



National Audit Act 1983

1983 CHAPTER 44

PART II

ECONOMY, EFFICIENCY AND EFFECTIVENESS EXAMINATIONS

6 Public departments etc.

- (1) The Comptroller and Auditor General may carry out examinations into the economy, efficiency and effectiveness with which any department, authority or other body to which this section applies has used its resources in discharging its functions.
- (2) Subsection (1) above shall not be construed as entitling the Comptroller and Auditor General to question the merits of the policy objectives of any department, authority or body in respect of which an examination is carried out.
- (3) Subject to subsections (4) and (5) below, this section applies to—
 - [^{F1}(a) any department which is required to prepare resource accounts under section 5 of the Government Resources and Accounts Act 2000;]
 - ^{F2}(aa)
 - ^{F2}(ab)
 - (b) any body required to keep accounts under ^{F3}... section 86 of the ^{M1}National Health Service (Scotland) Act 1978; [^{F4}and any NHS foundation trust];
 - (c) any other authority or body whose accounts are required to be examined and certified by, or are open to the inspection of, the Comptroller and Auditor General by virtue of any enactment, including an enactment passed after this Act; and
 - (d) any authority or body which does not fall within section 7 below and whose accounts are required to be examined and certified by, or are open to the inspection of, the Comptroller and Auditor General by virtue of any agreement made, whether before or after the passing of this Act, between that authority or body and a Minister of the Crown.

^{F5}(3A)

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- (4) Where the functions of the Comptroller and Auditor General in relation to any authority or body falling within subsection (3)(c) or (d) above are by the enactment or agreement in question restricted to particular activities of the authority or body, any examination under this section in respect of that authority or body shall be correspondingly restricted.
- (5) No examination shall be carried out under this section by the Comptroller and Auditor General in respect of an authority or body falling within subsection (3)(d) above unless the carrying out of such an examination is included (expressly or by implication) in the functions exercisable by him under the agreement in question; but where—
- (a) the agreement was made by a Minister before the coming into force of this section and is not such as to allow any such examination; or
 - (b) a Minister makes an agreement after the coming into force of this section for the exercise by the Comptroller and Auditor General in respect of any authority or body of any such functions as are mentioned in subsection (3)(d) above,
- the Minister shall, subject to subsection (6) below, use his best endeavours to secure from the authority or body in question such rights as will enable examinations under this section to be carried out in respect of that authority or body.
- (6) Subsection (5) above shall not oblige a Minister to seek to obtain any rights except at the request of the Comptroller and Auditor General, and the obligations of a Minister under that subsection do not apply to any organisation which is the subject of an Order in Council under section 1 or 4 of the ^{M2}International Organisations Act 1968.
- (7) In this section—
- “authority” includes any person holding a public office;
 - “Minister” or “Minister of the Crown” includes any department falling within subsection (3)(a) above;
 - “policy”, in relation to any such department, includes any policy of the government so far as relating to the functions of that department;
 - and references to an agreement made by a Minister include references to conditions imposed by him in pursuance of any statutory power in that behalf, whether in connection with the provision of financial assistance or otherwise.

Textual Amendments

- F1** S. 6(3)(a) substituted (1.4.2001) by 2000 c. 20, s. 29, **Sch. 1 para. 18(3)**; S.I. 2000/3349, **art. 3(1)(a)** (with transitional provision in **art. 5**)
- F2** S. 6(3)(aa)(ab) omitted (1.4.2018) by virtue of Wales Act 2017 (c. 4), s. 71(4), **Sch. 6 para. 33(2)** (with **Sch. 7** paras. 1, 6, 9); S.I. 2017/1179, reg. 3(r)
- F3** Words in s. 6(3)(b) omitted (1.7.2022) by virtue of Health and Care Act 2022 (c. 31), **ss. 87(3)(a), 186(6)**; S.I. 2022/734, reg. 2(a), **Sch.** (with regs. 13, 29, 30)
- F4** Words in s. 6(3)(b) inserted (1.4.2004) by Health and Social Care (Community Health and Standards) Act 2003 (c. 43), s. 199(1)(4), **Sch. 4 para. 59**; S.I. 2004/759, art. 2
- F5** S. 6(3A) omitted (1.4.2018) by virtue of Wales Act 2017 (c. 4), s. 71(4), **Sch. 6 para. 33(4)** (with **Sch. 7** paras. 1, 6, 9); S.I. 2017/1179, reg. 3(r)

