TABLE OF CONTENTS

Para No.	Title	Page		
	Preface	v		
	Executive Summary	vii		
	CHAPTER-1			
Overview				
1.1	Profile of the State	1		
1.2	Basis and Approach to State Finances Audit Report	3		
1.3	Report Structure	3		
1.4	Overview of Government Accounts' Structure and Budgetary Processes	4		
1.5	Fiscal Balance: Achievement of deficit and total debt targets	8		
1.6	Deficits and Total Debt after Examination in Audit	13		
1.7	Conclusion	14		
1.8	Recommendation	15		
	CHAPTER-2			
Finances of the State				
2.1	Introduction	17		
2.2	Major Changes in Key Fiscal Aggregates vis-à-vis 2018-19	17		
2.3	Sources and Application of Funds	18		
2.4	Resources of the State	18		
2.5	Receipts of the State	19		
2.6	Application of Resources	30		
2.7	Public Account	42		
2.8	Debt Management	47		
2.9	Debt Sustainability Analysis	52		
2.10	Conclusion and Recommendations	57		
	CHAPTER-3			
	Budgetary Management			
3.1	Introduction	61		
3.2	Budget Process	61		
3.3	Appropriation Accounts	64		
3.4	Comments on Integrity of Budgetary and Accounting Process	64		
3.5	Comments on Transparency of Budgetary and Accounting Process	73		

Para No.	Title	Page		
3.6	Comments on Effectiveness of Budgetary and Accounting Process	73		
3.7	Conclusion	81		
3.8	Recommendations	81		
CHAPTER-4				
Quality of Accounts and Financial Reporting Practices				
4.1	Introduction	83		
4.2	Funds Transferred Directly to State Implementing Agencies	83		
4.3	Delay in Submission of Utilisation Certificates	83		
4.4	Abstract Contingent Bills	85		
4.5	Indiscriminate use of Minor head 800	86		
4.6	Outstanding Balance under Major Suspense and DDR Heads	89		
4.7	Non-reconciliation of Departmental Figures	90		
4.8	Reconciliation of Cash Balances	91		
4.9	Opening of Bank Accounts by the DDOs	91		
4.10	Cess Levied by the State Government	92		
4.11	Compliance with Accounting Standards	93		
4.12	Submission of Accounts/Separate Audit Reports of Autonomous Bodies	93		
4.13	Departmental Commercial Undertakings/Corporations/ Companies	94		
4.14	Non-submission of Details of Grants / Loans Given to Bodies and Authorities	96		
4.15	Timeliness and Quality of Accounts	96		
4.16	Misappropriations, Losses, Thefts, etc.	97		
4.17	Follow up Action on State Finances Audit Report	98		
4.18	Conclusions	98		
4.19	Recommendations	99		
	CHAPTER- 5			
Fu	nctioning of State Public Sector Enterprises (SPSEs)		
5.1	Introduction	101		
5.2	Mandate	101		
5.3	Working and Non-working SPSEs	101		
5.4	Investment in SPSEs	102		
5.5	Budgetary Assistance to SPSEs	103		
5.6	Returns from Government Companies and Corporations	103		
5. 7	Long Term Debt of SPSEs	104		

Para No.	Title	Page
5.8	Operating Efficiency of SPSEs	104
5.9	Return on Capital Employed	105
5.10	Return on Equity (ROE)	105
5.11	SPSEs Incurring Losses	105
5.12	SPSEs having Complete Erosion of Capital	106
5.13	Audit of State Public Sector Enterprises	107
5.14	Appointment of Statutory Auditors of SPSEs by CAG	<i>107</i>
5.15	Submission of Accounts by SPSEs	<i>107</i>
5.16	Timeliness in Preparation of Accounts by SPSEs	<i>107</i>
5.17	CAG's Oversight - Audit of Accounts and Supplementary Audit	108
5.18	Audit of accounts of Government Companies by Statutory Auditors	108
5.19	Supplementary Audit of accounts of Government Companies	109
5.20	Result of CAG's Oversight Role	109
5.21	Management Letters	111
5.22	Conclusion	112
5.23	Recommendation	112

Appendix Number	Title	Page
Appendix-I	State Profile	115
Appendix-II	Time Series Data on State Government Finances	116
Appendix-III	Expenditure under MH-3435 Ecology and Environment Compiled Based on Vouchers/Information Received from the State Government	119
Appendix-IV	Excess /unnecessary/ insufficient re-appropriation (For final excess/ savings of ₹ 10 lakhs or above)	120
Appendix-V	Funds Transferred by Government of India Directly to State Implementing Agencies	123
Appendix-VI	Details of Return on Capital Employed of SPSUs	126