Report of the Comptroller and Auditor General of India

on

Social, Economic, General Revenue and Economic (PSUs) Sectors

For the year ended 31 March 2012

GOVERNMENT OF MIZORAM

TABLE OF CONTENTS

Paragraph	Particulars	Page	
	Preface	v	
	Executive Summary	vii	
Chapter-I : Social Sector			
1.1	Introduction	1	
1.2	Planning and conduct of Audit	2	
1.3	Chief Controlling Officer based Audit of Local Administration Department	2	
1.4	Non-realisation of premium disbursed to Insurance Provider (Health & Family Welfare Department)	25	
1.5	Avoidable expenditure (Health & Family Welfare Department)	26	
	Chapter-II : Economic Sector		
2.1	Introduction	29	
2.2	Planning and conduct of Audit	30	
2.3	Performance Audit of Implementation of Mahatma Gandhi National Rural Employment Guarantee Scheme (MGNREGS) in Mizoram (Rural Development Department)	31	
2.4	Excess payment against works (Public Works Department)	66	
2.5	Excess payment towards formation cutting (Public Works Department)	68	
2.6	Doubtful expenditure without supporting basic records (Rural Development Department)	69	
2.7	Loss due to non-realisation of hiring charges of machinery (Public Works Department)	70	
Chapter-III: Economic Sector (GOVERNMENT COMMERCIAL AND TRADING ACTIVITIES)			
3.1	Overview of State Public Sector Undertakings	73	
3.2	Performance Audit on Power Transmission Activities of Power and Electricity Department, Government of Mizoram	83	
3.3	Avoidable loss of ₹ 1.95 crore on Procurement and Processing of Passion Fruit (Mizoram Food and Allied Industries Corporation Limited (MIFCO)) (Industries Department)	108	
3.4	Claiming excess rebate on sale of handloom cloths (Mizoram Handloom & Handicrafts Development Corporation Limited (ZOHANDCO)) (Industries Department)	109	

Paragraph	Particulars	Page			
3.5	Corporate Governance in State Government Companies (Industries Department)	110			
Chapter-IV : General Sector					
4.1	Introduction	115			
	Chapter-V : Revenue Sector				
5.1	Trend of Revenue Receipts	117			
5.2	Response of the Departments/Government towards audit	120			
5.3	Analysis of the mechanism for dealing with the issues raised by Audit	122			
5.4	Result of audit	124			
5.5	Drawal of fund before execution of works (Environment & Forests Department)	125			
5.6	Unauthorised diversion of Fund (Environment & Forests Department)	126			
5.7	Excess drawal of fund and disbursement without routing through the cash account (Land Revenue & Settlement Department)	128			
5.8	Evasion of tax (Taxation Department)	130			
5.9	Short levy of tax (Taxation Department)	132			
5.10	Under-assessment of tax (Taxation Department)	133			
5.11	Loss of revenue (Environment & Forests Department)	134			
Chapter-VI : Follow up of Audit Observations					
6.1	Non-submission of suo moto Action Taken Notes	137			
6.2	Response to audit observations and compliance thereof by the Executive	137			

LIST OF APPENDICES

Appendix	Subject	Page
1.3.1	Statement showing amount drawn and kept in 8443 - Civil Deposit and expenditure thereagainst	139
1.3.2	Statement showing details of amount drawn and disbursement made thereagainst	140
2.3.1	Statement showing details of selected Districts, Blocks and Villages	142
2.3.2	Statement showing village-wise approval of works under Action Plan 2011-12 in respect of Lawngtlai District without earmarking the estimated cost of the approved works	144
2.3.3	Statement showing calculation of period of delay in release of State Share against the Central Share during 2007-12 pertaining to three sample Districts (Lunglei, Lawngtlai and Kolasib)	146
2.3.4	Statement showing Village Councils-wise transactions of fund for execution of works under wage component, material component and for Administrative cost during four years (2007-08 to 2010-11) in respect of 44 Village Councils under 06 Blocks	150
2.3.5	Statement showing Village-wise cumulative number of House Holds (HH) registered and Cumulative number of Job Cards issued during 2007-08 and 2011-12 in 52 sample villages under 06 Blocks	151
2.3.6	Statement showing Village Council-wise Registered House Holds (HH), HH provided works, persondays generated including women persondays in the sample 52 Village Councils under 06 Blocks during 2007-12	153
2.3.7	Statement showing physical performance of 52 sample Village Councils under 06 Blocks in 03 sample Districts (Lunglei, Lawngtlai and Kolasib) during the year 2007-12	163
2.3.8	Statement showing physical performance of 03 sample districts (Lunglei, Lawngtlai and Kolasib) during the year 2007-12	189
2.3.9	Statement showing list of 27 side drains constructed in 27 villages for flood control during 25 May 2011 to 9 June 2011 under Bungtlang South Block (Lawngtlai District)	192
2.3.10	Statement showing details of village-wise execution of 123 plantations work in 42 Village Councils under Lawngtlai Block during 2010-12	193

Appendix	Subject	Page
3.1.1	Statement showing particulars of up to date paid-up capital, loans outstanding and manpower as on 31 March 2012 in respect of Government companies	195
3.1.2	Statement showing 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 2012	196
3.1.3	Summarised financial results of Government companies for the latest year for which accounts were finalised	198
3.1.4	Statement showing investments made by the State Government in working PSUs by way of equity, loans, grants and others during the period in which the accounts have not been finalised as on 31 March 2012	200
3.1.5	Statement showing operational performance of Power and Electricity Department for the last three years ending 31 March 2012	201
3.1.6	Statement showing working results and operational performance of Mizoram State Transport for the last three years ending 31 March 2012	203
3.2.1	Statement showing Time overrun and Cost overrun of Completed/ Ongoing Projects	204
3.2.2	Statement showing Load Centre-wise Transformation Capacity as on 31 March 2012	205
3.2.3	Statement showing details of under utilisation of Transmission Lines	206
3.4.1	Statement showing Excess Rebate Claimed/Received on Sale of Handloom Clothes	207
3.5.1	List of Companies	208