



PUNJAB STATE TRANSMISSION CORPORATION LIMITED
(Regd. Office: PSEB Head Office, The Mall, Patiala-147001)
Chief Accounts Officer, A&R {Compilation} Shakti Sadan, Patiala

Accounts Circular No. 07/2011/PSTCL

To

1. Accounts Officer/SLDC (Open Access), PSTCL, Patiala.
2. Accounts Officer/Banking, PSTCL, Patiala.

Memo No. 2446/47/CAO/A&R-20

Dated: 13.10.2011

Subject: Accounting procedure/entries for the transactions of SLDC being independent entity applicable from the accounts w.e.f. 01.04.2011 with opening of New Account Codes/Heads.

Pursuant to the decision of the Board of Directors of PSTCL taken in its 7th meeting held on 28.03.2011 vide Memorandum No. 9/D/F&C dated 18.03.2011 the State Load Despatch Centre (SLDC) shall operate as a separate accounting unit of PSTCL with effect from 01.04.2011. In order to ensure independent operation of the accounting unit office order no. 9/CAO/A&R-36 dated 08.04.2011 was issued vide which existing SLDC Division (LC-231) and Open Access (LC-232) was merged with New Accounting Unit AO/SLDC (LC-233). Apart from the above, PSERC has also declared in ARR for FY 2011-12 (Chapter 3) SLDC as a separate business of PSTCL in its tariff order for the FY 2011-12 announced on dated 09.05.2011.

For proper accounting of different type of receipts from Open Access Customers like Application Fees, NOC Charges, Wheeling Charges relating to PSPCL, Transmission Charges relating to PSTCL and Operating Charges relating to SLDC etc. and other transactions like ULDC Charges – SLDC Own Share, BBMB Share and Central Sector Share payable to Power Grid, AMC Charges, Rebate on ULDC Charges (if any) and amount recoverable from PSPCL on a/c of SLDC Business (i.e. all expenditure including employee cost etc.) as per tariff order issued by PSERC, there is a need to issue detailed guidelines for the accounting transactions of AO/SLDC and AO/Banking PSTCL with opening of New Account Codes/Heads to incorporate these in books of accounts w.e.f. 01.04.2011. Accordingly the following New Accounts Codes/Heads are added/opened in the booklet of “Chart of Accounts” (Commercial Accounting System Vol. 1 Part 1).

Account Code	Account Head
23.832	Sundry Debtor-Amount recoverable from PSPCL on a/c of SLDC fees and charges
46.957	Amount Payable to PSPCL - Open Access - Wheeling charges (Inter Corporation Transaction)
46.958	Amount payable to AO/Banking, PSTCL - Open Access-Transmission charges (Inter Unit Transfer)
61.832	Revenue on a/c of SLDC fees & Charges- recoverable from PSPCL - as per annual tariff order)
62.921	Misc. Income - Application fees -Open Access
62.922	Misc. Income - NOC Charges Open Access
62.967	Operating Charges Open Access customers - Deleted
62.8	<u>Income on account of Operating Charges:</u>
62.810	Revenue on a/c of Operating Charges-Open Access
70.5	<u>ULDC Charges:</u>
70.501	ULDC Charges-SLDC Own Share
70.502	ULDC Charges - BBMB Share
70.503	ULDC Charges - Central Sector Share

Therefore, for showing the income and expenditure of SLDC business exclusively under AO/SLDC as separate entity, the detailed Accounting entries/ procedure of different transactions between concerned accounting units, has been prepared as per Annexure A (page 1 & 2).

It is informed to all concerned offices that procedure explained in Annexure A is to be followed w.e.f. 01.04.2011 positively. The necessary adjustment entries may also be incorporated in the accounts from April 2011 onwards for proper and correct accountal of the transactions.

This issues with the approval of Director/Finance & Commercial, PSTCL.

DA/Annexure -A (2 pages)

Accounts Officer/A&R,
PSTCL, Patiala.

Endst No. 2448/2541 /CAO/A&R-20

Dated: 13.10.2011

Copy of the above is forwarded to the following for information and further necessary action please.

- 1 Er. in Chief/TL, PSTCL, Patiala.
- 2 Chief Engineer/Sub Station, PSTCL, Patiala.
- 3 Chief Engineer/P&M, PSTCL, Ludhiana.
- 4 Chief Engineer/SO&C, PSTCL, Patiala.
- 5 Financial Advisor, PSTCL, Patiala.
- 6 CAO/A&R, PSPCL, Patiala for issuing necessary instructions if any required for PSPCL.
- 7 All SEs under PSTCL.
- 8 Dy. CAO/A&R, PSPCL, Patiala.
- 9 All Dy. CAOs / Dy. CAs / Dy. FAs under PSTCL.
- 10 Company Secretary, PSTCL/PSPCL.
- 11 All Addl. SEs/Sr. Xens/Accounts Officers under PSTCL.
- 12 Accounts Officer/WM&G and A&R, PSPCL, Patiala.
- 13 Accounts Officer/Broad Sheet, PSPCL, Patiala.
- 14 RAO, PSPCL/PSTCL, Patiala.
- 15 SE/IT, PSPCL / PSTCL, Patiala for placing the circular on websites of PSPCL/PSTCL.

DA/Annexure –A (2 pages)

Accounts Officer/A&R,
PSTCL, Patiala.

CC

- 1 Sr. PS to CMD, PSTCL, Patiala.
- 2 Sr. PS to Director/Finance & Commercial, PSTCL, Patiala.
- 3 Sr. PS to Director/Finance, PSPCL, Patiala.
- 4 Dy. Secy. to Director/Technical, PSTCL, Patiala.
- 5 Sr. PS to Director/Administration, PSTCL, Patiala.
for kind information of the CMD/Directors respectively.

