

Preface

1. The Comptroller and Auditor General of India (CAG)'s audit arrangements in respect of the Government of Andhra Pradesh were restructured with effect from April 2012 with the aim of integrating audit efforts and presenting a sectoral perspective. Accordingly, audit of Government offices, special purpose agencies, local bodies, autonomous bodies, Public Sector Undertakings, etc., of the State Government has been integrated on suitable sectoral lines, such as 'Social', 'Economic', 'Revenue' and 'General'.
2. This year onwards, Audit Reports covering sector-wise State Government departments are being prepared separately by the CAG for submission to the Governor as per the provisions of the Constitution of India.
3. This Audit Report on the Government of Andhra Pradesh, covering the activities of General and Social Sector has been prepared for submission to the Governor under Article 151 of the Constitution.
4. This Report contains results of Performance Audit relating to *Functioning of State Disaster Response and Fire Services Department* (Home (Prisons) Department); *Scholarship schemes for SC, ST, BC and Minority students* (Social, Tribal, Backward Classes and Minorities Welfare Departments); *Implementation of Jawaharlal Nehru National Urban Renewal Mission (JNNURM)* (Municipal Administration and Urban Development Department); *Implementation of Rural Water Supply Schemes* (Panchayat Raj and Rural Development (Rural Water Supply and Sanitation) Department) and thematic audit on *Functioning of Polytechnics* (Higher Education (Technical Education) Department) in addition to five Compliance Audit paragraphs.
5. The Comptroller and Auditor General's Audit Reports relating to Economic Sector, Revenue Sector and Public Sector Undertakings are presented separately.
6. The cases mentioned in this Report are those which came to notice in the course of audit during the year 2011-12, as well as those which had come to notice in earlier years but were not dealt with in the previous Reports. Matters relating to the period subsequent to 2011-12 have also been included wherever necessary. The report has been finalised, after considering the responses of the Government/Departments, wherever received.
7. Audit has been conducted in conformity with the Auditing Standards issued by the Comptroller and Auditor General of India.