

## TABLE OF CONTENTS

PARA CAPTION	REFERENCE	
	PARAGRAPH	PAGE(S)
Preface		i
Overview		ii-v
<b>CHAPTER I-GENERAL</b>		
Trend of revenue receipts	1.1	1
Analysis of arrears of revenue	1.2	3
Arrears of assessments	1.3	4
Evasion of tax detected by the departments	1.4	4
Pendency of refund cases	1.5	5
Response of the Government/departments towards audit	1.6	5
Analysis of the mechanism for dealing with the issues raised by Audit	1.7	9
Audit planning	1.8	10
Results of audit	1.9	10
This Report	1.10	11
<b>CHAPTER II-TAXES ON SALE, TRADE etc.</b>		
Tax Administration	2.1	12
Internal audit	2.2	12
Results of audit	2.3	12
Evasion of tax by using fake 'C' forms	2.4	13
Loss of revenue due to not completing of assessments	2.5	14
Loss of revenue due to acceptance of incorrect claim of Input Tax Credit	2.6	15
Short payment of tax due to irregular claim of remission	2.7	16
Short payment of tax	2.8	17
Short payment of tax	2.9	18
Turnover escaped assessment	2.10	19
Evasion of tax	2.11	20
Irregular grant of concessional rate on turnover not supported by 'C' forms	2.12	21
Irregular claim of exemption	2.13	22
Irregular adjustment of tax	2.14	23
<b>CHAPTER III- STATE EXCISE</b>		
Tax Administration	3.1	24
Internal audit	3.2	24
Results of audit	3.3	24
Short payment of excise duty due to excess claim of transit breakage	3.4	25
Evasion of excise duty	3.5	26
Loss of revenue due to destruction of seized stock without auction	3.6	27

Licence fees from outstills not realised	3.7	28
Revenue not realised due to non-renewal of licences	3.8	29
Non-renewal of lapsed security deposits	3.9	30
<b>CHAPTER IV- MOTOR VEHICLE RECEIPTS</b>		
Tax Administration	4.1	32
Internal audit	4.2	32
Results of audit	4.3	32
Performance audit on “Functioning of the Transport Department”	4.4	33
<b>CHAPTER V-FOREST RECEIPTS</b>		
Tax Administration	5.1	58
Internal audit	5.2	58
Results of audit	5.3	58
Short realisation of revenue	5.4	59
Evasion of royalty on limestone	5.5	60
Loss of revenue due to short realisation of royalty	5.6	61
Short realisation of revenue due to under-reporting of quantity of limestone exported	5.7	62
Revenue loss due to illegal felling and removal of timber	5.8	62
Non/short payment of royalty	5.9	63
<b>CHAPTER VI- MINING RECEIPTS</b>		
Tax Administration	6.1	65
Internal audit	6.2	65
Results of audit	6.3	65
Outstanding royalty on the assessed coal not realised	6.4	66
Short realisation of cess on limestone	6.5	67
Evasion of cess on limestone	6.6	67
Interest not realised	6.7	68
<b>CHAPTER VII-STATE LOTTERY</b>		
Tax Administration	7.1	70
Results of audit	7.2	70
Unfruitful expenditure	7.3	71
ANNEXURES		73