

## TABLE OF CONTENTS

	Reference	
	Paragraph	Page
<b>PREFACE</b>		v
<b>CHAPTER I - INTRODUCTION</b>		
About this Report	1.1	1
Profile of audited entities	1.2	2
Authority for audit	1.3	3
Planning and conduct of audit	1.4	4
Significant audit observations	1.5	4
Response to audit	1.6	7
Follow-up on the Audit Reports	1.7	8
<b>CHAPTER II - GENERAL AND SOCIAL SECTOR</b>		
<b>PERFORMANCE AUDIT</b>		
<b><i>FIRE SERVICE DEPARTMENT</i></b>		
Performance audit on ‘Adequacy of physical and human infrastructure in rendering fire and emergency services in Union Territory of Puducherry’	2.1	11
<b>COMPLIANCE AUDIT</b>		
<b>Loss to Union Territory Government</b>	<b>2.2</b>	
<b><i>ELECTRICITY DEPARTMENT</i></b>		
Loss of revenue	2.2.1	36
<b>Avoidable expenditure</b>	<b>2.3</b>	
<b><i>PUBLIC WORKS DEPARTMENT</i></b>		
Avoidable payment on arbitration for construction of groynes	2.3.1	38

	Reference	
	Paragraph	Page
<b><i>REVENUE AND DISASTER MANAGEMENT DEPARTMENT</i></b>		
<b><i>PROJECT IMPLEMENTATION AGENCY</i></b>		
Avoidable expenditure of excise duty	2.3.2	40
<b><i>LABOUR DEPARTMENT</i></b>		
Avoidable payment of tax	2.3.3	41
<b><i>PLANNING AND RESEARCH DEPARTMENT AND FISHERIES AND FISHERMEN WELFARE DEPARTMENT</i></b>		
Avoidable payment of interest on arbitration award	2.3.4	43
<b>Idle investment</b>	<b>2.4</b>	
<b><i>FISHERIES AND FISHERMEN WELFARE DEPARTMENT</i></b>		
Idle investment on Modern Hygienic Fish Market	2.4.1	44
Welfare and Relief for Fishermen during the period of Ban, Lean Seasons and Natural Calamities in Union Territory of Puducherry	2.5	46
<b>CHAPTER III - REVENUE RECEIPTS</b>		
Trend of revenue receipts	3.1	57
Analysis of arrears of revenue	3.2	58
Arrears in assessments	3.3	60
Evasion of tax detected by the Department	3.4	60
Response of the Departments/Government towards audit	3.5	61
Analysis of the mechanism for dealing with the issues raised by Audit	3.6	63
Audit planning	3.7	64

	Reference	
	Paragraph	Page
Results of Audit	3.8	65
Coverage of this Chapter	3.9	65
<b>COMMERCIAL TAXES DEPARTMENT</b>		
Audit of “Transition to GST in Puducherry”	3.10	65
<b>COMMERCIAL TAXES DEPARTMENT</b>		
<b>VALUE ADDED TAX</b>		
Non-reversal of Input Tax Credit	3.11	74
<b>REVENUE AND DISASTER MANAGEMENT DEPARTMENT</b>		
Non-withdrawal of concession of stamp duty granted to women purchasers on violation of conditions	3.12	75
<b>CHAPTER IV - GOVERNMENT COMMERCIAL AND TRADING ACTIVITIES</b>		
Public Sector Undertakings of Government of Union Territory of Puducherry	4.1	77
Functioning of Power Sector Undertaking	4.2	81
Functioning of Public Sector Undertakings (other than Power Sector)	4.3	92
Audit on Recruitment, Engagement and Deployment of personnel in Puducherry PSUs during 2013-14 to 2017-18	4.4	114

APPENDICES	Paragraph	Page
Details of IRs issued upto March 2018 and paragraphs pending as on September 2018	1.1	131
Summarised financial position and working results of Government companies as per their latest finalised financial statements/accounts (including Power Sector)	4.1	133
Summarised statement showing position of equity and outstanding loans relating to State PSUs (including Power Sector) as on 31 March 2018	4.2	135
Details of Arrears in accounts in respect of PSUs (including Power Sector)	4.3	137
Statement showing investments made by Union Territory Government in PSUs whose accounts are in arrears (including Power Sector)	4.4	138
Statement showing payment of <i>ex-gratia</i> by loss making PSUs	4.5	140
Statement showing payment of inadmissible allowances and cash gifts	4.6	141
Statement showing excess payment of Additional Charge Allowance	4.7	142
Statement showing entitlement incurred by PSUs for their service placement staff	4.8	143
Statement showing non-payment of salaries and terminal benefits as of 31 March 2018	4.9	144
Glossary of abbreviations		145