



**HIMACHAL PRADESH STATE ELECTRICITY BOARD LIMITED**

**(A state Govt. undertaking)**

Registered office: F&A Wing, Vidyut Bhawan,  
HPSEBL, Shimla-171004  
CIN: U40109HP2009SGC031255  
GST No: 02AACCH4894EHZB  
Phone No: 0177-2801675 (Office)  
Website: www.hpseb.com

HPSEBL/F&A/CO/DP-1134/202- 419-590

Dated:- 27/08/2021

To

The Director(OP)  
HPSEB Ltd, Vidyut Bhawan  
Shimla-4

The Director(Technical)  
HPSEB Ltd, Vidyut Bhawan  
Shimla-4

**Subject:-** Draft para –“Material Management and Inventory Control in Himachal Pradesh State Electricity Board Limited” for incorporation in the CAG report on Economic Sector relating to Government of Himachal Pradesh for the year 2019-20.

Your immediate attention is invited towards this office letter No HPSEB L/F&A /CO/ 2021-2803-05 dated 8.01.2021 vide which the reply of subject cited thematic para was sought from Chief Engineer (MM), HPSEB Ltd Shimla-4 before 16.01.2021 and an explanation was also sought for not giving the reply vide this office even file No 206-07 dated 14.06.2021 for not giving the reply of thematic para well in time.


It is a matter of grave concern, that neither the reply of subject cited Draft para has been received nor the reply of explanation<sup>on</sup> has been given by Chief Engineer (MM) till date-even after elapse of seven months from the issue of above para.

You are therefore, requested to look into the matter personally and impart necessary instructions to Chief Engineer (MM) for submission of convincing reply of thematic audit para to Sr. Audit Officer (RAO) Eco-Section HPSEBL Shimla-4 on or before 31.8.2021. Any delay / laxity in the matter shall be viewed seriously. Moreover the worthy Chairman HPSEB Ltd. has taken a serious view on the pendency of audit paras/ reports as the same is a matter of concern for the HPSEBL before the Audit committee.

It has also been noticed by the audit that unutilized material is lying in the field offices/ stores since long and fresh purchases are being made in-violation of purchase manual. The calling of tender and purchase of material for any scheme/ work shall be made after all clearances i.e. right of way, forest clearances etc. either

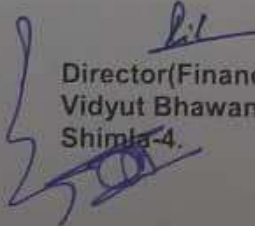
executed on turnkey basis or self-execution by HPSEB Ltd. The instructions regarding rationalizing of purchases shall be brought to the notice of all concerned purchasing authorities in field offices as well as at Head office level. It may also be ensured that in future any Purchase orders be placed by purchasing office only after verification of existing stock in various stores of HPSEB Ltd to avoid misuse of funds after issuance of these instructions.

The instructions to the consignees in the field unit shall also be issued to intimate to the Chief Auditor about the material lying in the stores for more than six months after its purchases/booking along with the name of purchasing/booking authority of the same materials. Hence any material purchased in HPSEBL found unutilized beyond six months after issue of these instructions shall be placed in the PLA of purchasing authority in the first instance after issue of these instructions please.

  
Director(Finance & Accounts)  
Vidyut Bhawan, HPSEBL  
Shimla-4.

Copy of above if forwarded to:-

- 1 The Worthy ACS Power cum Chairman HPSEBL Shimla-4 for his kind information please.
- 2 The Managing Director/ (OP) HPSEBL Shimla-4 for necessary action in the matter as the HPSEBL is a commercial organisation and is not able to bear more financial loss to the organisation by misutilization of funds on the material purchases, which is not being utilized within six months of purchase. Moreover, HPSEBL has to procure funds on high rate of interest from the financial institutions for capital purchase please. Hence purchased need also to be curtailed to avoid further financial loss to the organization please.
- 3 The Chief Engineer(MM), HPSEB Ltd Shimla-4 w.r.t above letter with the direction to supply the reply to the quarter concerned on or before 31.08.2021 failing which suitable action as deemed fit shall be initiated for non compliance of Audit instructions. It may also be ensured that all the files from your office for purchases from your office shall be routed through Director concerned before placing the same before the competent authorities with his comments and recommendations please.
- 4 All the Chief Engineers in HPSEB Ltd for information and necessary action.
- 5 All the Superintending Engineers in HPSEB Ltd for information and necessary action.
- 6 The Superintending Engineer (IT) HPSEBL for uploading the instructions in HPSEBL website.
- 7 All the Resident Engineer/Sr.Xen's in HPSEB Ltd for information and taking similar necessary action in the matter please.

  
Director(Finance & Accounts)  
Vidyut Bhawan, HPSEBL  
Shimla-4.