

PREFACE

Government commercial concerns, the accounts of which are subject to audit by the Comptroller and Auditor General of India, fall under the following categories:

- (i) Government companies,
- (ii) Statutory corporations, and
- (iii) Departmentally managed commercial undertakings.

2. This report deals with the results of audit of Government companies and Statutory corporations including Maharashtra State Electricity Board and has been prepared for submission to the Government of Maharashtra under Section 19A of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971, as amended from time to time. The results of audit relating to departmentally managed commercial undertakings are included in the Report of the Comptroller and Auditor General of India (Civil) – Government of Maharashtra.

3. Audit of the accounts of Government companies is conducted by the Comptroller and Auditor General of India under the provisions of Section 619 of the Companies Act, 1956.

4. In respect of the Maharashtra State Road Transport Corporation and the Maharashtra State Electricity Board, which are Statutory corporations, the Comptroller and Auditor General of India is the sole auditor. As per State Financial Corporations Amendment Act 2000, Comptroller and Auditor General has the right to conduct the audit of accounts of Maharashtra State Financial Corporation in addition to the audit conducted by the Chartered Accountant appointed by the Corporation out of the panel of Auditors approved by the Reserve Bank of India. In respect of Maharashtra State Warehousing Corporation, Comptroller and Auditor General has the right to conduct the audit of accounts in addition to the audit conducted by the Chartered Accountants appointed by the State Government in consultation with the Comptroller and Auditor General of India. The audit of accounts of Maharashtra Industrial Development Corporation was entrusted to the Comptroller and Auditor General under section 19 (3) of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971 for a period of five years up to 2001-02. The Audit Reports on the annual accounts of all these corporations are forwarded to the State Government.

5. The cases mentioned in this Report are those, which came to notice in the course of audit during the year, 2000-01 as well as those which came to notice in earlier years but not dealt with in the previous Reports. Matters relating to the period subsequent to 2000-01 have also been included, wherever necessary.