

# **CAG Report on Indian Railways**

### Why in news?

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CAG has recently released a report revealing that there are major lapses in Indian Railways catering services.

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### What are the highlights of the report?

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- Articles unsuitable for human consumption, contaminated food stuffs were offered for sale in the railway stations.
- $\bullet$  No reduction in the number of complaints over the years and the major complaints was related to overcharging and quality issues. \n
- Unauthorised vendors were operating in platforms and trains.
- Unfair practices were being followed in the execution of catering services at stations and trains.

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 $\bullet$  Hygiene was greatly compromised. The food and water sold at the railway stations and trains are unfit for human consumption. \n

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# What are the factors behind these unhygienic practices?

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• In its report, CAG held that the Policy shifts in catering are mainly responsible for this mess in catering services.

- Even the new catering policy launched recently is not clear on how zonal railways will be held accountable.
- $\bullet$  In 2005, the Railways gave all catering contracts to IRCTC, its PSU, but took it back in 2010. It gave the contract back to IRCTC under the new policy this year. \n

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#### **Recap**

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#### **CAG Report**

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- $\bullet$  Comptroller and Auditor General (CAG), an authority audits all receipts and expenditure of the Government of India and the state governments. \n
- It also audits the accounts of those bodies and authorities substantially financed by the government.
- The CAG is also the external auditor of Government-owned corporations and conducts supplementary audit of government companies.
- The reports of the CAG are taken into consideration by the Public Accounts Committees (PACs) and Committees on Public Undertakings.

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### **Source: Financial Express**

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