Modifications etc. (not altering text)

- C1** S. 6 applied (E.W.) by Water Act 1989 (c. 15, SIF 130), s. 1, **Sch. 1 Pt. II para. 22(4)** (with **ss. 58(7), 101(1), 141(6), 160(1)(2)(4), 163, 189(4)–(10), 190, 193(1), Sch. 26** paras. 3(1)(2), 17, 40(4), 57(6), 58)

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- C2** S. 6 restricted (E.W.) by Education Reform Act 1988 (c. 40, SIF 41:1), ss. 135(2)(b), 231(7), 235(6)
- C3** S. 6 applied (E.W.) by Housing Act 1988 (c. 50, SIF 61), s. 62(5), **Sch. 8 Pt. III para. 10(5)**
- C4** S. 6 applied (E.W.) (1.12.1991) by Water Resources Act 1991 (c. 57, SIF 130), **ss. 122(4)**, 225(2).
- C5** S. 6 restricted (16.5.1992) by Further and Higher Education (Scotland) Act 1992 (c. 37), s. 12, **Sch. 2 para. 19(b)**; S.I. 1992/817, art. 3(2), **Sch. 1**.
- C6** S. 6 restricted (30.9.1992) by Further and Higher Education Act 1992 (c. 13), **s. 53(2)(b)**; S.I. 1992/831, art. 2, **Sch. 2**.
- C7** S. 6 restricted (1.4.1993) by Further and Higher Education (Scotland) Act (c. 37), s. 53(2)(b); S.I. 1992/817, art. 3(2), **Sch. 4**.
- C8** S. 6 applied (28.7.1995) by 1995 c. 25, **s. 46(4)** (with ss. 7(6), 115, 117); S.I. 1995/1983, **art. 2**
S. 6 restricted (2.9.1998) by 1993 c. 39, **s. 33(4)** (as inserted (2.9.1998) by 1998 c. 22, **ss. 5(1)(2)**, 27(5))
S. 6 restricted (1.12.1998) by 1998 c. 38, **s. 101(2)** (with ss. 139(2), 143(2)); S.I. 1998/2789, **art. 2**
S. 6 excluded (1.4.2000) by 1998 c. 46, s. 125, **Sch. 8 para. 20**; S.I. 1998/3178, art. 2(2), **Sch. 5**
- C9** S. 6 excluded by 1998 c. 11, s. 7D(11) (as inserted (6.7.2016) by Bank of England and Financial Services Act 2016 (c. 14), **ss. 11**, 41(3) (with Sch. 3); S.I. 2016/627, reg. 2(1)(l))
- C10** S. 6 excluded (1.4.2018) by Wales Act 2017 (c. 4), **ss. 13(5)**, 71(4) (with Sch. 7 paras. 1, 6, 9); S.I. 2017/1179, reg. 3(d)
- C11** S. 6(3)(c) restricted (16.5.1992) by Further and Higher Education (Scotland) Act 1992 (c. 37), s. 12, **Sch. 2 para. 19(b)**; S.I. 1992/817, art. 3(2), **Sch. 1**.
- C12** S. 6(3)(c) restricted (1.4.1993) by Further and Higher Education (Scotland) Act 1992 (c. 37), **s. 53(2)(b)**; S.I. 1992/817, art. 3(2), **Sch. 4**.

Marginal Citations

- M1** 1978 c. 29.
M2 1968 c. 48.

