## TABLE OF CONTENTS

| SUBJECT   | Reference to |      |  |  |
|---|--------------|------|--|--|
| SUBJECT   | Paragraph    | Page |  |  |
| Preface   |              | V    |  |  |
| Overview  |              | vii  |  |  |
| Part-1: Compliance Audit Observations relating to State<br>Government Departments |              |      |  |  |
| CHAPTER-I: GENER  | AL           |      |  |  |
| Introduction  | 1.1          | 1    |  |  |
| Profile of Audited Entities   | 1.2          | 1    |  |  |
| Authority for Audit   | 1.3          | 2    |  |  |
| Planning and conduct of audit   | 1.4          | 2    |  |  |
| Response of the Government/Departments to Audit observations                      | 1.5          | 3    |  |  |
| Follow-up on Audit Reports  | 1.6          | 5    |  |  |
| Coverage of this part of the Report   | 1.7          | 6    |  |  |
| CHAPTER-II: RECEIPTS  | AUDIT        |      |  |  |
| Taxes on Vehicles   |              |      |  |  |
| Tax administration  | 2.1          | 7    |  |  |
| Internal audit  | 2.2          | 7    |  |  |
| Results of audit  | 2.3          | 8    |  |  |
| Taxes on motor vehicles not realised  | 2.4          | 9    |  |  |
| Realisation of outstanding instalments of lump-sum tax                            | 2.5          | 10   |  |  |
| Mining Receipts   |              |      |  |  |
| Tax administration  | 2.6          | 11   |  |  |
| Internal audit  | 2.7          | 11   |  |  |
| Results of audit  | 2.8          | 12   |  |  |
| Non-recovery of cost of illegally excavated mineral                               | 2.9          | 13   |  |  |
| Non- recovery of Government revenue   | 2.10         | 14   |  |  |

| CIDIECE   | Reference to            |      |  |  |  |
|---|-------------------------|------|--|--|--|
| SUBJECT   | Paragraph               | Page |  |  |  |
| CHAPTER-III: EXPENDITURE AUDIT  |                         |      |  |  |  |
| Forest Department   |                         |      |  |  |  |
| Avoidable expenditure on maintenance of plants  | 3.1                     | 17   |  |  |  |
| Public Works Departme   | Public Works Department |      |  |  |  |
| Irregular expenditure under Central Road Fund   | 3.2                     | 19   |  |  |  |
| Industries Department   | t                       |      |  |  |  |
| Blocking of funds due to laxity of decision   | 3.3                     | 22   |  |  |  |
| Part-2: Compliance Audit Observations of State PSUs   |                         |      |  |  |  |
| Introduction of State Public Sector Undertakings  | 1                       | 25   |  |  |  |
| Rajasthan State Road Development & Construction Corporation Limited   |                         |      |  |  |  |
| Construction activity of Rajasthan State Road<br>Development and Construction Corporation Limited   | 2.1                     | 27   |  |  |  |
| Rajasthan State Industrial Development and Investment Corporation<br>Limited  |                         |      |  |  |  |
| Avoidable payment of interest of ₹ 6.24 crore   | 2.2                     | 59   |  |  |  |
| Rajasthan Rajya Vidyut Utpadan N  | igam Limited            |      |  |  |  |
| Lack of adequate checks and balances led to shor receipt of idle freight worth ₹ 1.90 crore   | 2.3                     | 62   |  |  |  |
| Jaipur Vidyut Vitran Nigam Limited, Ajmer Vidyut Vitran Nigam<br>Limited and Jodhpur Vidyut Vitran Nigam Limited                              |                         |      |  |  |  |
| Mandatory pre-requirements of obtaining administrative approval and government guarantee were bypassed for availing loans worth ₹ 4,121 crore | ė                       | 64   |  |  |  |
| Jodhpur Vidyut Vitran Nigam Limited   |                         |      |  |  |  |
| Non-mapping of business rules led to short levy or penalty/charges  | f 2.5                   | 69   |  |  |  |
| Jaipur Vidyut Vitran Nigam Limited  |                         |      |  |  |  |
| Distribution Franchisee Arrangements  | 2.6                     | 72   |  |  |  |

| Appendices      |   |     |  |  |
|-----------------|---|-----|--|--|
| Appendix<br>No. | Subject   |     |  |  |
| 1               | Brief profile of the Departments  | 91  |  |  |
| 2               | Statement showing age-wise analysis of the outstanding inspection reports and audit paragraphs  | 92  |  |  |
| 3               | Statement showing lack of responsiveness to Inspection Reports  | 93  |  |  |
| 4               | Description of the functions performed by various wings/cells of the Head office and Unit offices   | 96  |  |  |
| 5               | Statement showing status of execution and handing over of the 11 selected works which belonged to those nine projects where the agreement/MOU had been executed with the client department/organisation | 97  |  |  |
| 6               | Delay/deficiencies in Awarding Work Contracts   | 98  |  |  |
| 7               | Short levy of Liquidated Damage   | 101 |  |  |
| 8               | Statement showing details of the rate contracts awarded for procurement of cement (PPC and OPC) during 2016-17 to 2019-20   | 103 |  |  |
| 9               | Avoidable expenditure on procurement of cement  | 104 |  |  |
| 10              | Statement showing expenditure incurred in excess of funds received from the clients   |     |  |  |
| 11              | Statement showing non-maintenance of key records  | 107 |  |  |
| 12              | Non-obtaining insurance policy from contractors   | 110 |  |  |
| 13              | Budgetary estimates for total profit, total taxable income and total tax for the year and instalments of advance tax deposited during the year 2018-19  | 113 |  |  |

Audit Report (Compliance Audit) for the year ended 31 March 2020