

## TABLE OF CONTENTS

Particulars	Reference to	
	Paragraph	Page
<b>Preface</b>		(vii)
<b>Overview</b>		(ix)
<b>CHAPTER-I</b>		
<b>Functioning of State Public Sector Undertakings</b>		
Introduction	1.1	1
Accountability frame work	1.2	2
Stake of Government of Tamil Nadu	1.5	3
Investment in State PSUs	1.6	3
Special support and returns during the year	1.8	5
Reconciliation with Finance Accounts	1.9	7
Arrears in finalisation of accounts	1.10	7
Impact of non-finalisation of accounts	1.13	9
Performance of PSUs as per their latest finalised accounts	1.14	9
Winding up of non-working PSUs	1.18	12
Comments on accounts	1.19	12
Response of the Government to Audit	1.21	13
Follow-up action on Audit Reports	1.22	13
Coverage of this Report	1.25	15
Disinvestment, Restructuring and Privatisation of PSUs and reforms in power sector	1.26	16
<b>CHAPTER-II</b>		
<b>Performance Audit relating to Government Company</b>		
<b>Performance Audit on Operational performance of gas turbine power stations of Tamil Nadu Generation and Distribution Corporation Limited</b>	2.1	
Executive Summary		21
Introduction	2.1.1	23
Organisational setup	2.1.3	24

<b>Particulars</b>	<b>Reference to</b>	
	<b>Paragraph</b>	<b>Page</b>
Scope and methodology of audit	<b>2.1.4</b>	<b>24</b>
Audit objectives	<b>2.1.5</b>	<b>25</b>
Audit criteria	<b>2.1.6</b>	<b>25</b>
Audit findings		<b>26</b>
Operational performance	<b>2.1.7</b>	<b>26</b>
Low capacity utilisation of the plant	<b>2.1.9</b>	<b>27</b>
Forced outages	<b>2.1.11</b>	<b>30</b>
Under performance	<b>2.1.14</b>	<b>33</b>
Performance of Basin Bridge Power Station	<b>2.1.18</b>	<b>37</b>
Fuel Management	<b>2.1.20</b>	<b>38</b>
Issues concerning Environment	<b>2.1.25</b>	<b>40</b>
Acknowledgement		<b>44</b>
Conclusion		<b>44</b>
Recommendations		<b>45</b>
<b>Information Technology Audit of Drug Distribution Management System in Tamil Nadu Medical Services Corporation</b>	<b>2.2</b>	
Executive Summary		<b>46</b>
Introduction	<b>2.2.1</b>	<b>47</b>
Organisational structure	<b>2.2.2</b>	<b>47</b>
Objectives of computerisation	<b>2.2.3</b>	<b>47</b>
Audit objectives	<b>2.2.4</b>	<b>48</b>
Audit criteria	<b>2.2.5</b>	<b>48</b>
Scope and methodology	<b>2.2.6</b>	<b>48</b>
Tender and procurement	<b>2.2.7</b>	<b>49</b>
Deficiencies in tender processing system in DDMS	<b>2.2.8</b>	<b>49</b>
Supply of drugs	<b>2.2.11</b>	<b>54</b>
Quality control	<b>2.2.14</b>	<b>56</b>
Distribution of drugs	<b>2.2.23</b>	<b>62</b>
Payments to suppliers	<b>2.2.27</b>	<b>63</b>
General	<b>2.2.31</b>	<b>66</b>

