75,028	
Cash - Chevy Chase CD	150,000	
Cash - Chevy Chase Operating A/C	42,853	
Cash - Citigroup Colombo (\$ Equivalent)	10,041	
Total Current Assets		<u>277,922</u>

Liabilities And Net Assets**Net Assets**

Tsunami Fund		
Emergency Relief/ Rehabilitation	226,943	
Adopt SriLanka	21,480	
Read Write, Srilanka	462	
Anura Karunaratne Fund	1,900	
Cyril Ponnampereuma Fund	23,855	
General Fund	3,232	
Ridgeway Fund	50	
Total Liabilities And Net Assets		<u>277,922</u>

Sri Lanka Association Of Greater Washington, Inc
Statement of Activities
For the Year Ended January 31, 2005

Exhibit "B"

	Amount	Amount
Contribution Support		
General Fund	938	
Anura Karunaratne Fund	1,015	
Computer Fund	750	
Cyril Ponnampereuma Fund	4,005	
Demining Funds	19,383	
Mahaweli Projects	1,225	
Volunteer English Teachers Program	900	
Tsunami Funds		
Emergency	241,407	
Adopt SriLanka	21,480	
Read Write	462	
Total Contribution Support		291,565
Other Income/Expense		
Interest Income	77	
Foreign Exchange Variation	82	
Total Other Income		159
Total Revenue Received		<u>291,724</u>
Direct Expenses		
Fund Raising	97	
Postage, Shipping & Delivery	969	
Total Direct Expenses		<u>1,066</u>
Donations/Grants		
Aids Marathon	250	
Manrosa Home of Love	249	
Marshall Legacy Institute	20,000	
Nest	249	
Richmond Fellowship Lanka	249	
Panadura Child Welfare Social Service League	184	
Seva Vanitha Mahaweli	1,102	
Sri Lankadhara Society	154	
St Mary's Church (Rectory Repair)	1,383	
Batticaloa Teaching Hospital	1,000	
Home for Human Rights	1,358	
St Mary's Convent (Furniture Contributed)	9,770	
English Instructor For St Joseph's College	1,699	
Total Donations		37,647
General & Administrative Expenses		
Bank Service Charges	198	
License & Permits	25	
Total General & Admin Expenses		223
Total Donations & Operating Expenses		<u>38,936</u>
Net Asset At The End Of The Year		<u>252,788</u>

See Accompanying Notes to Financial Statements

Statement Of Cash Flows
For The Year Ended January 2005

Cash flows from operating activities:

Cash Received From Donors	\$291,564
Interest Received	\$77
Grants / Donations Paid	(\$37,743)
Cash Paid To Vendors	(\$1,109)

Net cash provided by operating activities: \$252,788

Cash flows from financing activities:

Cash balance at the beginning of the year		
Anura Karunaratne Fund	\$885	
Computer Fund	\$200	
Cyril Ponnampereuma Fund	\$19,850	
Demining Funds	\$714	
General Fund	\$2,233	
Ridgeway	\$50	
Volunteer English Teachers Prog	\$1,202	\$25,134

Cash balance at the end of the year \$277,922

Sri Lanka Association of Greater Washington, Inc

Notes To Financial Statements

January 31, 2005

Note 1 – Nature Of Activities And Significant Accounting Policies

a) **Organization** – The Company was incorporated under the laws of the State of Maryland on January 13, 2002. This organization is exempt from Federal Income Tax under section 501(a) of the Internal Revenue Code as an organization described in section 501(c)(3). The major purpose of the organization is to provide charitable and humanitarian giving to the people of Sri Lanka. Its charitable work is limited to supporting non-political endeavors undertaken by Sri Lankans and friends of Sri Lanka living in the USA for the betterment of quality of life and other social equity issues impacting on poverty and deprivation in Sri Lanka and the USA.

b) **Projects** – The organization has discretionary projects that will be used for depositing “no strings attached” donations. These discretionary projects are as follows

The General Fund

The Emergency Relief/ Rehabilitation Fund or “The Tsunami Fund”

The restricted projects will be used to identify and categorize donations earmarked for specific purposes/activities/locations/recipients. Currently, the restricted projects maintained by SLAGW include-

Ponnamperuma Scholarship Fund

Computer Project

Anura Karunaratne Fund

Volunteer English Teacher Program (Closed on 01/31/2005 balance of \$ 450 is transferred to the General Fund)

Mahaweli Fund (Closed on 01/31/2005 balance of \$ 122 is transferred to the General Fund)

De-mining Fund (Closed on 01/31/2005)

Tsunami Funds

Emergency Relief/ Rehabilitation Fund

Adopt Sri Lanka

Read, Write – Sri Lanka

Donations -

The donation of replacement furniture made to St Mary’s Convent in Matara worth \$ 9,770.00 for Tsunami rehabilitation.

The donation of childcare supplies worth \$ 1,358.00 made to Home For Human Rights.

