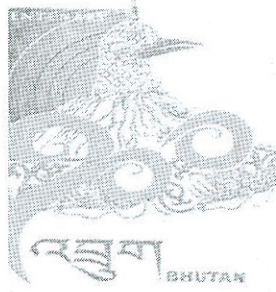




དྲུབ་རྩིས་ལྷན་ཁག།
རྒྱལ་ཡོངས་འཆར་དྲུབ་ལས་ཁུངས།
DEPARTMENT OF NATIONAL BUDGET
MINISTRY OF FINANCE



DNB/Notification/2012-13/ 847
November 26, 2012

Notification

In light of queries being made to the Ministry of Finance, the following clarifications with regard to the need to observe financial rules and regulations vis-a-vis budget sanctions and fund releases are hereby notified for strict compliance:

Chapter VI Section 6.12.1 of the Budget Manual, Financial Rules and Regulations 2001 states *“the release of funds by the DPA does not in any way exempt the agencies from the need to ensure that expenditures out of released funds are in accordance with the budget and prescribed financial rules and regulations”*. As a footnote to every fund release letter, there is a caution that *“the release letter indicates the limit for fund withdrawal and should not be treated as sanction for payment which is subject to normal financial rules”*.

In view of these clear instructions in the Financial Rules and Regulations, all the Ministries, Constitutional Bodies, Autonomous Agencies, Dzongkhags and Gewogs are hereby further reminded that budget sanctions and fund releases are authorizations for a stated purpose and the limit for withdrawal from the Letter of Credit account, but are in no way to be treated as sanction for expenditure. For incurring expenditure, budgetary bodies are required to comply with the relevant rules and regulations including entitlements and payment procedures as may be applicable for each case.


Lam Dorji
Finance Secretary

Copy to:

1. The Cabinet Secretary, Cabinet Secretariat, Tashichho Dzong for information.
2. The Auditor General, Royal Audit Authority for information.

Distribution:

1. All Ministries/Constitutional Bodies/Autonomous Agencies/Dzongkhags/Gewogs.
2. All AFD Heads/Accounts Officers/Budget Officers in Government Agencies.