



FOURTEENTH KERALA LEGISLATIVE ASSEMBLY

**COMMITTEE
ON
PUBLIC UNDERTAKINGS
(2019-2021)**

EIGHTY SIXTH REPORT
(Presented on 6th February, 2019)

**SECRETARIAT OF THE KERALA LEGISLATURE
THIRUVANANTHAPURAM**

2019

FOURTEENTH KERALA LEGISLATIVE ASSEMBLY

**COMMITTEE
ON
PUBLIC UNDERTAKINGS
(2019-2021)**

EIGHTY SIXTH REPORT

On

**The Action Taken by Government on the Recommendation contained
in the Fifteenth Report of the Committee on Public Undertakings
(2016-2019) relating to Tourists Resorts (Kerala) Limited, based
on the Report of the Comptroller and Auditor General of India
for the year ended 31-3-2011 (Commercial)**

CONTENTS

	<i>Page</i>
Composition of the Committee	.. v
Introduction	.. vii
Report	.. 1
Reply furnished by Government on the recommendation of the Committee which has been accepted by the Committee.	.. 2

COMMITTEE ON PUBLIC UNDERTAKINGS (2019-2021)

COMPOSITION

Chairman:

Shri C. Divakaran.

Members:

Shri K. B. Ganesh Kumar

Shri C. Krishnan

Shri Thiruvanchoor Radhakrishnan

Shri P.T.A. Rahim

Shri S. Rajendran

Shri Raju Abraham

Shri Sunny Joseph

Shri C. F. Thomas

Shri M. Ummer

Shri P. Unni.

Legislature Secretariat :

Shri V. K. Babu Prakash, Secretary

Shri K. Suresh Kumar, Joint Secretary

Shri G. Harish, Deputy Secretary.

INTRODUCTION

I, the Chairman, Committee on Public Undertakings (2019-2021) having been authorised by the Committee to present the Report on their behalf, present this EIGHTY SIXTH Report on the Action Taken by Government on the Recommendation contained in the Fifteenth Report of the Committee on Public Undertakings (2016-2019) relating to the Tourists Resorts (Kerala) Limited, based on the Reports of the Comptroller and Auditor General of India for the year ended 31-3-2011 (Commercial).

The Statement of Action Taken by the Government included in this Report was considered by the Committee constituted for the year (2016-2019) in its meeting held on 18-9-2018.

This Report was considered and approved by the Committee at its meeting held on 1-2-2019.

The Committee place on record its appreciation for the assistance rendered to them by the officials of Tourism department, Tourist Resorts (Kerala) Limited and the Accountant General (Audit), Kerala during the examination of the Action Taken Statements included in this Report.

Thiruvananthapuram,
1st February, 2019.

C. DIVAKARAN,
Chairman,
Committee on Public Undertakings.

REPORT

This Report deals with the Action Taken by Government on the recommendation contained in the Fifteenth report of the Committee on Public Undertakings (2016-2019) relating to Tourists Resorts (Kerala) Limited, based on the Report of the Comptroller and Auditor General of India for the year ended 31-3-2011 (Commercial).

The Fifteenth Report of the Committee on Public Undertakings (2016-2019) was presented to the House on 9th March 2017. The Report contained only one recommendation of which the Government furnished Statement of Action Taken on 14-9-2017.

The Committee accepted the reply to the recommendation in Para No. 1 without remarks. This recommendation and the reply furnished by the Government forms the Report.

**REPLY FURNISHED BY THE GOVERNMENT ON THE
RECOMMENDATION OF THE COMMITTEE WHICH
HAS BEEN ACCEPTED BY THE COMMITTEE**

Sl. No.	Para. No.	Department Concerned	Conclusion/ Recommendation	Action Taken by the Government
1	2	3	4	5
1	1	Tourism	<p>The Committee observes that the Corporation incurred potential interest loss by investing funds in banks instead of State Treasury despite better rates are offered by treasury. Also money was accumulated in Current Account rather than more interest fetching Flexi Fixed Deposits (FFDs). The Committee recommends to comply with government orders to deposit funds in Treasury itself and also to prefer Flexi Fixed Deposits (FFDs) to Current Account Deposits.</p>	<p>It is submitted that lack of required manpower with experience in company accounts and other financial matters with respect to companies has been a major constraint faced by the company in managing financial matters.</p> <p>However the recommendation of the Committee has been noted for compliance. Currently, the budgetary allocation to KTIL are deposited in the State Treasury. While opening new/renewal of existing fixed deposits, the interest rates offered by State Treasury is also considered and the FDs are opened with the entity offering highest interest rate. Accordingly, FD for an amount of Rs. 118 lakh has already been opened at Sub-Treasury, Vellayambalam on 17-11-2016.</p>

Thiruvananthapuram,
1st February, 2019.

C. DIVAKARAN,
Chairman,
Committee on Public Undertakings.

©

Kerala Legislature Secretariat
2019

KERALA NIYAMASABHA PRINTING PRESS.