

## **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 Panchayati Raj Institutions (PRIs) by the Comptroller and Auditor General of India as entrusted by the State Government vide letter no. PCH-HC(10)10/2002-23447 dated 8 December 2003 in terms of Eleventh Finance Commission's recommendation.

2. Chapter-I of the report contains a brief introduction to the functioning of the PRIs alongwith financial position of allocation and utilization of fund. Chapter-II of the report contains Performance Review of Asset Management in PRIs Chapter-III deals with the observations on transaction audit arising out of inspections of PRIs.

3. The cases mentioned in the Report are among those which came to notice mainly in course of test check of accounts of 336 Panchayati Raj Institutions conducted during the year 2009-10.