



Preface

This report has been prepared for submission to the Governor of Karnataka under Article 151 of the Constitution.

Chapters I and II of this report respectively contain audit observations on matters arising from examination of Finance Accounts and Appropriation Accounts respectively, of the State Government for the year ended 31 March 2013. Information has been obtained from the Government of Karnataka, wherever necessary.

Chapter III on 'Financial Reporting' provides an overview and status of the State Government's compliance with various financial rules, procedures and directives.

The report has been prepared taking into account replies of the State Government. It also includes recommendations of the PAC for the report on State Finances for the year ended 31 March 2010.

The reports containing the findings of performance audit and audit of transactions in various departments and observations arising out of audit of Statutory Corporations, Boards and Government Companies, Local Bodies, Panchayat Raj Institutions and the report containing observations on Revenue Receipts are presented separately.