

## **Chapter -11: the budget allocated to each of its agencies, indicating the particulars of all plans, proposed expenditures and reports on disbursements made;**

### **The budget allocated to each agency includes all plans proposed expenditures and reports on disbursements made etc.**

The members of the public are hereby informed that general data on the Finances of EESL is hereby reproduced on the following web locations on the EESL website. This already includes the budget of public authority, proposed expenditures, and reports on disbursements. These links are as under:

- 1) Financial reports and results: [https://eeslindia.org/en/investors-zone/#financial\\_results](https://eeslindia.org/en/investors-zone/#financial_results)
- 2) Information on Bonds: <https://eeslindia.org/en/investors-zone/#bonds>
- 3) EESL Annual Reports: [https://eeslindia.org/en/investors-zone/#annual\\_reports](https://eeslindia.org/en/investors-zone/#annual_reports)

### **Information related to procurement and supply chain management at EESL**

The links to procurement data, which is already published on the EESL website is as follows:

<https://eeslindia.org/en/tenders/#tab-0>.

It is hereby being informed that the same link already has data on latest tenders, previous tenders, Notice Inviting Tenders, banned firms and procurement data of EESL.

### **Total consolidated amount spent on domestic tours of all employees (must include lodging, air/road/ rail fare, food etc.):**

Detail of Travel Cost for the period 01.04.2021 to 31.03.2022 (Domestic)				
S. No	Particular	G.L name	Expense	Amount
1	Lodging	40009016	Hotel Expenses Domestic	25,16,202.00
		40009075	Daily Allowance (Hotel Charges)	2,33,063.00
2	Airfare charges	40009012	Airfare Domestic Self	1,60,820.00
		40009002	Travel Expense (Airfare Domestic Company)	1,10,65,348.20
3	Road	40009013	Cab Domestic	10,02,586.00
		40009017	Incidental Expenses	10,062.00
4	Railfare charges	40009018	Railfare Domestic Company	1,10,303.00
5	Food Charges	40009014	DA Domestic	11,55,957.50
		40009074	Daily Allowance	1,42,852.00
		40009015	Food Expenses Domestic	-500.00
	<b>TOTAL</b>			<b>1,63,96,693.70</b>

**B) Detailed list of foreign tours by officials of the rank Joint Secretary to the Government (or on pay band of 1,20,000 – 2,80,000 IDA, post-January 1, 2017) and above, as well as the Heads of the Department:**

Employee Details			Expenditure on Visit				Period of Visit			Place	No. of official delegations
Emp. Name	Emp. Code	Grade	Designation	Exp Incurred (INR)	Exp incurred (USD)	Rate	Start	End	NOD		
SHANKAR GOPAL	E10000063	E-9	Dir Commercial	45300	626	72.36	02/03/20	04/03/20	2	UK	1

