

## TABLE OF CONTENTS

Particulars	Reference to	
	Paragraph	Page
<b>Preface</b>		<b>v</b>
<b>Executive Summary</b>		<b>vii</b>
<b>CHAPTER I OVERVIEW</b>		
<b>Profile of the State</b>	<b>1.1</b>	<b>1</b>
<b>Basis and Approach to State Finances Audit Report</b>	<b>1.2</b>	<b>3</b>
<b>Report Structure</b>	<b>1.3</b>	<b>4</b>
<b>Overview of Government Accounts Structure and Budgetary Processes</b>	<b>1.4</b>	<b>5</b>
<b>Fiscal Balance: Achievement of deficit and total debt targets</b>	<b>1.5</b>	<b>10</b>
<b>Deficits and Total Debt after examination in audit</b>	<b>1.6</b>	<b>14</b>
<b>CHAPTER II FINANCES OF THE STATE</b>		
<b>Major changes in Key fiscal aggregates of the State</b>	<b>2.1</b>	<b>17</b>
<b>Sources and Application of Funds</b>	<b>2.2</b>	<b>18</b>
<b>Resources of the State</b>	<b>2.3</b>	<b>19</b>
<b>Revenue Receipts</b>	<b>2.4</b>	<b>20</b>
<b>Capital Receipts</b>	<b>2.5</b>	<b>29</b>
<b>State's performance in mobilisation of resources</b>	<b>2.6</b>	<b>30</b>
<b>Application of resources</b>	<b>2.7</b>	<b>30</b>
<b>Public Account</b>	<b>2.8</b>	<b>45</b>
<b>Debt Management</b>	<b>2.9</b>	<b>51</b>
<b>Management of Cash Balances</b>	<b>2.10</b>	<b>59</b>
<b>Conclusion</b>	<b>2.11</b>	<b>62</b>
<b>Recommendations</b>	<b>2.12</b>	<b>63</b>
<b>CHAPTER III BUDGETARY MANAGEMENT</b>		
<b>Budget Process</b>	<b>3.1</b>	<b>65</b>
<b>Comments on integrity of budgetary and accounting process</b>	<b>3.2</b>	<b>68</b>
<b>Comments on effectiveness of budgetary and accounting process</b>	<b>3.3</b>	<b>73</b>
<b>Contingency Fund</b>	<b>3.4</b>	<b>80</b>
<b>Conclusion</b>	<b>3.5</b>	<b>80</b>
<b>Recommendations</b>	<b>3.6</b>	<b>80</b>
<b>CHAPTER IV QUALITY OF ACCOUNTS AND FINANCIAL REPORTING PRACTICES</b>		
<b>Funds outside Consolidated Fund or Public Account of the State</b>	<b>4.1</b>	<b>83</b>

Particulars	Reference to	
	Paragraph	Page
Extra-budget borrowings through State owned PSUs/Authorities not being credited to the Consolidated Fund	4.2	86
Undischarged liabilities in Defined Contribution Pension Scheme	4.3	87
Uttar Pradesh Road Transport Accident Relief Fund	4.4	89
Transfer of Central Scheme Funds to Implementing Agencies in the State	4.5	90
Delay in submission of Utilisation Certificates	4.6	90
Abstract Contingent Bills	4.7	92
Personal Deposit Accounts	4.8	93
Indiscriminate use of Minor Head 800	4.9	94
Expenditure under omnibus Object Head: '42- Other Expenditure'	4.10	97
Outstanding balances under major Suspense and Remittance Heads	4.11	98
Adverse balances of Loans and Advances	4.12	100
Non-reconciliation of Departmental figures	4.13	100
Submission of Accounts/Separate Audit Reports of Autonomous Bodies/Authorities	4.14	101
Proforma Accounts of Departmental Commercial Undertakings	4.15	102
Pending cases of misappropriations, losses, thefts, etc.	4.16	102
Conclusion	4.17	104
Recommendations	4.18	105
<b>CHAPTER V FINANCIAL PERFORMANCE OF STATE PUBLIC SECTOR UNDERTAKINGS</b>		
Introduction	5.1	107
Investment in State Public Sector Undertakings and Budgetary Support	5.2	109
Returns from Public Sector Undertakings	5.3	114
Analysis of Long term loans of Public Sector Undertakings (Debt Servicing)	5.4	115
Operating efficiency of Public Sector Undertakings	5.5	117
Public Sector Undertakings incurring losses	5.6	121
Conclusion	5.7	123
Recommendations	5.8	124
<b>CHAPTER VI OVERSIGHT ROLE OF COMPTROLLER AND AUDITOR GENERAL OF INDIA</b>		
Introduction	6.1	125