The donation of medical supplies worth \$ 1,000.00 made to Batticaloa Teaching Hospital.

Provided English instructor to St Joseph’s College. The expenses for providing his services were \$ 1,699.00.

The grant of \$ 1,383.00 was paid for Rectory repairs to the parish priest of St Mary’s Church, in Matara, which was damaged in Tsunami.

c) **Accounting method**

The accompanying financial statements are presented on the accrual basis of accounting.

d) **Revenue Recognition**

Revenue from contributions is recognized in amounts equal to the cost incurred to perform the program for which the contribution was made.

e) **Income Tax Status**

The Corporation is organized as and operates as non-profit organization.

**Report On Compliance And On Internal Control Over Financial
Reporting Based On An Audit Of Financial Statements In
Accordance With Government Auditing Standards**

Board of Directors
Sri Lanka Association of Greater Washington, Inc
1820 N Ft. Myers Drive, Suite 600
Arlington, VA 22209

We have audited the financial statements of the Sri Lanka Association of Greater Washington, Inc as of and for the year ended January 31, 2005 and have issued our report thereon dated October 14, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States and the Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Sri Lanka Association of Greater Washington, Inc financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, non compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an object of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported herein under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Sri Lanka Association of Greater Washington, Inc internal control over financial reporting in order to determine our auditing procedure for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned function. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management, others within the organization and federal awarding agencies and pass-through entities and is not intended to be and should not be used by any one other than these specified parties.

October 14, 2005


Leslie Partridge
Certified Public Accountant

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Report On Compliance With Requirements Applicable To Each Major Program And Internal Control Over Compliance In Accordance With OMB Circular A-133

Board of Directors
Sri Lanka Association of Greater Washington, Inc
1820 N Ft. Myers Drive, Suite 600
Arlington, VA 22209

Compliance

We have audited the compliance of the Sri Lanka Association of Greater Washington, Inc with the types of compliance requirements described in the US Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major programs for the year ended January 31, 2005. The Sri Lanka Association of Greater Washington, Inc major program is identified in the summary of auditor's result section of the accompanying schedule of findings and questioned costs. Compliance with the requirement of laws, regulations, contract and grants applicable to each of its major programs is the responsibility of the Sri Lanka Association of Greater Washington, Inc management. Our responsibility is to express an opinion on the Sri Lanka Association of Greater Washington, Inc compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, local, Governments and Non-Profit Organizations. Those standards and OMB circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major program occurred. An audit includes examining, on a test basis, evidence about the Sri Lanka Association of Greater Washington, Inc compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Sri Lanka Association of Greater Washington, Inc compliance with those requirements.

In our opinion, the Sri Lanka Association of Greater Washington, Inc complied, in all material respects, with the requirements referred to above that are applicable to each of its major programs for the year ended January 31, 2005.

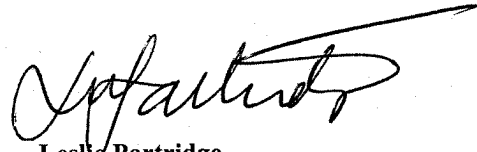
Internal Control Over Compliance

The management of the Sri Lanka Association of Greater Washington, Inc is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to programs. In planning and performing our audit, we considered the Sri Lanka Association of Greater Washington, Inc internal control over compliance with requirements that could have a direct and material effect on a major program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses

This report is intended solely for the information and uses of the audit committee, management others within the organization and federal awarding agencies and pass-through entities and is not intended to be and should not be used by any one other than these specified parties.

October 14, 2005



Leslie Partridge
Certified Public Accountant

Sri Lanka Association of Greater Washington, Inc

**Schedule Of Findings And Questioned Costs
Year Ended January 31,2005**

Summary Of Audit Results:

1. The auditor's report expresses an unqualified opinion on the financial statements of the Sri Lanka Association of Greater Washington, Inc.
2. There were no reportable conditions disclosed during the audit of financial statements.
3. There were no instance of noncompliance material to the financial statements of the Sri Lanka Association of Greater Washington, Inc
4. There were no reportable conditions disclosed during the audit of the major programs.
5. The auditor's report on compliance for the major programs for the Sri Lanka Association of Greater Washington, Inc expresses an unqualified opinion on all major programs.
6. The following program was tested as a major program:
Tsunami Funds:
 - a) Emergency Relief/ Rehabilitation Fund
 - b) Adopt Sri Lanka
 - c) Read, Write – Sri Lanka
7. The Sri Lanka Association of Greater Washington, Inc was determined to be a low-risk auditee.

**Schedule Of Findings And Questioned Costs
Major Federal Awards Programs
Year Ended January 31, 2005**

None

Corrective Action Plan

Not Applicable

**Resolution Of Prior Year Findings And Questioned Costs
Major Federal Awards Program
Year Ended January 31, 2005**

Not Applicable

**Sri Lanka Association of Greater Washington, Inc
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