

Management Audit Circular 02/2016

All Secretaries to the Ministries and Chief Secretaries of the Provincial Councils,
Heads of the Departments, Chairmen of Public Corporations, Statutory Boards and Government
Companies.

Appointment of Internal Auditors for Development Projects Funded by Foreign Financing

Development Projects funded by foreign financing, that is one of the major development component in Sri Lanka encounter the problem of taking these projects under the internal management as there are no internal auditor within the project staff. Thus encounters difficulty to ensure that the benefits of such Development Projects are received by the general public in recommended level without delay and in verifying the transparency in fiscal management.

Therefore actions should be taken to appoint an Internal Auditor for the projects described in the Sub Sections 1.1, 1.2, and 1.3 of the Management Service Circular 1/2016 and the total project cost of USD 10 million or above. Accordingly,

1. An Internal Auditor should be recruited within the project staff of the new projects at the pre appraisal stage of the project in accordance with the aforesaid Circular.
2. Actions should be taken to recruit an Internal Auditor to the ongoing projects which have remaining life time of one year or more than one year without delay subjected to proper approval of the Department of Management Services.

Sections, other than the Section 1.4 of the Management Service Circular No. 1/2016 which provided the provisions for cost and limitations for recruitment of project staff shall be applicable for the recruitment of Internal Auditors.

This Circular Shall be effective from 15 June 2016.

R.S.S. Samaratunga
Secretary
Ministry of Finance

Copies :Secretary to the President

Secretary to the Prime Minister

Secretary to the Cabinet of Ministers

Secretaries of Commissions

Auditor General

Director General, Department of Management Services

Secretary, Public Service Commission

Secretary, Salaries and Cadre Commission