

**The following penalties are charged from the Tourism Institutions those who are unable to meet the SLTDA established standards.**

**Manipulated Financial Statements submitted by the Tourism Institutions, registered at SLTDA for the purpose of obtaining the Tourism Development Levy (TDL) clearance.**

1. To black list the Auditor internally who has signed the Financial Statements.
2. To circulate about such auditors among the Tourism Institutions registered under SLTDA
3. Additional charges of 20% on total TDL payment for the period as a penalty

**Financial Statements with Auditor's Disclaimer of opinion, submitted by the Tourism Institutions registered at SLTDA for the purpose of obtaining the Tourism Development Levy (TDL) clearance.**

1. TDL clearance will not be issued for the succeeding year if there is no clear opinion in the next year Financial Statements.
2. To charge 20% surcharge on the total TDL payment for the period as a penalty

## **Requirements in the Audited Financial Statements for SLTDA Finance clearance**

In terms of section 11 of the Finance Act No. 25 of 2003, Sri Lanka Tourism Development Authority (SLTDA) collects Tourism Development Levy (TDL) from all Tourist Establishments licensed under SLTDA, (1 %) one per centum on their turnover.

Therefore, the Gazette Number 1318/24 requires to submit the Audited Financial Statements.

When submitting the Audited Financial Statements, we have noted that some of the Institutions forwarded them with the following short comings.

1. Neither Directors nor Finance officer's signature
2. Carrying amount of the Property Plant and Equipment (PPE) not showing in Statement of Financial Position even though they are having categorised of Property, Plant and Equipment, as a result they are unable to identify the depreciation in the Income Statement as well.
3. Omission of the comparative figures
4. In addition to the above, limited liability companies must be in line with the requirements in the company Act, when submitting their Financial Statements.

Therefore, please pay your attention to full fill the above requirement before submitting the Financial Statements to SLTDA.

In the case of absence of any of the above requirements will delay or cease, processing Finance clearance of your file