

| Table of Contents | | |
|---|------------------|----------------|
| Para Caption | Reference | |
| | Paragraph | Page(s) |
| Preface | | iii |
| Overview | | v-ix |
| Chapter I- General | | |
| Trend of Revenue Receipts | 1.1 | 1 |
| Analysis of Arrears of Revenue | 1.2 | 3 |
| Arrears of VAT Assessments | 1.3 | 4 |
| Evasion of Tax Detected by Department | 1.4 | 5 |
| Pendency of Refund Cases | 1.5 | 5 |
| Response of the Government/departments towards audit | 1.6 | 6 |
| Analysis of the Mechanism for Dealing with the Issues raised by Audit | 1.7 | 8 |
| Audit Planning | 1.8 | 9 |
| Results of audit - Position of local audits conducted during the year 2018-19 | 1.9 | 10 |
| Internal Control | 1.10 | 10 |
| This Report | 1.11 | 10 |
| Chapter II- Taxation Department | | |
| Tax Administration | 2.1 | 11 |
| Results of Audit | 2.2 | 11 |
| Performance Audit | | |
| Performance Audit on “Roll out of GST in Meghalaya” | 2.3 | 12 |
| Compliance Audit | | |
| Shortfall in realisation of tax | 2.4 | 36 |
| Interest not levied for late payment of tax | 2.5 | 38 |
| Irregularities in works contract assessment | 2.6 | 38 |
| Chapter III- State Excise Department | | |
| Tax Administration | 3.1 | 45 |
| Results of Audit | 3.2 | 45 |
| Non-renewal of IMFL retail, bar and canteen licences | 3.3 | 46 |
| Non-recovery of licence fee from bonded warehouses | 3.4 | 47 |
| Non-realisation of registration fees for regularisation of brand names | 3.5 | 48 |
| Non-renewal of security deposits | 3.6 | 49 |

| | | |
|---|-----|-------|
| Excise duty not realised for non-executed import permits | 3.7 | 50 |
| Chapter IV- Transport Department | | |
| Tax Administration | 4.1 | 53 |
| Results of Audit | 4.2 | 53 |
| Non-renewal of Commercial permits by vehicle owners | 4.3 | 54 |
| Non-realisation of countersigned permit fees | 4.4 | 55 |
| Non-realisation of road tax | 4.5 | 57 |
| Chapter V- Forest & Environment Department | | |
| Tax Administration | 5.1 | 59 |
| Results of Audit | 5.2 | 59 |
| Under-reporting on export of boulders and limestone by Forest Check gates | 5.3 | 60 |
| Non-realisation of fee for issuing of transit pass | 5.4 | 63 |
| Chapter VI- Stamps & Registration Department | | |
| Tax Administration | 6.1 | 65 |
| Results of Audit | 6.2 | 65 |
| Short realisation of stamp duty and registration fee | 6.3 | 66 |
| <i>Appendices</i> | | 69-87 |
| <i>Glossary</i> | | 89-90 |