**Information on CAG and PAC paras and action taken:**

**MANAGEMENT'S REPLY TO THE STATUTORY AUDITOR'S REPORT FOR THE FY 2020-21  
(Being produced for RTI Audit 2021-2022)**

SI No	Auditor's Qualified Opinion	Management's Reply
1	<p>The Comptroller &amp; Auditor General of India (CAG) in their report dated 18th October 2017 issued to the company had recommended provision of ₹1650 lakhs on account of subsidy not received from Bureau of Energy Efficiency (BEE), receivable since 2015-16. The company was confident to receive the money and was following up with the concerned authorities and therefore not made any provision for the same. The company has not recovered any dues till date, nor has BEE given any written assurance to make any repayment during the current year, hence in our opinion the company need to make a provision for the same as recommended by CAG. This has resulted in understatement of provision for doubtful debts and overstatement of Profit by ₹1650 lakhs and consequential adjustments.</p>	<p>The LED bulb distribution in Delhi under the National LED bulb distribution program was carried out during FY 2015-16 and the programme was to be funded partly by subsidy from GNCTD as per the order from DERC. The benefit of subsidy was considered in arriving at the price for distribution of bulb to public. The subsidy was initially agreed by GNTCD but later on, they regretted the allocation of subsidy to EESL due to financial constraints. Since the program was already launched &amp; the price of bulb for distribution was publicly known, EESL approached BEE/MoP for grant of subsidy.</p> <p>A meeting was held in MoP, chaired by JS&amp;FA with DG - BEE on 05th May 2015, wherein BEE communicated in principal approval for the subsidy amount in compliance to DERC order. Since then, the matter is being pursued by EESL through various communication with MoP &amp; BEE for the grant of subsidy amount. Further, in the meeting held on 04.10.2018, to review UJALA &amp; performance of EESL under Gram Swaraj Abhiyan, chaired by Additional Secretary MOP directions were given to the Economic Advisor, MOP to process the release of the subsidy amount.</p> <p>On 17.06.2021, a meeting was held in MoP to discuss important issues pertaining to EESL which was chaired by Additional Secretary MoP, whereby it was decided that EC division of MoP will take up the matter with BEE to process the subsidy amount payable to EESL.</p> <p>Based on the above, EESL is hopeful of getting this subsidy amount within FY 2021-22, hence as on date has not done provision of this amount as doubtful debt.</p>

2	<p>The company is in the process of reconciling the figures of amounts billable, Trade Receivable &amp; Trade Payable under the various ESCO agreements and other projects, the physical verification of capital stores and assets, the reconciliation of assets to be installed, assets installed pending capitalization (irrespective of the fact that the asset may be available for use), assets capitalized (including its associated costs (direct as well as indirect)) and revenue booked against the assets as per the agreements and applicable Indian Accounting Standards. We are unable to comment upon the differences that may exist and their consequential impact on the standalone financial statements, if any, pending completion of such verification and reconciliations.</p>	<p>The company is in the process of reconciliation and does not expect any major differences that may arise post such reconciliation/verification, and shall account for the differences, if any, post completion of the said exercise.</p>
3	<p>The Company has recognised revenue under agreements with ULB's based on certain assumptions / estimates like the start date of the project is taken as the date of completion specified in the first Completion Certificate received from the ULB, the actual expenses towards PMC, AMC, interest (including current and expected indirect finance costs), pre/post tax return on equity (in few cases) are more / at a certain percentage which is different from the percentage specified in the agreement. The company is in the process of analysing all agreements to seek necessary clarifications on such and other matters and shall formalize all agreements accordingly. We are unable to comment upon the impact of these assumptions on the standalone financial statements pending</p>	<p>The company is in the process of analysing and standardising all agreements to assess the impact, if any, to be provided for in the books of accounts.</p>

	<p>such clarifications and formalization of agreements.</p>	
<p>4</p>	<p>The Company is in the process to seek clarifications/ amendments in a few agreements for Smart Meter Projects, for extension of period, change in rates etc., the effects of which shall be considered in the year in which such amendments are finalized. The Company has appointed a vendor for SMNP System Integration on per meter basis, except for few items. The Company has paid the vendor on lump sum basis but has booked expenses proportionately on per meter basis and is in process to modify and formalize the terms of payments with the vendor to ensure that all payments are made proportionately on per meter basis. We are unable to comment upon the impact of the above, if any, on the standalone financial statements pending execution of the formal agreements /amendments etc.</p>	<p>The company is charging DISCOMs on meter basis for the Smart Meters installed which is determined based on the estimated cost of project at the time of agreement. There has been delay in execution of Smart Meter Projects in some DISCOMs due to reasons beyond the control of the Company. The agreement with the customers provides for upward revision of per meter charges being paid to EESL during the project period. The company is carrying out the necessary exercise for amendments in the rates under various agreement with DISCOMs and shall account for the same when finalized.</p> <p>The company is charging the revenue from the Discoms on per meter per month basis, accordingly, expenditure is accounted for/provided in the accounts on per meter per month basis. The company is in the process of negotiation with the vendor with regard to the payment terms for lump sum items, to make necessary amendment in the contract.</p>