Particulars		Reference to	
		Paragraph	Page
Conclusion			67
Recommendations			68
<b>CHAPTER-III</b>			
<b>Compliance Audit Observations</b>			
Chartering of vessels by <b>Poompuhar Shipping Corporation Limited</b>		3.1	71
Road projects implemented by <b>Tamil Nadu Road Infrastructure Development Corporation</b>		3.2	81
Implementation of Tamil Nadu State Rural Livelihood Mission by <b>Tamil Nadu Corporation for Development of Women Limited</b>		3.3	92
<b>Electronics Corporation of Tamil Nadu Limited</b>			
Avoidable expenditure		3.4	98
<b>State Transport Corporations</b>			
Delay in putting the vehicles on road		3.5	100
<b>Tamil Nadu Civil Supplies Corporation</b>			
Diversion of PDS wheat		3.6	101
<b>Tamil Nadu Tourism Development Corporation Limited</b>			
Undue benefit		3.7	103
<b>Tamil Nadu Cements Corporation Limited</b>			
Tardy implementation of a scheme		3.8	105
Non-recovery of liquidated damages		3.9	107
<b>Tamil Nadu Generation and Distribution Corporation Limited</b>			
Import of coal by TANGEDCO		3.10	108
Undue benefit		3.11	115
Avoidable payment		3.12	116
Loss of revenue		3.13	117
Avoidable extra expenditure		3.14	119
<b>ANNEXURES</b>			
1.	Statement showing investments made by State Government in PSUs, whose accounts are in arrears	1.11	125

<b>Particulars</b>		<b>Reference to</b>	
		<b>Paragraph</b>	<b>Page</b>
2.	Summarised financial position and working results of Government companies and Statutory Corporation as per their latest finalised financial statements/accounts	<b>1.14</b>	<b>126</b>
3.	Statement showing installed capacity of Gas Turbine Power Stations of TANGEDCO	<b>2.1.1</b>	<b>134</b>
4.	Statement showing profit/loss from operations in TGTPS, KGTPS and VGTPS	<b>2.1.7</b>	<b>135</b>
5.	Statement showing generation as per norms and actual generation	<b>2.1.8</b>	<b>136</b>
6.	Statement showing statutory inspections carried out	<b>2.1.10</b>	<b>137</b>
7.	Statement showing forced outages in TGTPS, KGTPS and VGTPS	<b>2.1.10</b>	<b>139</b>
8.	Statement showing performance of steam turbo generator	<b>2.1.14</b>	<b>141</b>
9.	Statement showing excess consumption of gas due to excessive Station Heat Rate	<b>2.1.16</b>	<b>143</b>
10.	Statement showing excess auxiliary consumption	<b>2.1.17</b>	<b>145</b>
11.	Statement showing availability of gas	<b>2.1.20</b>	<b>147</b>
12.	Statement showing loss of generation due to short supply of gas	<b>2.1.21</b>	<b>149</b>
13.	Graph showing Coal stock position in Thermal Stations of Chennai and Mettur during diversion of vessels from Tuticorin to Ennore	<b>3.1.8</b>	<b>150</b>
14.	Statement showing avoidable pre-berthing charges	<b>3.1.11</b>	<b>151</b>
15.	Statement showing status of the contracts awarded by TNRIDC	<b>3.2.2</b>	<b>152</b>
16.	Statement showing additional compensation paid for land acquisition	<b>3.2.3</b>	<b>156</b>
17.	Statement showing excess provision of DBM in strengthening the road	<b>3.2.9</b>	<b>159</b>
18.	Statement showing avoidable expenditure on overlay during defect liability period	<b>3.2.11</b>	<b>162</b>
19.	Statement showing adoption of different rates for same work	<b>3.2.12</b>	<b>163</b>

<b>Particulars</b>		<b>Reference to</b>	
		<b>Paragraph</b>	<b>Page</b>
20.	Statement showing non-payment of interest for the delayed release of GOI funds	<b>3.3.4</b>	<b>165</b>
21.	Statement showing the interest paid during the idle period and savings foregone in fuel cost	<b>3.5</b>	<b>166</b>
22.	Statement showing details of value of tender, name of the suppliers, rates finalised, <i>etc.</i>	<b>3.10.1</b>	<b>167</b>
23.	Statement showing details of FOB price and freight payable by TANGEDCO under variable payment method	<b>3.10.6</b>	<b>168</b>
24.	Statement showing undue benefit to the power producer	<b>3.14</b>	<b>169</b>
	Glossary of Abbreviations		<b>170</b>