



GOVERNMENT OF KERALA
FINANCE (PUBLIC UNDERTAKINGS-A) DEPARTMENT
CIRCULAR

No. 40/2022/Fin.

Dated, Thiruvananthapuram, 25/05/2022

Sub:- Report of the Comptroller and Auditor General of India on Public Sector Undertakings for the year ended 31st March 2019 - Recommendation in para 5.8 - Instructions – Reg

Ref:- Report of the Comptroller and Auditor General of India on Public Sector Undertakings for the year ended 31st March 2019 (Report No. 2 of the year 2021).

The Comptroller and Auditor General of India, in their report on Public Sector Undertakings for the year ended 31st March 2019 (Report No.2 of the year 2021) has observed that the decision of the Kerala Shipping and Inland Navigation Corporation Limited to venture into water sports activities in four locations (i.e., Kovalam, Varkala, Thanneermukkom and Bekal) in the State without assessing the environmental impact study and obtaining prior approval from the Government resulted in loss of ₹ 28.81 lakh, and recommended as follows in para 5.8 of the Report.

Recommendation: Adherence to administrative and regulatory requirements may be ensured while taking up new projects for its successful implementation and to avoid bottlenecks that may lead to abandoning at a later stage.

The above observation is not a matter related to KSINC alone. Taking up projects without complying with statutory regulations and abandoning them halfway, amounts to mismanagement and leads to loss to public exchequer.

In the above circumstances, all the Chief Executive Officers/ Managing Directors of Public Sector Undertakings under the Administrative Control of the State Government are instructed to adhere to the Statutory, Administrative and Regulatory provisions while taking up new projects.

All Secretaries of the Administrative Departments are also instructed to ensure that the Public Sector Undertakings under their control follow the administrative and regulatory requirements while taking up new projects to avoid bottlenecks that may lead to abandoning at a later stage.

RAJESH KUMAR SINGH IAS
Additional Chief Secretary (Finance)

To

- The Principal Accountant General (Civil & Commercial Audit) Kerala, Thiruvananthapuram.
- The Principal Accountant General (A&E) Kerala, Thiruvananthapuram.
- All the Additional Chief Secretaries/Principal Secretaries/Secretaries/Special Secretaries to Government.
- The Chief Executive Officers/Managing Directors of all Public Sector Undertakings (Through Administrative Department Concerned)
- All Departments in the Government Secretariat
- The Planning and Economic Affairs (BPE) Department.
- The CSIND (A) Department (E - 1503779)
- The Information & Public Relations (Web & New Media) Department
- The Stock file / Office copy (E-2075253).

Forwarded/By Order


Section Officer.