

## PREFACE

*The Report is prepared for submission to the Government of Manipur in terms of Technical Guidance and Support (TGS) on audit of accounts of Panchayati Raj Institutions (PRIs) and Urban Local Bodies (ULBs) under Section 20 (1) of C&AG's DPC Act, 1971, as entrusted by the State Government on the recommendation of the Eleventh Finance Commission (June 2002). Based on the recommendation of the Thirteenth Finance Commission the State Government has again entrusted audit of accounts of PRIs and ULBs as per standard terms and conditions of TG&S under Section 20(1) of C&AG's DPC Act, 1971 (February 2012).*

2. *This is the fourth Annual Technical Inspection Report on PRIs and ULBs in the State of Manipur. This Annual Technical Inspection Report for the year 2011-12 is the consolidation of major audit findings arising out of audit of accounts of PRIs and ULBs conducted during the year 2011-12, as well as those which had come to notice in earlier years but could not be included in previous Reports. Matters relating to the periods subsequent to 2011-12 have also been included, wherever necessary.*

3. *This Report contains four Chapters. Chapter I & Chapter III relate to Accounts and Finances of the PRIs and ULBs respectively, whereas Chapter II and IV deal with the observations arising out of transaction audit of selected PRIs and ULBs.*

4. *The purpose of this Report is to give an overview of the functioning of Panchayati Raj Institutions and Urban Local Bodies in the State of Manipur so as to draw the attention of the Executive Departments, Panchayati Raj Institutions and Urban Local Bodies for remedial actions for improvement, wherever necessary.*