

## Report of the Comptroller and Auditor General of India on Revenue Receipts for the year ended March 2011



## Government of National Capital Territory of Delhi

Report No 2 of the year 2012

## TABLE OF CONTENTS

Particulars	Reference to		
	Paragraph	Page	
Preface		(iii)	
Overview		(v-vii)	
CHAPTER-I: GENERAL			
Trend of revenue receipts	1.1	3	
Response of the Departments/Government towards Audit	1.2	5	
Failure of senior officials to enforce accountability and protection of the interest of the State Government	1.2.1	5	
Departmental Audit Committee Meetings	1.2.2	6	
Non-production of records to Audit for scrutiny	1.2.3	7	
Response of the Departments to draft audit paragraphs	1.2.4	7	
Follow up on Audit Reports- summarized position	1.2.5	7	
Compliance to earlier Audit Reports	1.2.6	8	
Analysis of the mechanism for dealing with the issues raised by Audit	1.3	9	
Position of Inspection Reports	1.3.1	9	
Assurances given by the Departments/Government on the issues highlighted in the Audit Reports	1.3.2	9	
Recovery of accepted case	1.3.2.1	9	
Action taken on the recommendations accepted by the Departments/Government	1.3.2.2	10	
Audit planning	1.4	11	
Results of audit	1.5	11	
Position of local audits conducted during the year	1.5.1	11	
This Report	1.5.2	11	
CHAPTER-II SALES TAX/VALUE ADDED TAX		-	
Tax administration	2.1	17	
Trend of receipts	2.2	17	
Analysis of arrears of revenue	2.3	18	
Assessee profile	2.4	18	
Cost of VAT per assessee	2.5	18	
Arrears in assessment/scrutiny	2.6	19	
Cost of collection	2.7	19	
Analysis of Collection	2.8	20	
Revenue impact	2.9	20	
Internal Audit	2.10	21	

Results of audit	2.11	21
Performance Appraisal on 'Utilization of Declaration	2.12	22
Forms in Inter-State Trade and Commerce'		
Compliance deficiency in transaction audit	2.13	33
Irregular claim of exemption/concessional rate of tax	2.13.1	34
on statutory forms.		
Incorrect claim of concessional rate/exemption of tax on defective Statutory forms	2.13.2	36
Irregular claim of exemption on inter state sale/Branch Transfer not/short accounted for	2.13.3	36
Incorrect claim of exemption on 'F' forms containing multiple month tansactions.	2.14	37
Application of incorrect rate of tax.	2.15	37
Irregular deduction claimed on account of TDS.	2.16	38
Irregular claim of reduction of tax/ increase of refund through revised return.	2.17	39
Short payment of tax.	2.18	39
Non reversal of tax credit in respect of goods transferred on 'F' forms.	2.19	40
Non-reduction of ITC on goods destroyed/reduced from stock	2.20	41
Excess claim of input tax credit on purchase of capital goods.	2.21	41
Excess claim of input tax credit.	2.22	42
CHAPTER-III: MOTOR VEHICLE TAX		
Tax administration	3.1	47
Trend of receipts	3.2	47
Cost of collection	3.3	48
Revenue impact	3.4	48
Internal Audit	3.5	48
Results of audit	3.6	48
Performance Audit on "Computerisation in Motor Vehicles Department"	3.7	49
CHAPTER-IV: NON-TAX REVENUE		
Tax administration	4.1	67
Trend of receipts	4.2	67
Internal Audit	4.3	68
Results of audit	4.4	68
Performance audit on Interest Receipts'	4.5	68