Particulars	Reference to	
	Paragraph	Page
Appointment of Statutory Auditors of Public Sector Undertakings by the CAG	6.2	125
Submission of accounts by Public Sector Undertakings	6.3	125
CAG's oversight - Audit of Accounts and Supplementary Audit	6.4	129
Result of CAG's oversight role	6.5	130
Non-compliance with provisions of Accounting Standards/Ind AS	6.6	139
Management Letters	6.7	141
Follow up action on State Finances Audit Report	6.8	142
Conclusion	6.9	143
Recommendation	6.10	143
<b>APPENDICES</b>		
Particulars	Appendix	Page
Time series data on the State Government Finances	2.1	145
Collection of Own Tax/Non-Tax Revenue during the period 2016-21	2.2	147
Projects completed/under progress on Public Private Partnership mode in Uttar Pradesh as on 31 March 2021	2.3	148
Details of Reserve Funds during the year 2020-21	2.4	150
Lump sum budgetary provisions during the year 2020-21	3.1	151
Detail of cases where funding pattern (Central share/State share/Financial Institution) under Central schemes/Centrally Sponsored schemes not mentioned in Budget Documents 2020-21	3.2	155
Detail of cases where total of Central share and State share in funding pattern more/less than 100 per cent or funding share of other Financial Institution/Grantee is not mentioned in Central schemes/Centrally Sponsored schemes	3.3	156
Grants in which savings were above ₹ 100 crore during the year 2020-21	3.4	157
Grants in which persistent savings were above ₹ 100 crore in the last five years (2016-2021)	3.5	160
Unnecessary Re-appropriation	3.6	161
Schemes for which original provisions could not be utilised	3.7	166

<b>Particulars</b>	<b>Appendix</b>	<b>Page</b>
<b>Details of Schemes where original provisions were re-appropriated to other schemes</b>	<b>3.8</b>	<b>178</b>
<b>Details of pendency in finalisation of Accounts by various Autonomous Bodies and Authorities</b>	<b>4.1</b>	<b>180</b>
<b>Status of finalisation of accounts of Departmental Commercial Undertakings</b>	<b>4.2</b>	<b>182</b>
<b>Summarised financial results of State Public Sector Undertakings for the latest year for which accounts were finalised</b>	<b>5.1</b>	<b>183</b>
<b>Statement showing position of equity and outstanding loans relating to PSUs not covered in the Chapter as on 31 March 2021</b>	<b>5.2</b>	<b>187</b>
<b>Statement showing position of equity and outstanding loans relating to PSUs covered in the Chapter as on 31 March 2021</b>	<b>5.3</b>	<b>198</b>
<b>Coverage of Long Term Loan with Total Assets in PSUs as per their latest finalised accounts</b>	<b>5.4</b>	<b>204</b>
<b>Statement showing difference between Finance Accounts of Government of Uttar Pradesh and Accounts of the Public Sector Undertakings in respect of balances of Equity, Loans and Guarantees as on 30 November 2021</b>	<b>5.5</b>	<b>207</b>
<b>Statement showing position of State Government investment in such Public Sector PSUs accounts of which were in arrears</b>	<b>6.1</b>	<b>216</b>
<b>List of PSUs which submitted their accounts during 1 January 2021 to 30 November 2021</b>	<b>6.2</b>	<b>221</b>
<b>List of PSUs where Comments issued by the CAG during 1 January 2021 to 30 November 2021</b>	<b>6.3</b>	<b>223</b>
<b>Explanation of Terms</b>	<b>-</b>	<b>225</b>
<b>Acronyms</b>	<b>-</b>	<b>227</b>