

PREFACE

This report deals with the results of test audit of Government companies and Statutory corporations for the year ended March 2014.

The accounts of Government Companies (including companies deemed to be government companies as per the provisions of the Companies Act) are audited by the Comptroller and Auditor General of India (CAG) under the provisions of Section 19 of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971 read with Section 619 of the Companies Act 1956.

Reports in relation to the accounts of a Government Company or Corporation are submitted to the Government by CAG for laying before State Legislature of Himachal Pradesh under the provisions of Section 19-A of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971. In respect of Himachal Road Transport Corporation which is a Statutory corporation, the CAG is the sole Auditor. In respect of Himachal Pradesh Financial Corporation, he has the right to conduct the audit of accounts in addition to the audit conducted by the Chartered Accountants appointed by the Corporation. In respect of Himachal Pradesh Electricity Regulatory Commission, the CAG is the sole auditor. The Separate Audit Reports on the Annual Accounts of all these Corporations are forwarded separately to the State Government.

The instances mentioned in this Report are those, which came to notice in the course of test audit during the year 2013-14 as well as those which came to notice in earlier years, but could not be reported in the previous Audit Reports, matters relating to the period subsequent to 2013-14 have also been included, wherever necessary.

The audit has been conducted in conformity with the Auditing Standards issued by the Comptroller and Auditor General of India.