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**MOST URGENT**
**TIME BOUND**
**PERSONAL ATTN.**


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:** 0177-2801762 (Office), 0177-2658908 (FAX)
**Website:** www.hpseb.com


**HPSEBL/F&A/ CE (Comm.)/Stock 2021-2088-93 Dated:-** 20/9/2021

To

The Chief Engineer(MM),
HPSEB Ltd, Vidyut Bhawan,
Shimla-171004.

**Subject:-** **Difference between stock balance as per CEMM and SAP/ERP generated reports.**

It has been notice by the Chief Auditor during random check for few stock items as per balances uploaded in HPSEBL website by your office and the Stock balance as per SAP/ERP reports. The difference of stock is shocking. There is huge difference in closing balance as on 31.07.2021 and 31.08.2021 as per the return of CE(MM) and the return of SAP/ERP. The details alongwith difference as per both details for few items is tabulated below:-(Annexure attached)

| Sr.No. | Description of items. | Closing stock as per CE(MM)office as on 31.07.2021 | Closing Stock as SAP/ERP as on 31.07.2021 | Difference within both reports | Variation in % age (SAP/ERP) and CE(MM) |
|---|---|---|---|---|---|
| 1 | Steel Tabular pole 8 Meter long. | 1744 No's | 6433 No's | 4689 No's | 269 % |
| 2 | Steel Tabular pole 9 meter long | 2319 No's | 5364 No's | 3045 No's | 131 % |

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|---|---|---|---|---|---|
| 3 | Steel Tabular pole 10meter long | 156 Nos | 649 Nos | 493 Nos | 316 % |
| 4 | Steel Tabular pole 11 meter long | 1850.Nos | 2274 Nos | 424 No | 23 % |
| 5 | Energy Meters 1 Phase (5-30 AMP) | 15327 No's | 7489 No's | 7838 No's | 105 % |
| 6 | Energy Meters 1 Phase (10-60) AMP) | 12273 Nos | 4811 Nos | 7462 No's | 155 % |

| Sr.No. | Description of items. | Closing stock as per CE(MM)office as on 31.08.2021 | Closing Stock as SAP/ERP as on 31.08.2021 | Difference within both reports | Variation in % age (SAP/ERP) and CE(MM) |
|---|---|---|---|---|---|
| 1 | Steel Tabular pole 8 Meter long. | 854 No's | 6108 No's | 5254 No's | 615 % |
| 2 | Steel Tabular pole 9 meter long | 1196 No's | 4076 No's | 2880 No's | 241 % |
| 3 | Steel Tabular pole 10meter long | 157 No's | 554 Nos | 397 No's | 253 % |
| 4 | Steel Tabular pole 11 meter long | 1576 No's | 2047 Nos | 471 No's | 30 % |
| 5 | Energy Meters 1 Phase (5-30 AMP) | 9728 No's | 5489 No's | 4239 No's | 77 % |
| 6 | Energy Meters 1 Phase (10-60) AMP) | 8285 No's | 4375 Nos | 3910 No's | 89 % |

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From the above table it is crystal clear that there is huge difference between both the returns i.e the return uploaded by the CE(MM) on HPSEB Ltd website and the return fetched from SAP/ERP for the month ending **31.07.2021 and 31.08.2021 respectively,** meaning thereby the field units have supplied incorrect information to the management or the data has not been entered correctly in SAP/ERP implemented since long for which HPSEB Ltd has incurred about Rs 120 crore and additional amount more that Rs20.00 crore on ATS and ACS for SAP/ERP is also incurred annually.

**Keeping in view of above position it is requested to investigate the matter as to why there is difference between return of Stock Balance of Major items (Centralized items) for the month ending July and August 2021 uploaded in HPSEBL Web site by your office and reports generated by SAP /ERP as on 31.07.2021 and 31.08.2021 respectively. Secondly efforts may be made by your office to upload the returns after duly matching the same with SAP balances and actual balance in stock of the field units. Thirdly directions may be imparted to field units to take corrective measures in this regard. Any fictitious requirement/utilization sent by the field unit shall be viewed seriously. The field units may be directed to supply the actual requirement which can be used within six month from the purchase/booking of material. Any case if noticed by the Audit after issue of this direction where the purchased material or material not utilized within six months from the date of purchase or date of booking the material by the concerned unit, the same shall be placed in the PLA of the concerned Purchasing officer or booking the material found unutilized after six months. It may also be ensured before making any purchase for any scheme/work that all other statutory requirement and clearance such as ROW, forest clearances and other clearances shall be obtained in the first instance thereafter the purchases shall be made at last, so that the funds of the HPSEB Ltd shall not be blocked by purchasing material and that remains unutilized years together in the field/stores for want of ROW and clearances from different departments as well as individual concerned.**

Treat it as most urgent and violation of the above instructions shall attract disciplinary action in the first instance against the violators. These instructions shall be brought to the notice of all the officers/officials of the HPSEB Ltd. You are, further directed to supply the information on the actual position of the poles and Energy meters purchased since 2012 onward till date in the HPSEB Ltd so that the actual stock and utilization of above material could be ascertained propoerly please.

DA- As above

Yours faithfully,

Director (F&A),
HPSEB Ltd, F&A Wing,
Shimla- 171004.

**Copy forwarded for information and necessary action to:-**

1. The Sr.P.S to ACS Power cum Chairman HPSEB Ltd for his kind information please.
2. The Managing Director/ Director (OP) HPSEBL Shimla-4 for their information please.
3. The Chief Engineer (Comm.) HPSEBL, Shimla-171004 with the request to direct TCS Team at Head Quarter to impart proper training to field units for uploading stock items in ERP/SAP without fail in current month. No such difference should be reflected in the return/report for the month ending 30 September 2021, failing which it may attract reduction in their ATS and ACS amount as the purpose for which centralized and technical support is being sought from TCS is unfruitful for the HPSEB Ltd, keeping in view of above facts and circumstances.
4. The Chief Accounts Officer, HPSEB Ltd, Shimla-171004 to stop payment to M/S TCS unless and until such issues are resolved and balance of SAP generated report match with return of CE (MM) properly.

Director (F&A),
HPSEB Ltd, F&A Wing,
Shimla- 171004.