

This inspection report has been prepared on the basis of information provided by Electricity Distribution Division (North) Dehradun. The Office of the Accountant General (Audit) Uttarakhand, Dehradun disclaims any responsibility for any misinformation, non submission or submission of incomplete records.

Audit inspection of accounting records of Electricity Distribution Division (North) Dehradun, UPCL for the period from April 2015 to March 2016 was carried out in exercise of the power conferred by section 19 of the C&AG, DPC Act 1971 read with section 619(3)(b) of the Companies Act 1956 & section 143 of Companies Act 2013. Audit Inspection was conducted by Shri Ghanshyam Das Pal, AAO and Dr. Satish Pal, AAO under the supervision of Shri Sohrab Husain, Sr. AO during the period from 07.11.2016 to 17.11.2016.

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### **Part-I**

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1. **Introduction:-** The last audit of this division was carried out by Shri Ghanshyam Das Pal AAO, Shri Roshan Lal Sharma, AAO from 27.08.2015 to 01.09.2015 under supervision of Shri Sohrab Husain, Sr. AO in which accounting records of the period from April 2014 to March 2015 were generally examined. In current audit, accounting records of the period from April 2015 to March 2016 were examined.
2. (i). **Functions and geographical jurisdiction of the division:**

The main function of the division is to receive the energy from Power Transmission Corporation Ltd. and distribute it among the different category of consumers of Dehradun city and realisation of revenue from them .The geographical jurisdiction of the division is Dehradun city.
- (ii) **Auditing methodology and scope of audit:**

Electricity distribution division, (North) Uttarakhand Power Corporation Ltd. Dehradun, was covered in the audit. . This inspection report is based on findings of audit and April 2015 month selected for detailed examination.

**(iii)**

Year	Revenue	Expenditure	Profit/Loss
2011-12	5587.49	376.78	5210.81
2012-13	7840.86	398.04	7442.82
2013-14	8674.22	421.66	8252.56
2014-15	10108.39	1407.20	8701.19
2015-16	13978.98	604.46	13374.52

(iv) Organisation structure of the division.

Organisation structure of the division is enclosed

**Part II (A)**

-----NIL-----

## **Part II (B)**

### **Para: 1 Non recovery of Additional Security amounting to ` 1.49 crore.**

As per UERC Regulations, additional security of consumers to whom connections have been given would be reviewed at the end of each financial year. In case additional security already deposited is found short of two months average bills of financial year then differential amount by way of additional security is to be recovered from such consumers.

During Scrutiny of billing files and other related records of the consumers, it was noticed that as per provision, consumption by these consumers was reviewed at the end of financial year 2015-16. After reviewing the consumption of the consumers, additional security of ` 1.49 crore by various categories of consumers was required to be deposited. However, this amount of Additional Security was not realized by the division from the consumers.

Management in its reply stated that prior to March 2016 notices to defaulter consumer had been issued and in turn consumers deposited additional security of `.209.36 lakh. Efforts are being made to recover the additional security of ` 1.49 crore as pointed out by the audit.

Reply of the management is not acceptable because no notice for recovery additional security as pointed in audit has been issued to the defaulter consumer.

Matter is brought to notice of higher authority of the division.

**Para-2 Non - recovery of electricity dues amounting to ` 3.77 crore due to violation of Commercial and Revenue manual.**

Commercial and Revenue Manual of Uttar Pradesh Power Corporation (which has been adopted by Uttaranchal Power Corporation) interalia provides that in case a consumer does not deposit electricity dues within 30 days from the date of receipt of bill, his connection would liable to be disconnected and demand notice for recovery of electricity dues will be issued U/s 3 for depositing of dues against him within 30 days. In case consumer does not deposit the dues within stipulated period, a recovery certificate (R.C.) will be issued U/s -5 through District authorities. All such action for recovery of electricity dues should be completed within six months.

During the scrutiny of records, it was noticed that dues against Non-Government consumers of ` 775.12 lakh were pending for realisation as on 31 March 2015, out of them ` 397.49 lakh were realised/ waived off during the year and ` 377.63 lakh were pending for realisation as on 31 March 2016. Thus these dues were more than one year old however, action as provided in the above referred manual was not taken, consequently dues in question could not be realised from the consumers.

Management in its reply stated that in order to recover the electricity dues sincere efforts are being made and all the concerned Sub-Divisional Officer/Junior Engineers have been instructed to realise the dues from defaulter consumers. In case consumer does not deposit the dues against them the action for permanent disconnections would be taken up against defaulter consumers.

Reply of the management is not acceptable because no notice has been issued to the defaulter consumers since March 2016 while these dues are more than one year old.

Matter is brought to notice of higher authority of the division.

### **Part III**

Detail of unsettled paras of previous inspection reports:-

Period of Inspection Report.	Part- II (A) para number	Part-II (B) para number
4/2003 to 3/2004	1 to 2	1 to 6
4/2005 to 3/2006	1	1 to 6
4/2006 to 3/2007	1	1 to 5
4/2007 to 3/2008	1	1 to 4
4/2008 to 3/2009	1	1 to 5
4/2009 to 3/2011	1	1 to 6
4/2011 to 3/2012	1 to 2	1 to 4
4/2012 to 3/2013	1,2	1 to 6
4/2013 to 3/2014	-	1 to 4
4/2014 to 3/2015	-	1 to 6

#### **Compliance report of unsettled paras of previous inspection report-**

For furnishing of reply of the outstanding paras of old Inspection Reports an audit Memo No. 61 was issued to the Company. In turn division stated that replies of these outstanding paras of old Inspection Reports are being prepared and same would be furnished as early as possible.

**Part IV**

**Best practices of the Division**

No good practices or innovation noticed during the course of audit

**Part V**

**Acknowledgement**

1. Office of The Accountant General (Audit) Uttrakhand, Dehradun expresses gratitude towards Executive Engineer of the Division and their officers and employees for promptly providing desired documents and information including infrastructure related co-operation during the course of audit.

2. **Documents were not produced during audit:**

-----NIL-----

3. **Persistent irregularities.**

-----NIL-----

**3. The following officers held the charge of head of the office during the audit period:**

<b>Sr. no.</b>	<b>Name</b>	<b>Post</b>	<b>Period</b>
1-	Shri Sudhir Kumar Singh	Executive Engineer	Since last audit to 3.11.2015
2	Shri Vijay Kumar Singh	Executive Engineer	4.11.2015 to till date of audit
3.	Shri Punit Kumar Aggarwa	Divisional Accountant	Since last audit to 5.7.2015
4.	Shri Satish Kand Pal	Divisional Accountant	6.7.2015 to 3.9.2016
5.	Shri Deepak Verma	Divisional Accountant	4.9.2016 to till date of audit

Minor and operational irregularities which could not be resolved at the time of audit and have been included in Temporary Audit Note with the request that the compliance report on the same may be sent to Sr. DAG/DAG (concerned sector) within one month of receipt of the letter.

**Sr. Audit Officer/ES-I**