

## Table of Contents

	Reference	
	Paragraph	Page No.
Preface	-	v
Executive Summary	-	vii
<b>CHAPTER 1: OVERVIEW</b>		
Profile of the State	1.1	1
Basis and Approach to State Finances Audit Report	1.2	3
Report Structure	1.3	3
Overview of Government Account Structure and Budgetary Processes	1.4	4
Fiscal Balance: Achievement of deficit and total debt targets	1.5	9
Deficits and Total Debt after examination in audit	1.6	14
<b>CHAPTER 2: FINANCES OF THE STATE</b>		
Major changes in Key fiscal aggregates <i>vis-à-vis</i> 2019-20	2.1	15
Sources and Application of Funds	2.2	15
Resources of the State	2.3	16
Receipts of the State	2.3.1	17
State's Revenue Receipts	2.3.2	18
Capital receipts	2.3.3	25
State's performance in mobilisation of resources	2.3.4	26
Application of resources	2.4	26
Revenue Expenditure	2.4.1	28
Committed Expenditure	2.4.2	30
Capital Expenditure	2.4.3	32
Quality of capital expenditure	2.4.4	33
Loans and Advances given by the Government	2.4.5	35
Capital locked in incomplete projects	2.4.6	36
Capital expenditure transferred to public accounts	2.4.7	37
Resource availability of the State under Public Private Partnership Projects	2.4.8	38
Expenditure priorities	2.4.9	38
Object head wise expenditure	2.4.10	39
Public Account	2.5	39
Net Public Account Balances	2.5.1	40
Reserve Funds bearing interest	2.5.2	41
Reserve Funds not bearing interest	2.5.3	43
Debt management	2.5.4	43
Debt Maturity profile and Repayment	2.6	46
Management of Cash Balances	2.7	49
Conclusions	2.8	51
Recommendations	2.9	52
<b>CHAPTER 3: BUDGETARY MANAGEMENT</b>		
Budget Process	3.1	53
Appropriation Accounts	3.2	55
Comments on transparency of Budgetary and Accounting process	3.3	60
Rush of expenditure	3.4	63

	Reference	
	Paragraph	Page No.
Audit of Budgetary provision of Grant No. 03- Building Construction Department	3.5	64
Budgetary process for Grant No. 46 – Tourism, Art, Culture, Sports and Youth Affairs Department (Tourism Division)	3.6	74
Conclusion	3.7	81
Recommendations	3.8	81
<b>CHAPTER 4: QUALITY OF ACCOUNTS AND FINANCIAL REPORTING PRACTICES</b>		
Funds outside Consolidated Fund or Public Account Fund of State	4.1	83
Off Budget Borrowings	4.2	84
Funds transferred directly to State implementing agencies	4.3	84
Deposit of Local Funds	4.4	85
Delay in submission of Utilisation Certificates	4.5	86
Abstract Contingent bills	4.6	87
Personal Ledger Accounts	4.7	89
Personal Deposit Accounts	4.8	90
Indiscriminate use of Minor head 800	4.9	90
Outstanding balance under major Suspense and Debt, Deposits and Remittance heads	4.10	90
Non-reconciliation of Departmental figures	4.11	92
Reconciliation of Cash Balances	4.12	92
Compliance with Accounting Standards	4.13	93
Submission of Accounts/Separate Audit Reports (SARs) of Autonomous Bodies	4.14	93
Non-submission of details of grants / loans given to bodies and authorities	4.15	95
Misappropriations, losses, thefts, etc.	4.16	95
Follow up action on State Finances Audit Report	4.17	95
Conclusion	4.18	96
Recommendations	4.19	96
<b>CHAPTER 5: GENERAL PURPOSE FINANCIAL REPORTING</b>		
Introduction	5.1	99
Mandate	5.2	99
What this chapter contains	5.3	100
Number of SPSEs	5.4	100
Contribution of turnover of the SPSEs to the GSDP	5.5	101
Investment in Government Companies & Government controlled others company	5.6	102
Equity holding in SPSEs	5.7	102
Investment in Government Controlled other companies	5.8	103
Loans given to State Government companies	5.9	103
Adequacy of assets to meet loan liabilities	5.10	104
Budgetary support to State PSUs	5.11	104
Disinvestment, restructuring and privatisation of State PSUs	5.12	105
Returns from Government Companies	5.13	105

	Reference	
	Paragraph	Page No.
Debt servicing and legal compliances	5.14	106
Operating efficiency of Government Companies	5.15	107
SPSEs incurring losses	5.16	110
Implementation of Ujwal Discom Assurance Yojana (UDAY)	5.17	111
Oversight role of CAG	5.18	112
Audit of Accounts and supplementary audit	5.19	113
Result of CAG's oversight role	5.20	115
Conclusion	5.21	116

## Appendices

Appendix No.	Description	Page No.
Appendix 1.1 Part-A	Profile of Jharkhand	119
Appendix 1.1 Part-B	Structure and Form of Government Accounts	120
Appendix 1.1 Part-C	Layout of Finance Accounts	120
Appendix 2.1	Abstract of Receipts and Disbursements for the year 2020-21	121
Appendix 2.2	Time series data on the State Government finances	125
Appendix 2.3	Summarised financial position of the Government of Jharkhand as on 31 March 2021	128
Appendix 3.1	Details of cases where supplementary provision (₹ 0.50 crore or more in each case) proved unnecessary	129
Appendix 3.2	Unnecessary or excessive re-appropriation	131
Appendix 3.3	Large savings (savings above ₹ 100 crore) during the year	132
Appendix 3.4	List of grants having large savings (above ₹ 500 crore)	134
Appendix 3.5	Surrender of funds in excess of ₹ 10 crore at the end of March	135
Appendix 3.6	Excess disbursements over grants/appropriations during 2020-21	137
Appendix 3.7	Excess over provisions of previous years requiring regularisation	138
Appendix 3.8	Details of the schemes for which provision (₹ 1 crore and above) was made but no expenditure was incurred	139
Appendix 3.9	Rush of expenditure	145
Appendix 3.10	Surrender of fund on the last day of the financial year	146
Appendix 3.11	Rush of Expenditure (BCD)	146
Appendix 3.12	Non-reconciliation of departmental expenditure figures	147
Appendix 3.13	Blockage of Funds kept in PL/Deposit/Bank Accounts	148
Appendix 3.14	Non-completion of work	151
Appendix 4.1	Pending DC Bills	152
Appendix 4.2	List of auditable units identified u/s 14 & 15 of CAG's DPC Act	153
Appendix 5.1	List of government companies/government controlled other	155

<b>Appendix No.</b>	<b>Description</b>	<b>Page No.</b>
	companies under the purview of CAG Audit during 2020-21	
Appendix 5.2	Functional PSUs with arrears of accounts for more than three years/first accounts not received/ not due	156
Appendix 5.3	Net present value of State Government Investment	157
Glossary and Basis of Calculation		158