

Report of the Comptroller and Auditor General of India on Public Sector Undertakings for the year ended 31 March 2014



Government of Rajasthan Report No. 6 of the year 2014

REPORT OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA

ON PUBLIC SECTOR UNDERTAKINGS

FOR THE YEAR ENDED 31 MARCH 2014

GOVERNMENT OF RAJASTHAN REPORT NO. 6 OF THE YEAR 2014

TABLE OF CONTENTS

SUBJECT	Reference to		
	Paragraph(s)	Page(s)	
Preface		V	
Overview		vii – xvi	
CHAPTER I			
OVERVIEW OF STATE PUBLIC SECTO	R UNDERTA	KINGS	
Introduction	1.1 – 1.3	1-2	
Accountability framework	1.4 – 1.9	2-3	
Stake of Government of Rajasthan	1.10 – 1.14	3 – 4	
Budgetary support to PSUs	1.15 – 1.18	4-6	
Failure to ensure proper accountability of the Government stake in PSUs	1.19	6	
Absence of accurate figures of investment in PSUs	1.20 - 1.21	6	
Arrears in finalisation of accounts	1.22 - 1.26	7 – 8	
Finalisation of accounts by Statutory Corporations	1.27 – 1.28	8	
Impact of non-finalisation of accounts	1.29 - 1.32	8	
Performance of PSUs	1.33 – 1.41	8-11	
Non-working PSUs	1.42 - 1.44	12	
Accounts Comments and Internal Audit of PSUs	1.45 – 1.51	12 – 15	
Recoveries at the instance of audit	1.52	15	
Disinvestment, Privatisation and Restructuring of PSUs	1.53	15	
Reforms in Power Sector	1.54 - 1.55	15 - 16	

CUDIECT	Reference to	
SUBJECT	Paragraph(s)	Page(s)
CHAPTER II	'	
PERFORMANCE AUDIT RELATING COMPANIES	TO GOVERN	MENT
Performance Audit of Rajasthan Renewable Energy Corporation Limited	2.1.1 – 2.1.41	17 – 47
Performance Audit of Gypsum and Lignite activities of Rajasthan State Mines and Minerals Limited	2.2.1 – 2.2.43	49 – 81
Performance Audit (IT) on the billing system implemented by Jaipur Vidyut Vitran Nigam Limited	2.3.1 – 2.3.44	83 – 103
CHAPTER III		
COMPLIANCE AUDIT OBSE	RVATIONS	
GOVERNMENT COMPANIES		
Ajmer Vidyut Vitran Nigam Limited		
Extra payment towards price variation	3.1	105 – 106
Consumer metering and replacement of defective meters	3.2	106 – 114
Jaipur Vidyut Vitran Nigam Limited		
Loss due to negligence in inspection of consumer meter	3.3	114 – 115
Systemic lapses in functioning of Corporate Vigilance Wing	3.4	115 – 121
Rajasthan State Industrial Development and Investment Corporation Limited		
Undue benefit of interest to applicants	3.5	121 – 123
Undue benefit to the entrepreneur	3.6	123 – 124
Undue benefit to entrepreneurs by allowing rebate in violation of rules	3.7	124 – 125
Systemic lapses in preferential allotments under Rule 3 (W)	3.8	125 – 133
Rajasthan Rajya Vidyut Prasaran Nigam Limited		
Irregular payment of price variation	3.9	133 – 135

SUBJECT	Reference to	
	Paragraph(s)	Page(s)
Rajasthan State Food and Civil Supplies Corporation Limited		
Avoidable payment of interest	3.10	135 – 136
Non-compliance of statutory provisions	3.11	137
General Paragraph		
Follow-up action on Audit Reports	3.12	138 -139

Annexures

Annexure No.	Subject	Page(s)
1.	Statement showing particulars of up to date paid-up capital, loans outstanding and manpower as on 31 March 2014 in respect of Government companies and Statutory corporations	141 – 146
2.	Statement showing summarised financial results of Government companies and Statutory corporations for the latest year for which accounts were finalised	147 – 151
3.	Statement showing equity/loans received out of budget grants and subsidy received/receivable, guarantees received, waiver of dues, loans written off and loans converted into equity during the year and guarantee commitment at the end of March 2014	152 – 155
4.	Statement showing investments made by State Government in PSUs during the years for which accounts are in arrears	156
5.	Statement showing financial position of Statutory Corporations	157 – 159
6.	Statement showing working results of Statutory Corporations	160 – 162
7.	Statement showing the financial position and working results of the Company during the period from 2009-10 to 2013-14	163

Annexure No.	Subject	Page(s)
8.	Statement showing transfer of project capacity and processing fee to another projects in violation of the policy provisions and non-recovery of processing fee	164 – 165
9.	Statement showing details of sanctions issued by the MNRE and status of implementation of the RVEP during 2010-11 to 2012-13	166
10.	Statement showing contribution of Rock Phosphate, Limestone, Gypsum, Lignite and other activities to the total revenue and profits during 2009-10 to 2012-13	167 – 168
11.	Statement showing excess expenditure incurred due to grinding of Gypsum from Ballar unit instead of CGG unit	169
12.	Statement showing Circle wise and category wise number of consumers	170
13.	Statement showing highest and lowest percentage of defective meters in Domestic, Agriculture, Industrial and Other category during 2010-13	171
14.	Statement showing minimum monthly targets fixed for the officers of CVW squad and O & M wing for the year 2012-13 and 2013-14	172
15.	Statement showing shortcomings pointed out by the appraisal cells/improper appraisal in preferential allotments made by the in-house committee/sub-group	173 – 175
16.	Statement showing demand raised for additional cost from the entrepreneurs	176 – 177
17.	Statement showing lack of responsiveness to Inspection Reports	178 – 179
18.	Statement showing the department wise Draft Paragraphs/Performance Audits replies to which were awaited	180