

TABLE OF CONTENTS

Particulars	Reference to	
	Paragraph(s)	Page(s)
PREFACE	...	v
OVERVIEW		vii-xii
INTRODUCTION		1-5
PART I		
CHAPTER I		
FUNCTIONING OF POWER SECTOR UNDERTAKINGS		
Introduction	1.1	7
Formation of Power Sector Undertakings	1.2	7-8
Disinvestment, restructuring and privatisation of Power Sector Undertakings	1.3	8
Investment in Power Sector Undertakings	1.4	8
Budgetary Support to Power Sector Undertakings	1.5	9-10
Reconciliation with Finance Accounts of Government of Kerala	1.6	10
Submission of accounts by Power Sector Undertakings	1.7	10-11
Performance of Power Sector Undertakings	1.8-1.17	11-17
Assistance under Ujwal DISCOM Assurance Yojana (UDAY)	1.18	17-19
Comments on accounts of Power Sector Undertakings	1.19	19-20
Compliance Audit Paragraph	1.20	20
Follow up action on Audit Reports	1.21-1.23	20-21
CHAPTER II		
COMPLIANCE AUDIT OBSERVATIONS RELATING TO POWER SECTOR UNDERTAKINGS		
Implementation of Small Hydro Electric Projects by Kerala State Electricity Board Limited	2.1	23-38
PART II		
CHAPTER III		
FUNCTIONING OF STATE PUBLIC SECTOR UNDERTAKINGS (OTHER THAN POWER SECTOR)		
Introduction	3.1-3.2	39-40
Investment in State PSUs (other than Power Sector)	3.3-3.4	40
Disinvestment, restructuring and privatisation of State PSUs (other than Power Sector)	3.5	41
Budgetary Support to State PSUs (other than Power Sector)	3.6	41-43
Reconciliation with Finance Accounts of Government of Kerala	3.7	43

Particulars	Reference to	
	Paragraph(s)	Page(s)
Submission of accounts by State PSUs (other than Power Sector)	3.8	43-45
Placement of Separate Audit Reports of Statutory Corporations	3.9	45-46
Impact of non-finalisation of accounts of State PSUs (other than Power Sector)	3.10	46
Performance of State PSUs (other than Power Sector)	3.11-3.20	46-54
Winding up of non-working State PSUs	3.21	55
Comments on accounts of State PSUs (other than Power Sector)	3.22-3.23	55-56
Performance Audit and Compliance Audit Paragraphs	3.24	56
Follow up action on Audit Reports (other than Power Sector)	3.25-3.27	57-58
CHAPTER IV		
PERFORMANCE AUDIT RELATING TO PUBLIC SECTOR UNDERTAKINGS (OTHER THAN POWER SECTOR)		
Management of non-subsidised commodities in The Kerala State Civil Supplies Corporation Limited		
Executive Summary		59-60
Introduction	4.1	61
Organisational set up	4.2	61
Scope of audit	4.3	61
Audit objective	4.4	62
Audit criteria	4.5	62
Audit methodology	4.6	62
Acknowledgement	4.7	62
Audit findings	4.8	62-63
Procurement of non-subsidised commodities	4.9	63
Assessment of requirement	4.9.1-4.9.6	63-68
Fixation of selling price for commodities	4.10	68-70
Credit and incentive policy	4.11	70-72
Multiple GST registration resulting in blocking up of input tax credit	4.12	72
Performance of Supplyco Medical Stores	4.13	73-74
Violation of the Food Safety and Standards Act, 2006	4.14	74
Restriction on MIO claims affecting profitability	4.15	74
Conclusion	...	75
Recommendations	...	75

Particulars	Reference to	
	Paragraph(s)	Page(s)
CHAPTER V		
COMPLIANCE AUDIT OBSERVATIONS RELATING TO PUBLIC SECTOR UNDERTAKINGS (OTHER THAN POWER SECTOR)		
The Kerala State Financial Enterprises Limited	5.1	77-88
Sanction and recovery of defaulted loans		
Kerala Feeds Limited	5.2	88-90
Failure in implementation of project		
Kerala State Road Transport Corporation	5.3	91-93
Sharing of revenue from Build, Operate and Transfer (BOT) projects		
Investment of surplus funds by Public Sector Undertakings	5.4	93-94
The Kerala State Cashew Development Corporation Limited	5.5	94-95
Infructuous expenditure		
Delay in finalisation of Annual Accounts in State PSUs	5.6	96-98

APPENDICES

Appendix No.	Particulars	Reference to	
		Paragraph	Page(s)
1	Summarised financial results of Power Sector Undertakings for the latest year for which accounts were finalised	1.8	99
2	Details of SHEPs commissioned and SHEPs under implementation	2.1	100
3	Statement showing delay in award of civil and electromechanical works	2.4	101-102
4	Statement showing position of equity and outstanding loans relating to State PSUs (other than power sector) as on 31 March 2018	3.3	103-113
5	Statement showing differences between Finance Accounts of Government of Kerala and accounts of State PSUs (other than power sector) in respect of balances of Equity, Loans and Guarantee as on 31 March 2018	3.7	114-123
6	Statement showing position of State Government investment in working State PSUs (other than power sector), accounts of which are in arrears, during the period of arrears	3.8.1	124-132
7	Statement showing summarised financial results of State PSUs (other than power sector) as per their latest finalised financial accounts	3.11	133-142
8	List of the supply chain in The Kerala State Civil Supplies Corporation Limited as on 01/04/2018	4.2	143
9	Statement showing circulars issued in 2008 and 2015 for fixation of price of commodities in The Kerala State Civil Supplies Corporation Limited	4.10	144
10	Statement showing details of loans outstanding and default position	5.1.1	145
11	Statement showing the types of loans in The Kerala State Financial Enterprises Limited and its features	5.1.4	146-147
12	Statement showing shortage in collection of security	5.1.4	148
13	Statement showing overvaluation of property	5.1.4	149
14	Statement showing the details of acceptance of personal surety in excess of maximum limit	5.1.4	150