

Replies to Deficiencies

1.1. Additional Data Required

1.1.1. Capital Expenditure, Capitalization and Asset Base

Query 1

During True-Up of FY 2018-19, PSTCL had submitted certain schemes were partly funded through Government grants and consumer contribution. PSTCL has submitted that in 'Annexure H' that all the schemes are funded 100% through loan during FY 2017-18, FY 2018-19 and FY 2019-20. PSTCL to confirm the same otherwise submit the scheme wise financing details (Debt, Equity, Grant & Consumer Contribution) for each year of 1st MYT Control Period.

Reply 1

It is submitted that the works mentioned in Sr. No. 43 and Sr. No. 76 of Annexure H are PSDF works which are to be funded through 90% grant and 10% loan. However, the expenditure reflected in Annexure H against these schemes is after adjustment of the grant funding, received against these schemes. The expenditure shown is only against the 10% of the project cost which is funded through loan. Hence, it is stated that the entire amount claimed and reflected in Annexure H is funded through 100% loan.

Query 2

PSTCL has submitted that an amount of 2.23 Cr has been recovered as Penalty imposed on contractors during FY 2019-20 PSTCL to submit scheme wise details of the amount imposed, reasons for penalty and documented proof of the same. PSTCL to submit the scheme wise details of amount recovered as penalty imposed on contractors for FY 2017-18 and FY 2018-19 as well.

Reply 2

PSTCL submits that the amount of 2.23 Crore which was recovered as penalty imposed on contractors during FY 2019-20, has already been considered as Non-Tariff Income and is therefore adjusted in the ARR claimed in True-up of FY 2019-20. As such there is no impact of penalties recovered on the amount of capital expenditure incurred on the works.

Query 3

PSTCL has not submitted the actual scheme-wise breakup of capitalization for FY 2017-18, FY 2018-19 and FY 2019-20. PSTCL to submit the same (Format T14 & T15).

Reply 3

The actual scheme wise break-up of capitalization of FY 2017-18, FY 2018-19 and FY 2019-20 is submitted as **Annexure A**. The details are for the works approved in MYT only. Apart from the works approved in MYT, PSTCL has during the control period, capitalized works which had been commissioned/completed before 01.04.2017, but, could not be capitalized/transferred to GFA due to procedural formalities. As such, the amount of capitalization as per the details attached is lower compared to the amount of capitalization as per audited accounts.

Query 4

PSTCL to confirm the actual month and year of start and completion for all schemes.

Reply 4

The actual month and year of start and completion of project is submitted as **Annexure A**.

Query 5

PSTCL to submit the Total project cost for all schemes and whether it includes IDC and IEDC and breakup of the same.

Reply 5

The total project cost giving bifurcation of Hard Cost, IEDC & IDC of all the 182 schemes has already been provided as "Annexure H" of the replies to the deficiencies submitted vide this office memo no. 3047 dated 21.12.2020.

Query 6

PSTCL to submit the total expenditure up to FY 2017-18 for all the schemes started before 1st MYT Control Period as mentioned in Sheet 1a and 2a of the attached Annexure A.

Reply 6

Total expenditure up to FY 2017-18 for all the schemes started before 1st MYT Control Period as mentioned in Sheet 1a and 2a is attached herewith as "Annexure B".

Query 7

PSTCL to submit the estimated expenditure in FY 2020-21, FY 2021-22 and beyond for all the schemes spilling over to 2 MYT Control Period as mentioned in Sheets 2a, 2b & 2c of the attached Annexure A.

Reply 7

The estimated expenditure in FY 2020-21, FY 2021-22 and beyond for all the schemes spilling over to 2 MYT Control Period as mentioned in Sheets 2a, 2b & 2c is attached herewith as per "Annexure C".

Query 8

PSTCL has submitted that 9 schemes have their month and year of completion before 1/04/2017 as mentioned in sheet 3 of the attached Annexure A. PSTCL to justify the expenditure made during the 1st MYT Control Period and submit the capital expenditure up to FY 2017-18 for the same.

Reply 8

It is submitted that usually there are some minor works left out which are required to be carried out once the asset is commissioned and capitalized. Such nature of expenditure against these 9 schemes are carried out after the date of completion of these schemes. As it can be observed that the amount of expenditure incurred after the date of commissioning is very negligible.

Query 9

PSTCL to justify the expenditure made during FY 2019-20 for each of the schemes that have not started yet or started in FY 2020-21 as mentioned in Sheet 2c of the attached Annexure A.

Reply 9

Requisite justification is attached herewith as per Annexure "C".

Query 10

PSTCL to intimate the No. of transformers added or augmented during the 1st MYT Control Period (FY2017-18 to FY 2019-20) along with capital expenditure thereof. Also provide the details of usage of spare transformers after augmentation. Further, PSTCL has submitted that the cost of

transformers was not provisioned in 1 MYT control period for certain schemes (such as schemes at Sr. No. 35, 36, 72, 121, 179 etc.), PSTCL to clarify and explain in detail.

Reply 10

Details of additional transformer and usage of spare transformers is attached herewith as per "Annexure D".

Query 11

PSTCL to provide the breakup of IEDC expenditure booked during the 1st MYT Control Period (FY2017-18 to FY 2019-20).

Reply 11

The break-up of IEDC booked in 1st MYT Control Period (FY 2017-18 to FY 2019-20) is as follows

Sr. No	Particulars	FY 2017-18	FY 2018-19	FY 2019-20
1	Employee Expenses (Rs. Cr.)	33.31	32.00	25.22
2	A&G Expenses (Rs. Cr.)	4.13	3.96	3.43
3	Depreciation Exp. (Rs. Cr.)	0.21	0.24	0.24
4	R & M Exp (Rs. Cr)	0.33	0.42	0.16
	Total IEDC (Rs. Cr.)	37.99	36.62	29.06

1.1.2. PSTCL to submit updated transmission loss for FY 2020-21 i.e., up to 31.12.2020.

Reply 1.1.2

Transmission Loss for the month of October 2020 & November 2020 is attached herewith as per "Annexure E".

Additional information required at Presentation dated 12.01.2021.

Query 1

PSTCL to submit actual capital expenditure and capitalization from April 2020 to December 2020.

Reply 1

From April 2020 to December 2020, as per accounts, Actual Capital Expenditure is Rs. 89.48 crore and capitalization is Rs. 43.17 Crore. Above figures are exclusive of employee cost and interest charges because of non-availability of complete details of employee cost to be capitalized, Interest paid/accrued during the year and details of loan received and repaid during the year for the determination of percentage rate for capitalization. These are accounted for at the year end after collecting details from various offices.

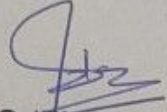
Query 2

PSTCL to submit manpower norms for operation of transmission system

Reply 2

Details are enclosed as "Annexure F".

DA/ Annexure "A to F"
(Annex "A & F" sent via email only)


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