



**GOVERNMENT OF JAMMU & KASHMIR,
FINANCE DEPARTMENT.**

Subject:- Entrustment of Technical Guidance & Supervision of PRIs & ULBs to C&AG pursuant to 13th Finance Commission Report.

Government Order No. 2/9 –F of 2012,

D a t e d : 01-10-2012.

In terms of Section 20 (1) of the Comptroller and Auditor General (Duties, Powers and Conditions of Service) Act, 1971, sanction is hereby accorded to the entrustment of the audit of the accounts of all the three tiers of Panchayati Raj Institutions (PRIs) and all categories of ULBs constituted in the state under Part-IX of the Constitution of India, to the C&AG of India.

2. The terms and conditions for conducting the audit of the accounts of the said PRIs/ ULBs will be as follows:

i) In addition to audit to be conducted by the statutory Auditor of PRIs/ULBs, the C&AG of India will have the right to conduct such test check of the accounts and to comment on and supplement the report of the statutory auditor, as he may deem fit.

ii) The C&AG of India or any person appointed by him in connection with the audit, shall have the same rights, privilege and authority as the C&AG has in connection with the audit of Government accounts.

iii) The results of audit may be communicated by C&AG or any person appointed by him to the PRIs/ULBs. The C&AG may also forward a copy of the report direct to the Government.

iv) The scope, extent and manner of conducting audit shall be as decided by the C&AG.

v) The C&AG or his representative will have the right to report to State Legislature, the results of audit at his discretion.

vi) The above terms and conditions will not affect, in any way, the C&AG's right to access the accounts and records of the PRIs/ULBs under other sections of the Comptroller and Auditor General (Duties, Powers and Conditions of Services) Act, 1971, and under other due statutory process.

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3. C&AG may provide suitable Technical Guidance & Supervision (TG &S) to primary external auditors of PRIs/ULBs, viz. Director, Local Fund Audit & Pensions, J&K, or any other such designated statutory agency, for the purpose of strengthening Public Finance Management and Accountability in PRIs/ULBs. The parameters of such TG&S would be as illustrated in Sections 152 to 154 of Audit Regulations 2007 issued by C&AG u/s 23 of C&AG's (DPC) Act, 1971.

By Order of the Government of Jammu and Kashmir.

Sd/-

(Iqbal Khandey),
Principal Secretary to Government,
Finance Department,

No: DGAT/PS/DR/718

Dated:-01-10-2012

Copy to the:

1. Principal Accountant General (Audit), J&K, Srinagar.
2. Principal Secretary to Government, Housing & Urban Development Deptt.
3. Commissioner/Secretary to Government, Rural Development Department.
4. Commissioner, Jammu Municipal Corporation/Srinagar Municipal Corporation.
5. Director, Rural Development Kashmir/Jammu.
6. Director, Local Bodies Kashmir/Jammu.
7. Director, Local Fund Audit & Pensions, J&K, Srinagar.
8. OSD to Hon'ble Minister for Finance & Ladakh Affairs for information of the Hon'ble Minister.
9. Government Order file (w2sc).

Ravi Magotra
(Ravi Magotra), 01/10

Director General,
Accounts & Treasuries,
Finance Department.