TABLE OF CONTENTS

Description	Referen	ce to
	Paragraph	Page No.
Preface		v
Overview		vii-xi
CHAPTER-I: FUNCTIONING OF STATE		
PUBLIC SECTOR UNDERTAKINGS		
Introduction	1.1	1
Accountability framework	1.2-1.4	1-3
Stake of Government of Himachal Pradesh	1.5	3
Investment in State PSUs	1.6-1.7	3-5
Special support and returns during the year	1.8	5-7
Reconciliation with Finance Accounts	1.9	7-8
Arrears in finalisation of accounts	1.10-1.12	8-9
Placement of Separate Audit Reports	1.13	10
Impact of non-finalisation of accounts	1.14	10
Performance of PSUs as per their latest	1.15-1.18	10-13
finalised accounts		
Winding up of non-working PSUs	1.19-1.20	13-14
Accounts Comments	1.21-1.22	14-15
Response of the Government to Audit	1.23	16
Follow up action on Audit Reports	1.24	16
Discussion of Audit Reports by COPU	1.25	17
Compliance to Reports of Committee on Public Undertakings (COPU)	1.26	17
Coverage of this Report	1.27	18
Disinvestment, Restructuring and Privatisation of PSUs	1.28	18
CHAPTER-II: PERFORMANCE AUDIT AND INFORMATION TECHNOLOGY AUDIT		
Himachal Pradesh State Forest Development Corporation Limited	2.1	
Executive Summary		19-20
Introduction	2.1.1	21
Organisational set up	2.1.2	21
Audit objectives	2.1.3	21
Scope of Audit	2.1.4	21-22
Audit Methodology	2.1.5	22
Audit Criteria	2.1.6	22
Financial Position and Working Results	2.1.7	23-24
Audit Findings	2.1.8-2.1.21	24-46

	2.1.0	
Deficient budgetary control	2.1.8	24
Taking over of forest lots	2.1.9	25
Felling and conversion of trees	2.1.10	25-29
Transportation of timber	2.1.11	30
Payment of royalty	2.1.12	30-32
Sale of timber	2.1.13	32-37
Supply of fuel wood to Tribal areas	2.1.14	37-38
Resin	2.1.15	38-39
Rosin and Turpentine	2.1.16	39-41
Diversification of activities	2.1.17	41-42
Arbitration cases	2.1.18	42-43
Manpower deployment	2.1.19	43-44
Internal control	2.1.20	44-46
Corporate Governance	2.1.21	46
Conclusions and Recommendations		47
IT Audit of HT / LT Billing System of	2.2	
Himachal Pradesh State Electricity Board		
Limited		
Executive Summary		48
Introduction	2.2.1	48-49
Salient features of the billing software	2.2.2	49
Scope of audit	2.2.3	49
Audit findings	2.2.4-2.2.10	49-61
System acquisition and implementation	2.2.5	49-53
Deficient mapping of business rules	2.2.6	53-56
Inadequacies in application functionality	2.2.7	56-57
IT Security	2.2.8	57-58
Business Continuity Planning	2.2.9	58-59
Miscellaneous	2.2.10	59-61
Conclusions and Recommendations		61-62
CHAPTER-III: AUDIT OF		
TRANSACTIONS	'	
GOVERNMENT COMPANIES		
Himachal Pradesh Agro Industries		
Corporation Limited		
Avoidable payment	3.1	63-65
	3.1	
Himachal Pradesh State Civil Supplies	3.1	
Himachal Pradesh State Civil Supplies Corporation Limited	3.1	
1	3.2	65-68
Corporation Limited Distribution of LPG Cylinders		65-68
Corporation Limited		65-68
Corporation Limited Distribution of LPG Cylinders Himachal Pradesh State Electricity Board		65-68
Corporation Limited Distribution of LPG Cylinders Himachal Pradesh State Electricity Board Limited	3.2	

Injudicious contribution towards Employees' Benevolent Fund	3.4	73-74		
Undue favour to supplier	3.5	74-76		
Undue favour to contractor	3.6	76-77		
Undue favour to Industrial Consumer	3.7	77-79		
Non levy of Low Voltage Supply Surcharge	3.8	79		
Undue favour to the consumer	3.9	80-81		
Interest loss due to delay in clearance of cheques	3.10	81-82		
Himachal Pradesh Power Corporation Limited				
Unfruitful investment on shelved project	3.11	82-84		
Himachal Pradesh Tourism Development Corporation Limited				
Avoidable payment of Demand Charges	3.12	84-85		

APPENDICES

Appendix	Particulars	ılars Referen	
No.		Paragraph	Page No.
1.1	Statement showing investments made by State Government in PSUs whose accounts are in arrears	1.11	87
1.2	Summarised financial position and working results of Government Companies and Statutory corporations as <i>per</i> their latest finalised financial statements / accounts	1.15	88-91
2.1.1	Financial position of the Company for the period from 2010-11 to 2014-15	2.1.7.1	92
2.1.2	The detail of additional revenue could not be earned due to deficient classification system	2.1.13.2	93
2.1.3	Details of resin blazes received, royalty paid, target of yield fixed, yield obtained and shortfall in extraction for the last five years ending 31 March 2015 (except FWD Chamba)	2.1.15	94
2.1.4	Details of loss incurred due to excess process loss in the R&T Factory, Bilaspur	2.1.16.2	95
2.1.5	The details of furnace oil consumed in R&T Factory, Bilaspur during the last five years ending March 2015	2.1.16.3	96
3.1	The details of purchases / consumption during the three years ended 31 March 2014	3.3.2	97
3.2	Details of interest loss up to March 2015 on purchase of material without requirement	3.3.3.3	98
3.3	Statement showing the detail of month- wise energy bills issued, due / actual date of payment and final amount outstanding after forfeiture of consumer's security	3.9	99
3.4	Statement showing the detail of avoidable payment of contract demand charges for the period from July 2011 to February 2015 in respect of Himachal Bhawan, Delhi	3.12	100-102
Glossary of abbreviations			103-105