

PREFACE

1. This report has been prepared for submission to the Government of Uttar Pradesh in accordance with the terms of Technical Guidance and Supervision (TGS) over the proper maintenance of accounts of Panchayati Raj Institutions (PRIs) and their audit by the Comptroller and Auditor General of India as envisaged by the Eleventh Finance Commission.
2. This report has three chapters. Chapter I contains a brief introduction of functioning of various levels of the PRIs in the state with the observations and comments on accounts, Chapter II deals with the performance audit on the subjects (i) Twelfth Finance Commission-Utilisation of grants by Panchayati Raj Institutions (ii) Transfer of Functions, Functionaries and Funds to Panchayati Raj Institutions and Chapter III deals with audit comments based on inspection.
3. The cases mentioned in the report are those, which came to notice in the course of test audit/inspection of accounts during the year 2007-08. During the period from April 2007 to March 2008, accounting and other records of 52 Zila Panchayats, 139 Kstetra Panchayats and 2544 Gram Panchayats were inspected.