Report of the Comptroller and Auditor General of India on General and Social Sector

Government of Karnataka Report No.2 of the year 2013

TABLE OF CONTENTS

	Paragraph Number	Page Number		
Preface		v		
Chapter 1 – Introduction				
About this report	1.1	1		
Auditee profile	1.2	1		
Authority for Audit	1.3	2		
Organisational structure of the Office of the Principal Accountant General (G&SSA), Bangalore	1.4	3		
Planning and conduct of Audit	1.5	3		
Significant audit observations	1.6	3		
Performance audits of programmes/activities/department	1.6.1	3		
Compliance audit of transactions	1.6.2	7		
Lack of responsiveness of Government to Audit	1.7	10		
Inspection reports outstanding	1.7.1	10		
Response of departments to the draft paragraphs	1.7.2	10		
Follow-up on Audit Reports	1.7.3	10		
Paragraphs to be discussed by the Public Accounts Committee	1.7.4	10		
Chapter 2 - Performance Audit				
HEALTH AND FAMILY WELFARE DEPARTMENT				
Procurement and distribution of drugs and chemicals	2.1	13		
URBAN DEVELOPMENT DEPARTMENT				
Audit of Information Systems in Bangalore Development Authority	2.2	47		
REVENUE DEPARTMENT				
Leasing of properties by the Department of Hindu Religious Institutions and Charitable Endowments	2.3	76		

	Paragraph Number	Page Number
URBAN DEVELOPMENT DEPARTMENT		
Maintenance of borewells by Bangalore Water Supply and Sewerage Board	2.4	90
Chapter 3 : Audit of Transaction	ns	
Non-compliance with the rules	3.1	105
PRIMARY AND SECONDARY EDUCATION DEPARTMENT		
Excess payment of salary	3.1.1	105
REVENUE DEPARTMENT		
Loss of interest	3.1.2	106
Sanction of excessive grants to temples and mutts	3.1.3	107
Loss on sale of land	3.1.4	109
URBAN DEVELOPMENT DEPARTMENT		
Extra expenditure	3.1.5	110
Loss of rebate	3.1.6	112
Excess payment to contractor	3.1.7	113
Unauthorised diversion of health cess	3.1.8	113
Audit against propriety/Expenditure without justification	3.2	115
URBAN DEVELOPMENT DEPARTMENT		
Ineffective restoration of a lake at a huge cost	3.2.1	115
Extra expenditure	3.2.2	117
Persistent and pervasive irregularities	3.3	118
FINANCE DEPARTMENT		
Excess payment of family pension	3.3.1	118
URBAN DEVELOPMENT DEPARTMENT		
Avoidable expenditure	3.3.2	119

	Paragraph Number	Page Number		
Failure of oversight/governance	3.4	120		
LABOUR DEPARTMENT				
Continued Government support to an Institute which did not have the capacity to deliver	3.4.1	120		
PRIMARY AND SECONDARY EDUCATION DEPARTMENT				
Non-remittance of fee to Government account	3.4.2	121		
Idle investment on equipment	3.4.3	122		
Chapter 4 – Functioning of Government Department				
ANIMAL HUSBANDRY AND FISHERIES DEPARTMENT				
Audit of Department of Fisheries	4.1	127		

LIST OF APPENDICES

Appendix No.	Details	Page No.
1.1	Year-wise breakup of Outstanding Inspection Reports and Paragraphs (issued up to 31 December 2012	159
1.2	Details of Departmental Notes pending as of 31 December 2012 (Excluding General and Statistical Paragraphs)	160
1.3	Paragraphs (excluding General and Statistical) yet to be discussed by PAC as of 31 December 2012	161
2.1	Details of indiscriminate purchases	163
2.2	Details of modified orders	164
2.3	Statement showing the balance stock and transfer of psychiatric drugs	165
2.4	No. of cases where wrong percentage of cess has been adopted	167
2.5	No. of challans generated for the same purpose in the same year	168
2.6	Details of leases granted by Government without inviting offers or conducting auctions	169
2.7	Non-refundable goodwill not recovered from the lessees	170
2.8	Lease agreements not entered	171
2.9	Details of non-payment of lease rent	172
2.10	Statement showing splitting up of purchases	173
2.11	Details of extra expenditure incurred by the divisions	178
2.12	Details of excess procurements	180
2.13	Details regarding repetition of sanction order numbers in North & West Divisions	181
2.14	Recording of materials issued as in measurement books	182
2.15	Value of unaccounted submersible pumps and pipes	184
2.16	Value of unaccounted submersible pumps and pipes	185
2.17	Value of unaccounted submersible pumps and pipes	186
3.1	Excess amount paid towards price adjustment	187
3.2	Excess payment of family pension	188
3.3	Continued excess payment of family pension	189
4.1	Statement showing the cadre-wise vacancy position in the Department of Fisheries as of March 2012	190
4.2	Statement showing scheme-wise savings under State Revenue Plan (2405)	191
4.3	Statement showing scheme-wise savings under State Capital Plan (4405)	192
4.4	Statement showing district-wise beneficiaries under	193