Circular

No. E/III/1613/Misc

Date: 24-02-2020

To

All AO GE

Subject: Security Deposit, Additional Security Deposit by State Electricity Departments.

Of late this office has been receiving Hand Receipts on account of deposit of additional security deposit based on the consumption as notified by the concerned electricity board/companies.

During the scrutiny of such security deposits it has come to the notice that Himachal Pradesh Electricity Regulatory Commission has notified that a simple interest on security deposit will be payable to the consumer at the bank rate (as on 1st April of every year), as notified by the RBI. This interest amount will be adjusted against future payments due to electricity board.

In the above context, the competent authority has desired that all the additional/Security Deposits paid to Electricity Board/Companies may be examined and a report showing as to whether some benefit in the shape of simple interest etc. is being provided to Govt.

Further it has been observed that a large number of advances paid to other department for carrying out work on behalf of MES are still lying unlinked. It is advised that a report containing details of each advance may be prepared and submitted to this office duly highlighting whether the work has been completed, along with the status of the final bill. Also it may be intimated as to whether excess amount has been refunded by the concerned department.

Reports may be submitted by 20th March 2020.

GO (E) has seen.

Sr. Accounts Officer (E)