

# Table of Contents

| Subject  | Reference to |         |
|--|--------------|---------|
|  | Paragraph(s) | Page(s) |
| <b>Preface</b>   |              | vii     |
| <b>Overview</b>  |              | ix-xii  |
| <b>Chapter1- Functioning of State Public Sector Undertakings</b>           |              |         |
| Introduction   | 1.1          | 1       |
| Investment in PSUs   | 1.2          | 2       |
| Accountability framework   | 1.3          | 3       |
| Submission of Accounts by PSUs   | 1.4          | 3       |
| Follow-up action on Audit Reports  | 1.5          | 5       |
| Discussion of Audit Reports by the Committee on Public Undertakings (COPU) | 1.6          | 5       |
| Compliance to Reports of COPU  | 1.7          | 5       |
| <b>Chapter 2- Functioning of Power Sector PSUs</b>                         |              |         |
| Introduction   | 2.1          | 7       |
| Restructuring, Disinvestment and Privatisation of Power Sector PSUs        | 2.2          | 8       |
| Investment in Power Sector PSUs  | 2.3          | 8       |
| Budgetary support to Power Sector PSUs                                     | 2.4          | 9       |
| Reconciliation with Finance Accounts                                       | 2.5          | 10      |
| Submission of Accounts by Power Sector PSUs                                | 2.6          | 10      |
| Performance of Power Sector PSUs   | 2.7          | 11      |
| Assistance under Ujwal DISCOM Assurance Yojana (UDAY)                      | 2.8          | 19      |
| Comments on Accounts of Power Sector PSUs                                  | 2.9          | 21      |
| <b>Chapter 3- Functioning of PSUs (Non- Power Sector)</b>                  |              |         |
| Introduction   | 3.1          | 23      |
| Investment in PSUs (Non-Power Sector)                                      | 3.2          | 24      |
| Disinvestment, Restructuring and Privatisation of PSUs (Non-Power Sector)  | 3.3          | 25      |
| Budgetary support to PSUs (Non-Power Sector)                               | 3.4          | 25      |
| Reconciliation with Finance Accounts                                       | 3.5          | 26      |
| Submission of Accounts by PSUs (Non-Power Sector)                          | 3.6          | 26      |
| Placement of Separate Audit Reports of Statutory Corporations              | 3.7          | 28      |
| Performance of PSUs (Non-Power Sector)                                     | 3.8          | 28      |
| Winding up of inactive PSUs (Non-Power Sector)                             | 3.9          | 35      |
| Comments on Accounts of PSUs (Non-Power Sector)                            | 3.10         | 35      |
| <b>Chapter 4- Compliance Audit Observations</b>                            |              |         |
| <b>Madhya Pradesh Industrial Development Corporation Limited</b>           |              |         |
| Allotment/ transfer of land in Industrial Areas                            | 4.1          | 37      |

| Subject  |   | Reference to                     |         |
|--|---|----------------------------------|---------|
|  |   | Paragraph(s)                     | Page(s) |
| <b>Madhya Pradesh Rajya Van Vikas Nigam Limited</b>  |   |                                  |         |
| Implementation of Phase-IX of Commercial Plantation  |   | 4.2                              | 45      |
| <b>Madhya Pradesh State Tourism Development Corporation Limited and Madhya Pradesh Tourism Board</b>   |   |                                  |         |
| Implementation of Swadesh Darshan Scheme of Government of India  |   | 4.3                              | 52      |
| <b>Madhya Pradesh Power Transmission Company Limited</b>   |   |                                  |         |
| Procurement, Repairs and Maintenance of Transformers   |   | 4.4                              | 63      |
| <b>Madhya Pradesh Poorva Kshetra Vidyut Vitaran Company Limited, Madhya Pradesh Madhya Kshetra Vidyut Vitaran Company Limited, and Madhya Pradesh Paschim Kshetra Vidyut Vitaran Company Limited</b> |   |                                  |         |
| Revenue billing and Collection efficiency in DISCOMs   |   | 4.5                              | 72      |
| <b>Annexures</b>   |   |                                  |         |
|  | Subject   | Reference to                     |         |
|  |   | Paragraph(s)                     | Page(s) |
| 1.1A   | Details of PSUs   | 1.1                              | 89      |
| 1.1B   | Details of PSUs   | 1.1                              | 91      |
| 2.1  | Summarised financial position and working results of Power Sector PSUs for the latest year for which accounts were finalized  | 2.1.2, 2.7, 2.7.1 and 2.7.2      | 93      |
| 2.2  | Statement showing paid-up Capital and Loans outstanding as on 31 March 2019 in respect of Power Sector PSUs   | 2.7.1.1                          | 95      |
| 3.1  | Summarised financial position of State PSUs (Non-Power Sector), as per latest finalised accounts  | 3.1, 3.1.1, 3.8, 3.8.1 and 3.8.4 | 96      |
| 3.2  | Details of State PSUs (Non- Power Sector) not covered in this Report  | 3.1                              | 99      |
| 3.3  | Statement showing position of equity and outstanding loans relating to PSUs (Non-Power Sector) as on 31 March 2019  | 3.2                              | 101     |
| 3.4  | Statement showing difference between Finance Accounts of Government of Madhya Pradesh and Accounts of the State PSUs (Non-Power Sector) in respect of balances of Equity, Loans and Guarantee as on 31 March 2019 | 3.5                              | 106     |
| 3.5  | Details of State Government investment in State PSUs (Non-Power Sector) accounts of which were in arrears during the period   | 3.6.1                            | 108     |
| 3.6  | Statement showing State Government funds infused in State PSUs (Non-Power Sector) during the period from 2000-01 to 2018-19   | 3.8.3                            | 110     |

