

PREFACE

The **Examiner of Local Accounts, Bihar**, Patna heads the **Local Audit Department (LAD)** under the supervision of the **Principal Accountant General (Audit), Bihar**, Patna. The Government of Bihar has appointed the ELA as statutory auditor of PRIs vide notification dated: 18.10.2006. The ELA conducts Audit of all the Local Bodies in accordance with provisions under **Local Fund Audit (LFA) Act, 1925** of the Bihar State and various other acts of the Bihar Government from time to time.

The ELA prepares Report on the accounts of PRIs unit wise and sends such report to the Mukhia, the Pramukh, the Adhyaksha, as the case may be, of the Gram Panchayat, the Panchayat Samiti or the Zilla Parishad and a copy thereof to the State Government.

This Report of the ELA for the year ended 31 March 2010 is consolidation of major audit findings arising out of audit of accounts of Panchayati Raj Institutions in the State of Bihar.

The audit findings in the Report are those which came to notice in the course of audit of accounts of Panchayat Raj Institutions conducted during 2009-2010 as well as those which had come to notice in the earlier years but could not be dealt with in previous Reports