

PREFACE

1. This report has been prepared for submission to the Government of Himachal Pradesh in accordance with the terms of Technical Guidance and Supervision (TGS) of the audit of accounts of Urban Local Bodies (ULBs) by the Comptroller & Auditor General of India as envisaged by the Eleventh Finance Commission.
2. Chapter-I of the Report contains a brief introduction on the functioning of the ULBs alongwith observations regarding devolution of Funds, Functions and Functionaries to them and Chapter-II deals with the observations on transaction audit arising out of inspection of ULBs. Chapter-III contains performance review of Integrated Development of Small and Medium Towns scheme.
3. The cases mentioned in this report are those, which came to notice in the course of test check of accounts of 17 Urban Local Bodies during the year 2008-09. Matters relating to the periods subsequent to 2007-08 have also been included, wherever necessary.