

CONTENTS

Description	Paragraph	Page
Preface		iii
Overview		v
Chapter-I: Introduction		
About this Report	1.1	1
Authority for Audit	1.2	1
Planning and conduct of Audit	1.3	1
Profile of Audited Entities	1.4	2
Budget and Expenditure Controls	1.5	12
Follow up on Audit Reports – (Civil)	1.6	12
Follow up on Audit Reports – (Commercial)	1.7	13
Chapter II: Department of Telecommunications		
Payment of subsidy on fictitious/duplicate claims	2.1	15
Irregular payment of subsidy to Universal Service Provider	2.2	17
Unauthorized telecom service by M/s Sterlite Technologies Limited (STL)	2.3	18
Chapter III: Department of Posts		
Management of Investment of Fund of Postal Life Insurance (PLI) and Rural Postal Life Insurance (RPLI)	3.1	21
Management of vacant plots of land in Department of Posts (DoP)	3.2	35
Short realization of revenue due to non-adherence of rules of Bill Mail Service	3.3	40
Non-realisation of amount of dishonoured cheques	3.4	42
Non-realisation of service charge	3.5	44
Chapter IV: Department of Electronics and Information Technology		
Selection of inappropriate agency by Standardization, Testing & Quality Certification Directorate (STQC) for building project	4.1	47
Non-recovery of unutilized grant and interest thereon for e-Bharat Project from National Institute of Smart Government, Hyderabad	4.2	50
Imprudent Bidding and Contracting for Computerization of Post Graduate Institute of Medical Education & Research (PGIMER) Chandigarh	4.3	51

Irregular continuation of budgetary support to Media Lab Asia	4.4	55
Non-carrying out of primary business of hearing and disposal of cases by Cyber Appellate Tribunal	4.5	59
Unfruitful expenditure on the Enterprise Resource Planning (ERP) project by Software Technology Parks of India (STPI)	4.6	60
Chapter V: Public Sector Undertakings under the Ministry		
Imprudent procurement of network equipment by BSNL	5.1	63
Non-Billing of Short Message Service Termination charges	5.2	65
Delay in billing of Multi Protocol Label Switching (MPLS) link	5.3	68
Appendices and Annexures		
Summarised position of Action Taken Notes awaited from Departments under Ministry of Communications & Information Technology as of April 2016	Appendix I	71
Summarised position of Action Taken Notes awaited from Public Sector Undertakings under Department of Telecommunications as of April 2016.	Appendix II	72
Statement showing the amount of Daily Net Accretion figures of McCamish not invested on daily basis	Annexure I	73
Statement showing details of buildings in possession of DoP as on 31 March 2015	Annexure II	74
Statement showing details of Plots of DoP lying vacant	Annexure III	76
Statement showing details of Plots encroached	Annexure IV	77
Statement showing details of Vacant Plots acquired on lease by DoP for different purposes but lying vacant	Annexure V	78
Statement showing short realization of amount of ₹ 2.74 crore	Annexure VI	79
Statement showing interest due, but not paid, by National Institute of Smart Government (NISG) Hyderabad to DeitY in r/o e-Bharat Project Preparation Facility supported by World Bank	Annexure VII	80