

PREFACE

This Report of the Comptroller and Auditor General of India has been prepared for submission to the Governor under Article 151 of the Constitution for being laid before the State Legislature.

The Report, covering the year 2012-13, contains significant results of the compliance audits and performance audits of the Departments of the Government of Madhya Pradesh under Economic (Non-PSUs) Sector including Departments of Co-operative, Farmer Welfare and Agriculture Development, Forest, Narmada Valley Development, Public Works, Panchayat and Rural Development, Rural Industries and Water Resources. However, Departments under the General, Social and Revenue Sectors are excluded and are covered in the Reports on the General, Social and Revenue Sectors.

The cases mentioned in the Report are among those which came to notice in the course of test audit of accounts during the year 2012-13 as well as those which came to notice in earlier years but could not be reported in previous Audit Reports; matters relating to the period subsequent to year 2012-13 have also been included, wherever necessary.

Audit has been conducted in conformity with the Auditing Standards issued by the Comptroller and Auditor General of India, based on the Auditing Standards of the International Organisation of Supreme Audit Institutions.

This Report contains an overview of significant audit observations and three Chapters. Chapter-1 of this Report narrates the budget profile of the State, planning and conduct of audit, responses of the departments to the audit and follow up of Audit Reports. Chapter-2 includes Performance Audits on Construction of Bridges by Public Works Department, Working of Co-operative Department, Management of Forest Offences, Rashtriya Krishi Vikas Yojna, Quality Assurance in Construction of Rural Roads and Internal Control in Water Resources Department. Chapter-3 deals with compliance audit findings of various departments under Economic Sector.