## **Preface**

- 1. This Report has been prepared for submission to the Governor under article 151 of the Constitution.
- 2. Chapters I and II of this Report respectively contain audit observations on matters arising from examination of the Finance Accounts, Appropriation Accounts of the State Government for the year ended 31 March 2007 and activities of State run commercial undertakings.
- 3. Chapter III deals with the findings of performance audit and while Chapter IV deals with findings of audit of transactions in the various departments including Public Works, Irrigation Departments and Autonomous Bodies, etc. Chapter V deals with comments on Internal Control System existing in a selected department in the State.
- 4. The Reports containing the audit observations on Statutory Corporations, Revenue Receipts and National Programme of Nutritional Support to Primary Education are presented separately.
- 5. The cases mentioned in the Report are among those which came to notice in the course of test-audit of accounts during the year 2006-07 as well as those which had come to notice in earlier years but could not be dealt with in previous Reports; matters relating to the periods subsequent to 2006-07 have also been included, wherever necessary.