

To

The Chief Executive Officer
BSES Rajdhani Power Limited
BSES Bhawan, Nehru Place,
New Delhi – 110019

The Chief Executive Officer
BSES Yamuna Power Ltd.
Shakti Kiran Building,
Karkardooma,
Shahdara, Delhi-110092

The Chief Executive Officer
M/s North Delhi Power Limited
Sub-station Building, Hudson Lane,
Kingsway Camp,
Delhi – 110 009

Sub:- Deposit Schemes executed by the DISCOMs during the past.

**Ref:- (i) Letter no. RCM/09-10/BRPL/625 dated 26.11.2009 of BRPL
(ii) Letter no. RCM/09-10/BYPL/627 dated 26.11.2009 of BYPL
(iii) Letter no. ND/PM&CC//DERC dated 13.11.2009 of NDPL**

Sir,

This is with reference to the above mentioned letters on execution of Deposit Schemes.

2. DISCOMs had been asked to furnish the reconciliation of deposit schemes executed by them during the period 01.07.2002 to 31.03.2009. They were also asked to explain the treatment given in the books of accounts for the excess amount collected from consumers and retained by them, year-wise amount refundable to such consumers and actually refunded to them.

3. The information given by them and observations of the Commission are as under:-

- a) They have stated that the entire consumer contribution received by them against deposit works is used on global basis towards financing of capital investment en-bloc.

This is incorrect because the contribution of consumer is taken for a particular deposit work and after the work is completed the amount is to be reconciled, consumer is to be informed and the excess amount, if any, has to be refunded.

- b) They are not refunding the excess amount collected from consumers even after completion of deposit works.

Retaining the refundable amount for such a long time and utilizing the same on global basis for financing of capital investment en-bloc is surely not only a wrong accounting practice but also a dishonest one. This is also against the directions given by the Commission at the time of granting initial approval that the accounts should be reconciled with the consumers depositing such amount.

4. Accordingly, the Commission hereby orders as under;
- i. The DISCOMs shall finalize the accounts of the deposit works already executed by them and approved by the Electrical Inspector (wherever applicable) and refund the amounts due to the agencies on whose behalf the work has been carried out by the DISCOMs within a period of one month of energisation.
 - ii. The DISCOMs shall send reconciled account to all such consumers and refund them the due amount, along with penal interest of 12% per annum. The interest will be to the account of DISCOMs only and cannot be booked to ARR because this has become payable because of their fault.
 - iii. In all future cases, the accounts be finalized immediately after completion of works and refunds made to the consumers within three months of energization. A quarterly report shall be submitted to the Commission in this regard in the format enclosed.
5. You are requested to send a compliance report by 5th January, 2010.

Yours faithfully,

Encl.: Format

Sd/-

(Amarendra K. Tewary)
Secretary)

Copy to:

The Chairperson, New Delhi Municipal Council, Palika Kendra, Sansad Marg
New Delhi 110 001 – for similar compliance.

(Amarendra K. Tewary)
Secretary)