

Overview

This Report contains 45 paragraphs including 3 reviews, relating to non/short levy of tax, interest, penalty *etc.* involving Rs. 448.86 crore. Some of the major findings are mentioned below:

1. General

The State Government's receipts for the year 2001-2002 amounted to Rs.12153.29 crore as against Rs. 12401.78 crore for the year 2000-2001. While the revenue raised by the Government amounted to Rs.7179.63 crore (tax revenue: Rs. 5671.17 crore and non-tax revenue: Rs.1508.46 crore), the balance (Rs. 4973.66 crore) was received from the Government of India as the State's share of divisible Union taxes (Rs. 2882.36 crore) and grants-in-aid (Rs. 2091.30 crore) during the year 2001-2002.

(Paragraph 1.1)

Arrears aggregating Rs. 1531.65 crore remained unrealised under the principal heads of revenue at the end of 2001-2002. The arrears were mainly in respect of Taxes on Sales, Trade *etc.*, State Excise, Taxes on Immovable Property other than Agricultural Land, Land Revenue, Sale of Land and Property and Non-ferrous Mining and Metallurgical Industries.

(Paragraph 1.4)

Test check of records of the Commercial Taxes, Transport, Land Revenue, Stamps and Registration, State Excise department and other departmental offices conducted during 2001-2002, revealed under-assessment/short levy of revenue amounting to Rs. 758.23 crore in 14585 cases. The concerned departments accepted under assessments *etc.* of Rs. 96.42 crore in 5909 cases of which Rs. 72.05 crore pertained to the year 2001-2002 and the rest to earlier years. Further the department recovered Rs. 15.08 crore in 1218 cases during the year 2001-2002.

(Paragraph 1.9)

As on 30 June 2002, 2818 inspection reports, issued upto December 2001 containing 7178 audit observations involving Rs. 814.77 crore, were outstanding for want of comments/ final action by the concerned departments.

(Paragraph 1.10)

2. Sales Tax

Review on 'Sales Tax Exemption Scheme 1998' revealed the following points:-

- In 6 cases units not covered by the scheme were sanctioned irregular benefit of Rs. 3.43 crore.

(Paragraph 2.2.5.2)

- Wrong determination of EFCI, resulted in excess exemption of tax of Rs. 16.96 crore.

(Paragraph 2.2.5.4)

- While computing EFCI building cost was taken in excess of appraised project cost resulting in excess sanction of benefit of Rs. 4.30 crore.

(Paragraph 2.2.5.5)

- 18 units going in for expansion were incorrectly granted benefit of Rs. 53.05 crore without fulfilling the condition of utilization of at least 80 per cent of installed capacity during the respective immediately preceding years.

(Paragraph 2.2.5.7)

Non-withdrawal of benefits on breach of condition by 38 industrial units in 12 offices resulted in non-recovery of tax and interest of Rs. 28.67 crore.

(Paragraph 2.3)

Non-finalisation of auction of check posts in 2 offices resulted in loss of revenue of Rs. 1.31 crore.

(Paragraph 2.4)

3. Taxes on Motor Vehicles

Under valuation of cost of passenger vehicles, resulted in short realisation of special road tax amounting to Rs. 3 crore.

(Paragraph 3.2)

Incorrect calculation of tax and irregular exemption of penalty resulted in loss of revenue of Rs. 1.30 crore.

(Paragraph 3.3)

4. Stamp Duty and Registration fee

Under valuation in transfer of mining lease by way of assignment resulted in short levy of stamp duty and registration fee amounting to Rs. 2.74 crore.

(Paragraph 4.2)

Under valuation of properties transferred through gift deeds resulted in short levy of stamp duty and registration fee amounting to Rs. 1.19 crore.

(Paragraph 4.3)

5. State Excise

Delay in settlement of licences for liquor, LPH/Bhang resulted in loss of exclusive privilege amount/licence fee amounting to Rs. 88.24 crore.

{Paragraph 5.2(i)(a) & (b)}

Interest amounting to Rs. 67.52 lakh was not recovered on belated payment of excise dues in two districts.

(Paragraph 5.3)

6. Non-tax receipts

A: Finance department

Review on 'Interest Receipts' revealed the following points:-

- Out of loan of Rs. 23.01 crore, loan of Rs. 21.45 crore and interest of Rs. 28.14 crore was not recovered from Command Area Development (CAD) department.

{Paragraph 7.2.7(a)}

- Failure in re-payment of loans by Rajasthan State Agro Industries Corporation and Rajasthan Tribal Area Development Corporation resulted in accumulation of loan Rs. 18.30 crore and interest amounting to Rs. 17.62 crore.

{Paragraph 7.2.7(b)}

- Loans of Rs. 10.33 crore and interest of Rs. 6.91 crore were not recovered from Rajasthan Handloom Development Corporation.

{Paragraph 7.2.7(c)(ii)}

- Loans of Rs. 42.87 crore and interest of Rs. 9.66 crore were not recovered from Tilam Sangh.

{Paragraph 7.2.8(a)}

Guarantee commission and interest/penal interest chargeable thereon for delayed payment amounting to Rs. 8.66 crore was not recovered in 4 cases.

(Paragraph 7.3)

B: Public Works department and General Administration department

Review on 'Disposal and Management of Nazul Properties' revealed the following points:-

- In Bundi district non-disposal of 328 properties resulted in non-realisation of Rs. 7.67 crore in respect of 159 properties whereas no valuation of the remaining 169 properties had been done so far.

{Paragraph 7.4.7(i)}

- Sale of properties by Directorate of Estate at a price below the reserve price resulted in minimum loss of Rs. 21.67 crore.

(Paragraph 7.4.8)

Incorrect determination/non-recovery of rent of a Government building leased out to a club resulted in non-realisation of Rs. 55.78 lakh.

{Paragraph 7.5(a)(iii)}

Non-adoption of proper procedure to sell an old Dak Bungalow and its incorrect valuation resulted in non-realisation of Rs. 7.58 crore.

{Paragraph 7.5(c)}

C: Mining department

Unauthorised rebate in royalty resulted in loss of revenue of Rs. 4.91 crore.

(Paragraph 7.7)

In Nagaur and Sriganganagar the demand of development charges of Rs. 2.20 crore remained unrecovered.

(Paragraph 7.8)