TABLE OF CONTENTS

	Paragraph	Page	
Preface		iii	
Overview		vii	
Chapter-1: General			
Introduction	1.1	1	
Trend of receipts	1.2	1	
Analysis of arrears of revenue	1.3	6	
Follow up on Audit Reports – summarised position	1.4	7	
Response of the departments/Government to Audit	1.5	8	
Internal Audit by Finance (Audit) Department	1.6	10	
Results of audit	1.7	10	
Coverage of this Report	1.8	11	
Chapter-2: Commercial Taxes			
Tax administration	2.1	13	
Internal Audit	2.2	13	
Results of audit	2.3	14	
Suppression of turnover	2.4	15	
Application of incorrect rate of tax	2.5	16	
Input Tax Credit (ITC)	2.6	17	
Excess allowance of ITC due to non-calculation of reverse credit	2.7	19	
Short levy of tax due to incorrect adjustment of entry tax	2.8	19	
Incorrect availing/allowance of deduction	2.9	20	
Short levy of tax on rental charges of electric meters	2.10	21	
Non/short payment of admitted tax and interest	2.11	21	
Non-levy of purchase tax	2.12	22	
Non/short levy of surcharge	2.13	23	
Non-levy of tax on closing stock of discontinued business	2.14	24	
Irregular claim of deduction towards transit sales	2.15	24	
Under assessment of entry tax	2.16	25	
Application of incorrect rate of entry tax	2.17	27	
Short/non-payment of entry tax and interest	2.18	28	
Non-levy of entry tax and penalty	2.19	29	

Chapter-3: Revenue and Land Reforms			
Tax administration	3.1	31	
Results of audit	3.2	31	
Application of incorrect market value of land	3.3	33	
Levy and payment of additional compensation	3.4	33	
Short levy of solatium	3.5	35	
Short payment of compensation to landowners	3.6	36	
Short calculation of interest	3.7	36	
Delay in land acquisition	3.8	37	
Payment of compensation towards rehabilitation and resettlement of affected families	3.9	39	
Incorrect deduction of income tax at source	3.10	40	
Short levy/remittance of establishment charge	3.11	41	
Alienation/transfer of Government land	3.12	42	
Remittance of interest into Government Account	3.13	42	
Irregular fund management	3.14	43	
Chapter-4: Taxes on vehicles			
Tax administration	4.1	45	
Results of audit	4.2	45	
Non-realisation of one-time tax (OTT)	4.3	46	
Motor vehicle taxes not realised	4.4	47	
Non-realisation of road safety cess and differential tax	4.5	48	
Loss of revenue due to delivery of vehicles without temporary registration	4.6	50	
Chapter-5 : Other Tax Receipts			
Tax administration	5.1	51	
Results of audit	5.2	52	
Short realisation of licence fee	5.3	53	
Short realisation of stamp duty and registration fee	5.4	54	
Government revenue not realised from finalised referred cases	5.5	55	
Chapter-6 : Mining Receipts			
Results of audit	6.1	57	
Audit of "Mining Receipts: levy and collection of royalty, fee and rent"	6.2	58	
Glossary of abbreviations		79	