7 Other bodies mainly supported by public funds.

- (1) If the Comptroller and Auditor General has reasonable cause to believe that any authority or body to which this section applies has in any of its financial years received more than half its income from public funds he may carry out an examination into the economy, efficiency and effectiveness with which it has in that year used its resources in discharging its functions.
- (2) Subsection (1) above shall not be construed as entitling the Comptroller and Auditor General to question the merits of the policy objectives of any authority or body in respect of which an examination is carried out.
- (3) In determining for the purposes of subsection (1) above whether the income of an authority or body is such as to bring it within that subsection the Comptroller and Auditor General shall consult that authority or body and the Treasury.
- (4) This section applies to any authority or body appointed, or whose members are required to be appointed, by or on behalf of the Crown except a body specified in Schedule 4 to this Act.
- (5) For the purposes of this section money is received from public funds if it is paid—
 - (a) by a Minister of the Crown out of moneys provided by Parliament or out of the National Loans Fund; or
 - (b) by an authority or body which itself falls within subsection (1) above, including an authority or body falling within that subsection by virtue of this paragraph;

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but, in either case, there shall be disregarded any money paid as consideration for the acquisition of property or the supply of goods or services or as remuneration, expenses, pensions, allowances or similar benefits for or in respect of a person as the holder of an office.

- (6) In this section “income” includes capital receipts and “authority” and “Minister of the Crown” have the same meaning as in section 6 above.

Modifications etc. (not altering text)

- C13** S. 7 excluded (E.W.) by [London Regional Transport Act 1984 \(c. 32, SIF 126\)](#), [s. 24](#)
- C14** S. 7 excluded (1.4.2000) by [1998 c. 46, s. 125, Sch. 8 para. 20](#); [S.I. 1998/3178, art. 2\(2\), Sch. 5](#)
 S. 7 restricted (1.2.1999) by [1998 c. 38, s. 111, Sch. 9 Pt. I paras. 12, 13](#) (with [ss. 139\(2\), 143\(2\)](#)); [S.I. 1999/118, art. 2](#)
 S. 7 restricted (1.7.1999) by [1993 c. 46, Sch. 1A para. 14\(2\)](#) (as inserted (1.7.1999) by [1998 c. 38, s. 112, Sch. 10 para. 17](#) (with [ss. 139\(2\), 143\(2\)](#)); [S.I. 1999/1290, art. 4](#)
- C15** S. 7 modified by [1996 c. 52, Sch. 2A para. 16\(5\)](#) (as inserted (14.7.2005) by [Housing Act 2004 \(c. 34\), s. 270\(7\), Sch. 12](#); [S.I. 2005/1814, arts. 1\(2\), 2\(e\)](#))
- C16** S. 7 applied by [1996 c. 52, Sch. 2A para. 16\(5\)](#) (as inserted (14.7.2005) by [Housing Act 2004 \(c. 34\), s. 270\(7\), Sch. 12](#); [S.I. 2005/1814, arts. 1\(2\), 2\(e\)](#))
- C17** S. 7 excluded (1.4.2018) by [Wales Act 2017 \(c. 4\), ss. 13\(5\), 71\(4\)](#) (with [Sch. 7 paras. 1, 6, 9](#)); [S.I. 2017/1179, reg. 3\(d\)](#)

[^{F6}7ZA Relevant authorities

- (1) The Comptroller and Auditor General may carry out examinations into the economy, efficiency and effectiveness with which relevant authorities have used their resources in discharging their functions.
- (2) An examination under this section must relate to—
 - (a) all relevant authorities, or
 - (b) particular descriptions of relevant authorities.
- (3) An examination under this section is to be carried out for the purposes of—
 - (a) ensuring that the use of resources by a department to which section 6 applies to fund relevant authorities represents an economical, efficient and effective use of those resources, or
 - (b) providing evaluation, commentary and advice of a general nature to all relevant authorities, or all relevant authorities of a particular description, as to the economy, efficiency and effectiveness with which they use their resources in discharging their functions.
- (4) An examination under this section may be combined with another examination under this Part.
- (5) This section does not entitle the Comptroller and Auditor General to question—
 - (a) the merits of the policy objectives of any relevant authority in respect of which an examination is carried out, or
 - (b) the merits of government policy.
- (6) Before carrying out an examination under this section, the Comptroller and Auditor General must consult—

