

## Report of the Comptroller and Auditor General of India for the year ended March 2014



Union Government (Civil)
Union Territories without Legislatures
Compliance Audit Observations
Report No. 32 of 2015

## Report of the Comptroller and Auditor General of India

for the year ended March 2014

Union Government (Civil)
Union Territories without Legislatures
Compliance Audit Observations
Report No. 32 of 2015

## Contents

Description	Paragraph	Page	
Preface		iii	
Overview		v-vii	
CHAPTER I: INTRODUCTION			
About this report	1.1	1	
Constitutional status of the UTs	1.2	1	
Administrative arrangement	1.3	2	
Financial arrangements	1.4	3	
Authority for audit	1.5	3	
Planning and conduct of audit	1.6	4	
Lack of responsiveness of the government to audit	1.7	4	
Follow-up on audit reports	1.8	4	
Response of the Union Territories to draft paragraphs	1.9	6	
Recommendations	1.10	6	
CHAPTER – II : UNION TERRITORIES (EXPENDITURE SECTOR)			
Andaman & Nicobar Islands			
Financial Management and Internal Control at Port Management Board, Andaman & Nicobar Islands for the period from 2011-14	2.1	7	
Undue delay in commencement of a project	2.2	25	
Unfruitful expenditure	2.3	29	
Dadra & Nagar Haveli			
Wasteful expenditure of ₹ 317.03 lakh	2.4	30	

Daman & Diu			
Irregular drawl of ₹ 5.50 crore to avoid lapse of budget grant	2.5	32	
Non-modernization of communication network	2.6	33	
Recovery at the instance of Audit	2.7	35	
Lakshadweep			
Irregular parking of government funds	2.8	36	
Excess payment of Special Allowance	2.9	38	
Delay in procurement and installation of incinerators	2.10	40	
Recovery at the instance of audit- ₹ 27 lakh	2.11	42	
CHAPTER III: REVENUE SECTOR			
Introduction	3.1	45	
Compliance audit issues	3.2	50	
Andaman & Nicobar Islands			
Non-levy of service tax	3.2.1	50	
Chandigarh			
Short levy of stamp duty on registration of lease deeds ₹ 226.57 lakh	3.2.2	51	
Delay in raising of Electricity Bill	3.2.3	52	
Dadra & Nagar Haveli			
Non-collection of Service Tax on rental income	3.2.4	55	
Daman & Diu			
Loss of revenue	3.2.5	56	
Annexes	59-72		
Appendices	73-77		