

TABLE OF CONTENTS

Particulars	Reference to	
	Paragraph	Page
Preface		vii
Overview		ix-xiv
CHAPTER-I		
Functioning of State Public Sector Undertakings		
Introduction	1.1	1
Accountability frame work	1.2 - 1.4	2-3
Stake of Government of Tamil Nadu	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
Arrears in finalisation of accounts	1.10 - 1.12	7-9
Impact of non-finalisation of accounts	1.13	9
Performance of PSUs as per their latest finalised accounts	1.14 - 1.17	9-12
Winding up of non-working PSUs	1.18 - 1.19	12-13
Accounts comments	1.20 - 1.21	13-14
Response of the Government to Audit	1.22	14
Follow-up action on Audit Reports	1.23 - 1.25	14-16
Coverage of this Report	1.26	16
Disinvestment, Restructuring and Privatisation of PSUs and any reforms in power sector	1.27 - 1.28	16-17
CHAPTER-II		
Performance Audit relating to Government Companies		
Performance Audit on Tamil Nadu Sugar Corporation Limited and Perambalur Sugar Mills Limited	2.1	21
Executive Summary		21-22
Introduction	2.1.1 - 2.1.2	22
Scope and methodology of Audit	2.1.3	23
Audit objectives	2.1.4	23
Audit criteria	2.1.5	23-24

Particulars	Reference to	
	Paragraph	Page
Acknowledgement		24
Audit findings	2.1.6 – 2.1.33	24-38
Financial position and working results	2.1.7	24
Planning for availability of sugarcane	2.1.8 – 2.1.12	24-27
Sugarcane procurement	2.1.13 – 2.1.16	27-29
Production performance	2.1.17– 2.1.29	29-36
Other points of interest	2.1.30	36-37
Monitoring and internal control	2.1.31 - 2.1.33	37-38
Conclusion		38
Recommendations		38
Performance Audit on Procurement of Wind Energy by Tamil Nadu Generation and Distribution Corporation Limited	2.2	41
Executive Summary		41-42
Introduction	2.2.1	42-43
Development of wind power in the State	2.2.2	43-44
Scope and methodology of Audit	2.2.3	44
Audit objectives	2.2.4	45
Audit criteria	2.2.5	45
Acknowledgement		45
Audit findings	2.2.6 – 2.2.30	45-60
Planning	2.2.7 – 2.2.10	45-49
Procurement of wind energy	2.2.11 – 2.2.18	49-53
Execution of transmission schemes for wind energy	2.2.19	53-55
Wheeling of wind energy	2.2.20 – 2.2.29	55-59
Monitoring and internal control	2.2.30	59-60
Conclusion		60-61
Recommendation		61

Particulars	Reference to	
	Paragraph	Page
CHAPTER-III		
Performance Audit relating to Statutory Corporation		
Performance Audit on Construction, operation and maintenance of storage facilities by Tamil Nadu Warehousing Corporation	3	
Executive summary		65
Introduction	3.1	66
Organisational set-up	3.2	66
Audit objectives	3.3	66
Audit criteria	3.4	67
Scope and methodology of Audit	3.5	67
Acknowledgement		67
Audit findings	3.6 – 3.18	68-89
Augmentation of storage capacity	3.6 – 3.6.3	68-69
Construction of godowns	3.7 – 3.7.4	69-73
Utilisation of storage capacity	3.8	73-75
Scientific storage	3.9 -3.9.3	75-78
Warehousing charges	3.10-3.10.3	78-81
Operation and maintenance of Warehouses	3.11 – 3.11.3	81-84
Fire safety in warehouses	3.12-3.13	84-86
Manpower planning	3.14	86-87
Other points of interest	3.15	88
Monitoring and internal control	3.16 – 3.18	88-89
Conclusion		89
Recommendations		90
CHAPTER-IV		
Compliance Audit Observations	4	
Delay in settlement of accident compensation by State Transport Undertakings	4.1-4.1.10	93-98
Pallavan Transport Consultancy Services Limited		
Improper contract management	4.2	98-100

Particulars		Reference to	
		Paragraph	Page
Electronics Corporation of Tamil Nadu Limited			
Loss of interest		4.3	100-101
Tamil Nadu Transport Development Finance Corporation Limited			
Avoidable loss		4.4	101-102
Tamil Nadu Tourism Development Corporation Limited			
Infructuous expenditure		4.5	102-103
Poompuhar Shipping Corporation Limited			
Avoidable penal interest		4.6	104
Tamil Nadu Minerals Limited			
Wasteful expenditure		4.7	105-106
Tidel Park Limited			
Unintended benefit		4.8	106-107
Tamil Nadu Generation and Distribution Corporation Limited			
Wasteful expenditure		4.9	107-108
Avoidable delay		4.10	108-109
Loss of revenue		4.11	110-111
ANNEXURES			
1.	Statement showing investments made by State Government in PSUs, whose accounts are in arrears	1.11	115
2.	Summarised financial position and working results of Government Companies and Statutory Corporation as per their latest finalised financial statements/accounts	1.14	116-123
3.	Statement showing financial position of TASCO and PSM	2.1.7	124
4.	Statement showing working results of TASCO and PSM	2.1.7	125
5.	Statement showing details of the target area fixed <i>vis-a-vis</i> , area actually registered	2.1.9	126
6.	Statement showing shortfall in procurement of sugarcane in TASCO and PSM	2.1.13	127

Particulars		Reference to	
		Paragraph	Page
7.	Statement showing fall in sugar recovery rate of TASCO and PSM	2.1.19	128
8.	Statement showing excess consumption of steam in TASCO and PSM	2.1.23	129
9.	Statement showing excess consumption of bagasse	2.1.24	130
10.	Statement indicating non-fulfillment of captive norms and the resultant loss of revenue	2.2.27	131-133
11.	Financial position and working results of Tamil Nadu Warehousing Corporation	3.1	134-135
12.	Non-levy of liquidated damages for delay in completion of works	3.7.2	136
13.	Extra expenditure due to delay in finalisation of tenders	3.7.3	137
14.	Loss of storage charges due to actual utilisation basis under PEG scheme 2008 (Phase-I)	3.7.4	138
15.	Statement showing depositor-wise details of occupancy out of total occupancy for the period 2010-15	3.8.1	139
16.	Statement of dunnage material available in sampled warehouses during 2010-15	3.9.1	140
17.	Loss of revenue due to non-revision of tariff	3.10	141
18.	Storage charges pending collection as on 31 March 2015	3.10.3	142
19.	Statement showing age-wise analysis of the pending accident claims as of March 2015	4.1.4	143
20.	Statement showing drawal and disbursement of fund from the Government and STUs for settlement of accident compensation	4.1.5	144
21.	Statement showing penalty for non-supply of ETMs	4.2	145
22.	Statement showing interest for delayed payment of upfront lease rent	4.3	146
23.	Statement showing loss of interest for non-recovery of development charges	4.3	147
24.	Statement showing loss of lease rent	4.8	148
	Glossary of Abbreviations		149-151