



## ANNUAL TECHNICAL INSPECTION REPORT ON PANCHAYATI RAJ INSTITUTIONS

## FOR THE YEAR ENDED 31 MARCH 2010

**GOVERNMENT OF UTTAR PRADESH** 

## **TABLE OF CONTENTS**

Contents	Paragraph Number	Page Number
Preface		iii
CHAPTER-I	[	
An Overview of the Panchayati Raj Institutions		
Introduction	1.1	1
Organizational Set-up	1.2	2
Database on finances of PRIs	1.3	3
Sources of revenue	1.4	4
Utilisation of funds	1.5	7
Overall financial position	1.6	9
District planning committees	1.7	10
Budgeting and budgetary process	1.8	11
Accounting arrangements	1.9	11
Audit arrangements	1.10	12
Position of entrustment of audit/TGS to C &AG	1.11	12
Other points	1.12	13
Conclusion	1.13	13
CHAPTER-I	I	
Performance Au	udit	
Performance Audit of Receipt and Utilization of B	Backward Regions G	rant Fund by
Panchayati Raj Institutions		·
Introduction	2.1	16
Organisationl Set up	2.2	16
Audit Objectives	2.3	17
Scope of Audit and Methodology	2.4	17
Planning	2.5	18
Financial Management	2.6	21
Implementation	2.7	24
Internal Control and Monitoring	2.8	30
conclusion	2.9	31
Recommendations	2.10	32
CHAPTER-II	П	
Audit of Transactions		
Irregular payment of royalty	3.1	35
Unfruitful expenditure on sub-standard work	3.2	36
Avoidable expenditure	3.3	37
Revenue loss	3.4	38

APPENDICES			
Particulars	Appendix Number	Page Number	
Arrears in tax collection in Zila Panchayats (2008-09)	1.1	38	
Non-reconciliation of Cash Balances	1.2	39	
Details of Sanction and Release in ZPs, KPs and GPs (2009-10)	2.1	40	
Delay (in excess of 15 days) and amount of penal interest @ 11.75 per cent per annum	2.2	42	
Details of payment to suppliers without deduction of Income Tax	3.1	43	