| Subject |  | Reference to |         |
|---------|--|--------------|---------|
|         |  | Paragraph(s) | Page(s) |
| 4.1.1   | Statement showing cases due for commencing production to whom allotment was made during the audit period   | 4.1.5.4      | 115     |
| 4.1.2   | Statement showing cases due for commencing production to whom allotment was made before 2016-17  | 4.1.5.4      | 117     |
| 4.1.3   | Details of irregular transfer of cases   | 4.1.5.5      | 118     |
| 4.1.4   | Statement showing short recovery of land premium in Land allotment and transfer cases (RO, Bhopal)   | 4.1.5.6      | 120     |
| 4.1.5   | Statement showing short recovery of land premium in Land allotment and transfer cases (RO, Indore)   | 4.1.5.6      | 122     |
| 4.2.1   | Map showing Divisional area of MPRVVNL and area of plantation  | 4.2.5        | 124     |
| 4.2.2   | Details of land in possession of Divisions and Land taken/ removed with encroachment during 2016-17 to 2018-19   | 4.2.6.2      | 125     |
| 4.2.3   | Targets of plantation as per Project Report for IX <sup>th</sup> Phase, Annual targets fixed by the Company and actual plantations during 2015-16 to 2019-20                               | 4.2.6.6      | 126     |
| 4.2.4   | Details of shortcoming in fixation and achievement of plantation targets   | 4.2.6.6      | 129     |
| 4.2.5   | Details of species wise targeted area of plantation, Cost Benefit Ratio and Internal Rate of Return as given in para 4.1 and 4.4 of Project Report   | 4.2.6.7      | 131     |
| 4.2.6   | Details of targets and achievement for Bamboo, Khamer and Aonla  | 4.2.6.7      | 131     |
| 4.2.7   | Calculation of excess cost incurred due to poly-pot plantation in excess area of 10 per cent area  | 4.2.6.8      | 132     |
| 4.3.1   | List of Work Orders selected for Audit under Wildlife Circuit and Heritage Circuit   | 4.3.4        | 133     |
| 4.3.2   | Details of Components dropped by Government of India due to not obtaining land from GoMP or due to not obtaining permission from Archeological Survey of India (ASI) and Forest Department | 4.3.5.1      | 136     |
| 4.3.3   | Details of Components where shifting/ re-appropriation was made due to non-availability of land and permission from Archeological Survey of India  | 4.3.5.1      | 139     |
| 4.3.4   | Delay in tendering and awarding works  | 4.3.5.2      | 141     |
| 4.3.5   | Delay in start of work by the Contractors  | 4.3.5.3      | 151     |