Annexure A

ACCOUNTING ENTRIES FOR DIFFERENT TRANSACTIONS RELATING TO SLDC/OPEN ACCESS BUSINESS W.E.F. 01.04.2011 BY AO/SLDC AND AO/BANKING PSTCL					
S.NO.	TRANSACTION	DEBIT	CREDIT	ACTION TAKEN BY	REMARKS
On Account of Receipt from Open Access Customers					
1	On account of Application fees from open access customers (SLDC Income)	24.110 (Cash & Bank)	62.921 (Misc. Income - Application fees -Open Access)	AO/SLDC	Newly opened Account Head
2	On account of NOC Charges from open access customers (SLDC Income)	24.110 (Cash & Bank)	62.922 (Misc. Income -NOC Charges Open Access)	AO/SLDC	Newly opened Account Head
3	On account of receipt of Wheeling Charges from Open Access Customers collected by SLDC on behalf of PSPCL (PSPCL Income)	24.110 (Cash & Bank)	46.957 (Amount Payable to PSPCL -Open Access - wheeling charges)	AO/SLDC	Newly opened Account Head (to be cleared at the time of settlement of Inter Corporation Transaction with PSPCL fortnightly basis by AO-SLDC/AO-Banking)
4 (a)	On account of receipt of Transmission Charges from Open Access Customers collected by SLDC (STU i.e. PSTCL Income)	24.110 (Cash & Bank)	46.958 (Amount payable to AO/Banking, PSTCL -Open access- transmission charges)	AO/SLDC	Newly opened Account Head (to be cleared at the time of issue of U-cheque to AO/Banking)
4 (b)	On account of receipt of Transmission Charges from Open Access Customers collected by SLDC (STU i.e. PSTCL Income)	IUT - 37 (Inter Unit Transaction)	61.830 (Revenue on a/c of transmission charges-open access)	AO/Banking PSTCL	A/c Head already stands (IUT be cleared at the time of receiving of U-cheque against debit raised to AO/SLDC)
5	On account of receipt of Operating charges from Open Access Customers collected by SLDC (SLDC Income)	24.110 (Cash & Bank)	62.810 (Revenue on a/c of Operating charges-Open Access)	AO/SLDC	Newly opened Account Head in place of already account head stands 62.967 opened vide Account Circular 05/2009 which is now deleted

ACCOUNTING ENTRIES FOR DIFFERENT TRANSACTIONS RELATING TO SLDC/OPEN ACCESS BUSINESS W.E.F. 01.04.2011 BY AO/SLDC AND AO/BANKING PSTCL					
S.NO.	TRANSACTION	DEBIT	CREDIT	ACTION TAKEN BY	REMARKS
OTHER TRANSACTIONS					
6 (a)	ULDC Charges payable to Power Grid by SLDC (SLDC Expenditure)-SLDC Own Share	70.501 (ULDC Charges-SLDC Own Share)	24.110 (Cash & Bank)	AO/SLDC	Newly opened Account Head
6(b)	ULDC Charges payable to Power Grid by SLDC (SLDC Expenditure)-BBMB Share	70.502 (ULDC Charges-BBMB Share)	24.110 (Cash & Bank)	AO/SLDC	Newly opened Account Head
6 (c)	ULDC Charges payable to Power Grid by SLDC (SLDC Expenditure)-Central Sector Share	70.503 (ULDC Charges-Central Sector Share)	24.110 (Cash & Bank)	AO/SLDC	Newly opened Account Head
7	AMC Charges payable to Power Grid by SLDC (SLDC Expenditure)	74.103 (Payment to Outside parties)	24.110 (Cash & Bank)	AO/SLDC	Account Head already stands
8	Rebate on payment of ULDC Charges	24.110 (Cash & Bank)	62.930 (Misc. Income)	AO/SLDC	Account Head already stands (through reduction of amount to be paid vide Sr. No. 6)
9	Amount recoverable from PSPCL as per tariff order on a/c of charges of SLDC fees and charges (Monthly basis)	23.832 (Sundry Debtor-amt. recoverable from PSPCL on a/c of SLDC fees and charges)	61.832 (Revenue on a/c of SLDC fees & Charges-recoverable from PSPCL - as per annual tariff order)	AO/SLDC	Newly opened Account Head (The transaction is made by raising the claim every month through JV/TEO)
As and when this amount is realized from PSPCL Sundry Debtor on this account shall be cleared by crediting the amount to Account Code/Head 23.832.					

NOTE 1 Apart from the above, amount received by AO/Banking, PSTCL, Patiala from AO/SLDC, Patiala (transfer of funds) at any time or vice versa shall be debited to GH - IUT-37 Inter Unit Transfer-Others (by transferor unit) and credited to GH-46.941 Credit awaiting IUT Bills (by transferee/receiving unit) in their books of accounts which shall be cleared through U-Cheques by both the accounting units.

- 2 SLDC accounting unit shall book other income and expenditure to the respective head GH-62 and GH-74, 75, 76, 77 & 78 etc. already prescribed/stands in Chart of Accounts.
- 3 SLDC for own expenditure should maintain a separate bank account i.e. disbursement bank account so amount transferred from collection to disbursement account be accounted for under same account head already stands in Chart of Accounts GH-24.401 under both books of accounts/cash book i.e. collection and disbursement/payment for proper control on expenditure.

Accounts Officer/A&R,
PSTCL, Patiala.