

P R E F A C E

1. This report has been prepared for submission to the Government of Madhya Pradesh in accordance with terms of Technical Guidance and support over the audit of Urban Local Bodies (ULBs) and Panchayati Raj Institutions (PRIs) of the Comptroller and Auditor General of India.
2. This report has been prepared in two Parts. Part - I deals with the observations on ULBs and Part – II with the observations on PRIs.
3. Chapter I of each part of this Report contains a brief introduction on the functioning, accounting procedures of ULBs/PRIs.
4. Chapter II of each Part of this report deals with audit observations on release and utilization of Twelfth Finance Commission grants (TFCs), comments on Implementation of schemes and comments on Transaction Audit.
5. The cases mentioned in the report are those, which came into notice during the course of audit of accounts during 2009-10 as well as those which had come to notice during earlier years, but could not be dealt with in the previous Reports; matters relating to the periods subsequent to 2009-10 have also been included, wherever necessary.