

Precautionary Notes

The Financial Management Manual (FMM) was issued in 1990 and since then, financial instructions have been issued from time to time to cope with new developments in public financial management. With the introduction of Programme-Based Budgeting (PBB) in 2008 and the amendments in our public finance legislation, there was a need to update our FMM and to align it with the reforms that have been implemented.

2. The current version of the FMM is being reviewed and recast into a Financial Management Kit (FM Kit) by Financial Management Review Committee (FMRC) which comprise of officers from the Treasury, MOFED, Financial Operations, Procurement and Supply and Internal Control. The FM Kit will provide public officers with an all inclusive set of reference documents which is intended to ensure uniformity and standardisation in public financial management.

3. The FM Kit comprises of –

- Volume I – Duties and Responsibilities in Management of Public Finance
- Volume II – Financial Management Manual (FMM) - General Financial Procedures
- Volume III – Programme-Based Budgeting Manual (PBBM)
- Volume IV – Chart of Accounts Manual (COAM)
- Volume V – FMM-Procurement & Supply Procedures
- Volume VI – FMM-Internal Audit
- Volume VII – Public-Private Partnership (PPP) Manual
- Volume VIII – Financial Laws & Regulations:
 - ◆ Finance and Audit Act
 - ◆ Public Debt Management Act
 - ◆ Public Procurement Act and Regulations

- Reference Documents
 - Investment Project Process Manual
 - Physical Asset Management
 - ICT Manual

4. Under section 22 of the Finance and Audit Act, MOFED has issued financial instructions contained in Volume I which has replaced the existing corresponding provisions

contained in the Financial Management Manual of 1990 and the following financial instructions-

SN	Financial Instructions	Replaced corresponding provisions in FMM 1990
1	No 1 of 2008 on Virement	Chapter 10.3- Section Reallocation or Virement, Chapter 20.3-Section REALLOCATION OR VIREMENT
2	No 2 of 2008 on Provision for Contingencies	Chapter 10.3-Section Additional Provision in cases of urgency, Corresponding Sections in Chapter 20.2
3	No 3 of 2009 on Virement	Chapter 10.3- Section Reallocation or Virement, Chapter 20.3-Section REALLOCATION OR VIREMENT
4	No 1 of 2010 on Losses, Arrears of Revenue, Write-off & Advances	Chapter 20.7-Section Losses, Shortages and Write Off

5. The Volumes I, III, IV, VII & VIII of the FM Kit which is already in force, financial instructions referred to at paragraph 4 and Budget circulars are available on MOFED Website (www.gov.mu/portal/site/mofsite).

6. Except for the changes referred to at paragraphs 4, the remaining topics of the FMM 1990 are still applicable.