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- (a) such associations or representatives of relevant authorities as the Comptroller and Auditor General thinks appropriate, and
 - (b) such other persons or bodies as appear to the Comptroller and Auditor General to be relevant to the examination proposed to be carried out.
- (7) Subsection (8) applies if the Comptroller and Auditor General—
- (a) proposes to carry out an examination under this section, and
 - (b) considers that the work of the Auditor General for Wales is relevant to the examination.
- (8) Before carrying out the examination, the Comptroller and Auditor General must—
- (a) consult the Auditor General for Wales, and
 - (b) take into account any relevant work done or being done by the Auditor General for Wales.
- (9) In deciding whether to carry out an examination under this section, and in carrying out such an examination, the Comptroller and Auditor General must have regard to any other relevant examination, inspection or research (by whatever name) that the Comptroller and Auditor General knows has been, is or is to be undertaken by other persons.
- (10) The Comptroller and Auditor General may publish the results of an examination under this section in such manner as the Comptroller and Auditor General considers appropriate.
- (11) In this Act “relevant authority” has the same meaning as in the Local Audit and Accountability Act 2014 (see section 2(1)), except that—
- (a) the Common Council of the City of London is a relevant authority for the purposes of this Act only to the extent that it exercises functions to which that Act applies,
 - (b) a health service body within the meaning of that Act (see section 3(9)) is not a relevant authority for the purposes of this Act, and
 - (c) a chief constable within the meaning of that Act (see section 44(1)) or the Commissioner of Police of the Metropolis is not a relevant authority for the purposes of this Act.]

Textual Amendments

- F6** S. 7ZA inserted (4.4.2014) by [Local Audit and Accountability Act 2014 \(c. 2\)](#), ss. **35(1)**, 49(1); S.I. 2014/900, art. 2(d)

[^{F7}7A Proposals made by Committee of Public Accounts

In determining whether to carry out any examination under this Part, the Comptroller and Auditor General must have regard to any proposals made by the Committee of Public Accounts.]

Textual Amendments

- F7** S. 7A inserted (1.4.2012) by [Budget Responsibility and National Audit Act 2011 \(c. 4\)](#), ss. **18**, 29 (with [Sch. 4](#)); S.I. 2011/2576, art. 5

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8 Right to obtain documents and information.

- (1) Subject to subsection (2) below ^{F8}... , the Comptroller and Auditor General shall have a right of access at all reasonable times to all such documents as he may reasonably require for carrying out any examination under section 6 [^{F9}, 7 or 7ZA] above and shall be entitled to require from any person holding or accountable for any such document such information and explanation as are reasonably necessary for that purpose.
- (2) [^{F10} In the case of an examination under section 6 or 7,] Subsection (1) above applies only to documents in the custody or under the control of [^{F11} —
- (a) the department, authority or body to which the examination relates [^{F12}, or
 - (b) where the examination relates in whole or in part to the use of resources by the department, authority or body to fund a relevant authority, that relevant authority.]
- [^{F13}(2A) In the case of an examination under section 7ZA, subsection (1) applies only to documents in the custody or under the control of—
- (a) a relevant authority to which the examination relates, or
 - (b) where the examination is undertaken for a purpose within section 7ZA(3)(a), a department to which section 6 applies and which funds a relevant authority to which the examination relates.]

^{F14}(3)

^{F14}(4)

^{F15}(5)

