

PREFACE

This Report has been prepared for submission to the Governor under Article 151 of the Constitution. This is the first Report for placement in the State Legislature.

Chapters I and III of this Report contain observations arising from examination of accounts and finances of Panchayati Raj Institutions and Urban Local Bodies respectively.

Chapters II and IV deal with the findings of Audit in respect of financial transactions of Panchayati Raj Institutions and Urban Local Bodies respectively.

The cases mentioned in this Report are among those which came to notice in the course of test audit of accounts during the year 2004-05 as well as those which had come to notice in earlier years; matters relating to the periods subsequent to 2004-05 have also been included wherever necessary.