| Subject |   | Reference to |         |
|---------|---|--------------|---------|
|         |   | Paragraph(s) | Page(s) |
| 4.3.6   | Award of new components of works to the existing Contractors without inviting new tenders   | 4.3.5.3      | 154     |
| 4.3.7   | Delay in completion of works by the Contractor  | 4.3.5.4      | 156     |
| 4.3.8   | Details of works carried out by the Company in its own commercial assets under Swadesh Darshan Scheme   | 4.3.5.7      | 161     |
| 4.4.1   | Details of Transformer procurement in Turnkey Contracts   | 4.4.6.2      | 167     |
| 4.4.2   | Details of differences in rates of transformers of same capacity purchased under Turnkey Contracts  | 4.4.6.2      | 169     |
| 4.4.3   | Details of procurement and utilization of transformers during 2016-17 to 2018-19  | 4.4.6.3      | 170     |
| 4.4.4   | Details of procurement and utilization of transformers during 2016-17 to 2018-19 (Turnkey Contract)   | 4.4.6.3      | 172     |
| 4.4.5   | Details of idling of transformers   | 4.4.6.3      | 173     |
| 4.4.6   | Details of transformers damaged during 2016-17 to 2018-19 and declared uneconomical for repair  | 4.4.6.4      | 174     |
| 4.5.1   | Statement showing the details of billing efficiency, distribution losses and excess losses against the targets fixed by MPERC   | 4.5.5        | 175     |
| 4.5.2   | Statement showing the details of billing efficiency reported in annual financial statements <i>vis-à-vis</i> excess/ short reporting  | 4.5.6.1      | 176     |
| 4.5.3   | Statement showing position of the billing efficiency achieved by field units of the DISCOMs against distribution losses   | 4.5.6.2      | 177     |
| 4.5.4   | Statement showing details of total DTRs, DTRs where meters were installed/ not installed and meter readings were not taken  | 4.5.6.3      | 179     |
| 4.5.5   | Statement showing details of total no. of LT high value consumers, LT high value consumers where AMR meters are installed/ not installed and meter readings not being taken           | 4.5.6.3      | 180     |
| 4.5.6   | Statement showing details of total no. of 33/11 KV SSs, SSs where CBs are installed/ not installed and required capacity  | 4.5.6.3      | 181     |
| 4.5.7   | Statement showing the details of total metered consumers, provisionally billed metered consumers and the percentage of provisionally billed consumers against total metered consumers | 4.5.6.4      | 182     |
| 4.5.8   | Statement showing percentage of replacement of defective meters during 2016-17 to 2018-19   | 4.5.6.4      | 184     |

| Subject |  | Reference to |         |
|---------|--|--------------|---------|
|         |  | Paragraph(s) | Page(s) |
| 4.5.9   | Statement showing the details of the metered consumers being billed as per assessed consumption  | 4.5.6.4      | 185     |
| 4.5.10  | Statement showing the details of metered consumers being provisionally billed continuously for more than three years as on 31 March 2019   | 4.5.6.4      | 186     |
| 4.5.11  | Statement showing the details of targets of raid checking, irregularities noticed and short fall in targets  | 4.5.6.6      | 187     |
| 4.5.12  | Statement showing the details of theft cases settled in Lok Adalat, number of sample selected of agriculture pump connections and short assessment   | 4.5.6.6      | 188     |
| 4.5.13  | Statement showing the details of theft cases settled in Lok Adalat, connections not released and loss of revenue (considering the minimum charges) as on March 2019  | 4.5.6.6      | 189     |
| 4.5.14  | Statement showing the details of HT consumers who were not allowed Rural Area Rebate   | 4.5.6.7      | 190     |
| 4.5.15  | Statement showing details of HT consumers whose billing was done against incorrect Tariff Category   | 4.5.6.7      | 192     |
| 4.5.16  | Statement showing the details of HT consumers whose billing was done against permanent connection tariff instead of temporary connection tariff  | 4.5.6.7      | 193     |
| 4.5.17  | Statement showing the details of short billing due to not increasing the contracted load up to the minimum required load as per the provisions of Supply Code  | 4.5.6.7      | 196     |
| 4.5.18  | Statement showing the aggregate position of arrears of various categories in the selected field units of DISCOMs   | 4.5.6.8      | 197     |
| 4.5.19  | Statement showing the details of consumers under various categories who were having arrears more than one year but still not disconnected as on March 2019   | 4.5.6.8      | 198     |
| 4.5.20  | Statement showing the details of arrears against consumers who were permanently disconnected (PD), PD before three years, RRCs issued against PD cases and pending cases for further action to be taken as on March 2019 | 4.5.6.8      | 199     |
| 4.5.21  | Statement showing the details of arrears against temporary connection which were permanently disconnected as on March 2019   | 4.5.6.8      | 200     |
| 4.5.22  | Statement showing the details of arrears of agriculture pump connections waived off in Sambal Yojna  | 4.5.6.9      | 201     |