Textual Amendments

- F8** Words in s. 8(1) omitted (1.4.2018) by virtue of [Wales Act 2017 \(c. 4\), s. 71\(4\), Sch. 6 para. 34\(2\)](#) (with [Sch. 7 paras. 1, 6, 9](#)); [S.I. 2017/1179, reg. 3\(r\)](#)
- F9** Words in s. 8(1) substituted (4.4.2014) by [Local Audit and Accountability Act 2014 \(c. 2\), ss. 35\(3\), 49\(1\)](#); [S.I. 2014/900, art. 2\(d\)](#)
- F10** Words in s. 8(2) inserted (4.4.2014) by [Local Audit and Accountability Act 2014 \(c. 2\), ss. 35\(4\)\(a\), 49\(1\)](#); [S.I. 2014/900, art. 2\(d\)](#)
- F11** Word in s. 8(2) inserted (4.4.2014) by [Local Audit and Accountability Act 2014 \(c. 2\), ss. 35\(4\)\(b\), 49\(1\)](#); [S.I. 2014/900, art. 2\(d\)](#)
- F12** S. 8(2)(b) and word inserted (4.4.2014) by [Local Audit and Accountability Act 2014 \(c. 2\), ss. 35\(4\)\(c\), 49\(1\)](#); [S.I. 2014/900, art. 2\(d\)](#)
- F13** S. 8(2A) inserted (4.4.2014) by [Local Audit and Accountability Act 2014 \(c. 2\), ss. 35\(5\), 49\(1\)](#); [S.I. 2014/900, art. 2\(d\)](#)
- F14** S. 8(3)(4) omitted (1.4.2018) by virtue of [Wales Act 2017 \(c. 4\), s. 71\(4\), Sch. 6 para. 34\(3\)](#) (with [Sch. 7 paras. 1, 6, 9](#)); [S.I. 2017/1179, reg. 3\(r\)](#)
- F15** S. 8(5) omitted (1.4.2018) by virtue of [Wales Act 2017 \(c. 4\), s. 71\(4\), Sch. 6 para. 34\(3\)](#) (with [Sch. 7 paras. 1, 6, 9](#)); [S.I. 2017/1179, reg. 3\(r\)](#)

Modifications etc. (not altering text)

- C18** S. 8 restricted (E.W.) by [Education Reform Act 1988 \(c. 40, SIF 41:1\)](#), ss. 135(2)(b), 231(7), 235(6)
- C19** S. 8 restricted (16.5.1992) by [Further and Higher Education \(Scotland\) Act 1992 \(c. 37\), s. 12, Sch. 2 para. 19\(b\)](#); [S.I. 1992/817, art. 3\(2\), Sch.1.](#)
- C20** S. 8 restricted (30.9.1992) by [Further and Higher Education Act 1992 \(c. 13\), s. 53\(2\)\(b\)](#); [S.I. 1992/831, art. 2, Sch.2.](#)

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- C21** S. 8 restricted (1.4.1993) by Further and Higher Education (Scotland) Act 1992 (c. 37), s. 53(2)(b); S.I. 1992/817, art. 3(2), Sch.4.
S. 8 applied (30.11.2000) by 2000 c. 41, s. 1(6), Sch. 1 para. 16(2) (with s. 156(6))
S. 8 applied (N.I.) (*prosp.*) by 2000 c. 32, ss. 29(3), 30(4), 79(1)
- C22** S. 8 applied (1.4.2010) by Local Democracy, Economic Development and Construction Act 2009 (c. 20), s. 148(3)(b), Sch. 1 para. 13(2); S.I. 2009/3318, art. 4(dd)
- C23** S. 8 applied by 2000 c. 41, Sch. 1 para. 16C(5) (as inserted (E.W.) (1.10.2020) by Senedd and Elections (Wales) Act 2020 (anaw 1), ss. 28(2), 42(3)(b); S.I. 2020/1052, art. 2(a))

9 Reports to House of Commons.

[^{F16}(1)] The Comptroller and Auditor General may report to the House of Commons the results of any examination carried out by him under section 6 or 7 above.

^{F17}(2)

Textual Amendments

- F16** S. 9: renumbered as s. 9(1) by Government of Wales Act 2006 (c. 32), s. 160, Sch. 10 para. 17(2) (with Sch. 11 para. 22), the amending provision coming into force immediately after "the 2007 election" (held on 3.5.2007) subject to s. 161(1)(4)(5) of the amending Act, which provides for certain provisions to come into force for specified purposes immediately after the end of "the initial period" (which ended with the day of the first appointment of a First Minister on 25.5.2007) - see ss. 46, 161(4)(5) of the amending Act.
- F17** S. 9(2) omitted (1.4.2018) by virtue of Wales Act 2017 (c. 4), s. 71(4), Sch. 6 para. 35 (with Sch. 7 paras. 1, 6, 9); S.I. 2017/1179, reg. 3(r)

Modifications etc. (not altering text)

- C24** S. 9 extended (1.4.2000) by 1999 c. 28, s. 39(7), Sch. 4 para. 6 (with s. 38); S.I. 2000/1066, art. 2

Changes to legislation:

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