

No.PCKL/A18/627/09-10/3111-15

6 OCT 2016

Encl: Copy of letters-2Nos. & statement

The Financial Advisor,
BESCOM, K.R.Circle,
Bengaluru - 560 009

The Financial Advisor,
GESCOM, Station Main Road,
Kalburge - 585 102

The Financial Advisor,
HESCOM, P.B.Road,
Navanagar, Hubballi - 580 025

The Financial Advisor,
MESCOM, Corporate Office,
Paradigm Plaza, A.B.Shetty Circle,
Mangaluru - 575 001

The Financial Advisor,
CESC, New Kanthrajurs Road,
Saraswathipuram,
Mysuru - 570 009

Sir,

Sub: Provision for the additional contribution to be borne by KPTCL/ESCOMs in the Annual Accounts for 2015-16.

- Ref:** 1. Director (Finance) KPTCL & Chairperson, Pension & Gratuity Trusts letter No.KEPFT/KCO123/P46/ 2015-16/1126-27 dated 09/03/2016.
2. T:O, letter no. PCKL/A18/627/2009-10/6514-18 dated 30/03/2016..
3. Director (Finance) KPTCL & Chairperson, Pension & Gratuity Trusts letter No.KEPGT/KOC123/P46/2015-16/881-94 dated 16/09/2016. .
4. Additional Chief Secretary to GoK, Energy Dept., letter No.EN 26 PSR 2016/P3 dated 16.9.2016.

Inviting your attention to the caption subject, it was requested in this office letter dated 30.3.2016 for considering your share towards additional Pension liability of Rs.3.80 Crores in the Annual Revenue Requirement for FY 2016-17 while filing revised proposal before KERC.


| | |
|-----------|---|
| CA | ✓ |
| DCA(F) | |
| DCA(R) | |
| AO(A/c) | |
| AO(R) | |
| AO(Bills) | |
| AO(F) | |
| ALD | |
| AGM(A) | |
| AGM(F) | ✓ |
| PS | |

A. Shetty
[Signature]

The Director (Finance), KPTCL & Chairperson Pension & Gratuity Trust has intimated in letter dated 16.9.2016 that the said liability (pertaining to each Company on account of short release of funds from 2002 to 31.3.2016 by GoK) is neither agreed to be made good by the GoK nor allowed by the KERC in the Tariff Order as a pass through in the tariff. Hence, it is requested by the Director (Finance), KPTCL & Chairperson Pension & Gratuity Trust and also directed by the Additional Chief Secretary to Government, Energy Department, GoK in their letter dated 16.9.2016 to take cognizance of the events happened and make a suitable provision for this Pension liability in the Annual Accounts for FY 2015-16 and arrange to fund the same to KEPGT during 2016-17 as a special case and one time measure.

In enclosing herewith copy of letters cited under reference (3) and (4), you are requested to take necessary action in this regard.

Yours faithfully,


Additional Director (Projects),
PCKL - Bengaluru

ಕ.ವಿ.ಪ್ರ.ನಿ.ನಿ. ಮತ್ತು ವಿಸಕಂಗಳ ಪಿಂಚಣಿ ಮತ್ತು ಉಪದಾನ ಟ್ರಸ್ಟ್
KPTCL AND ESCOMs PENSION AND GRATUITY TRUSTS

Ph No. 080-22291150
Fax No. 080-22223558
E-mail: pgtrustkptcl@yahoo.com

6th Floor,
Kaveri Bhavan,
Bangalore-560009.

No: KEPGT/KCO123/P46/2015-16/881-94

Date 16 SEP 2016

The Managing Director,
BESCOM/ MESCOM / CESC/HESCOM/GESCOM/PCKL
Corporate Office, Bengaluru, Mangaluru, Mysore, Hubli, Gulbarga.

| | | | |
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SEP 2016

Sir,
Sub : Provision for the additional contribution to be borne by KPTCL/ ESCOMs
in the Annual Accounts for FY 2015-16
Ref : 1. T.O. letter KEPGT/P14/2015-16/736-37 Dated 18/11/2015
2. Energy Department, GoK letter No. EN 7 PSR 2016 dated 25.02.2016
3. T.O. letter Dated 09/03/2016 addressed to Managing Director,
KPTCL/ESCOMs
4. T.O. letter No. KEPGT/KCO-123/P46/2015-16/48-57 Dated
05/04/2016 addressed to the Additional Chief Secretary, Energy
Department, GoK.

Inviting your attention to the caption subject, the following points related
thereto are brought to your notice for enabling you to consider the recent
happenings which have a bearing on the finance of the KEPG Trust and take an
appropriate decision thereon.

1. As per Rule 4(13)(1) of Karnataka Electricity Reform Rule 2002, "State Government and not the ESCOMs, shall be liable for and shall make arrangements in regard to the funding of the pension funds and of all statutory and other Personnel related funds for the services rendered by the specified personnel to Karnataka Electricity Board and KPTCL prior to the effective date of Second Transfer of the specified personnel and to the extent they are unfunded as at the respective effective Date of Second Transfer of the specified personnel. Until such arrangements are made by the State Government, the discharge of all such unfunded liabilities for specified personnel who retire after the Effective Date of Second Transfer of such specified personnel shall be arranged by KPTCL".
2. Rule 4(13)(2)(a) provides that, "An actuarial valuation will be done within 3 months from the effective date of Second Transfer to determine the amount to be maintained in such funds in respect of the services of the Specified Personnel rendered to KPTCL until the relevant Effective Date of the Second Transfer of the Specified Personnel. Without prejudice to Sub-rule 13(1) and Clause (d) of this Sub-rule 13(2), the State Government and not the relevant ESCOM, shall be responsible for funding the amount determined pursuant to actuarial valuation".
3. As per Rule 4(13)(2)(b), "State Government is required to establish a Trust or any other entity to manage such fund".

4. As per Rule 4(13)(2)(c), "subject to the Sub-rule 13(1), the relevant ESCOM and KPTCL shall make the required contributions to the trust or entity established by the State Government pursuant to Clause (b) above to meet the respective liabilities in respect of services rendered (either on deputation or absorption) by the specified personnel to an ESCOM and by the personnel to KPTCL respectively, with effect from and for the periods following, the relevant effective date of Second Transfer of relevant specified personnel".

5. Rule 4(13)(2)(d) provides that, "to the extent of funding by the State Government and the contributions made by the ESCOMs and KPTCL, such trust or entity shall be liable for payment of pension and such funds to the specified personnel absorbed in an ESCOM".

6. As per Rule 4(13)(2)(e) "the actuarial valuation shall not affect the liability of the State Government to fund the pension of the specified personnel in respect of the services rendered by them prior to the relevant effective date of Second Transfer. To the extent the determination of past liabilities as established by the actuarial valuation is subsequently determined to be deficient, the State Government shall be liable to fund such deficit".

Accordingly, an Actuarial valuation was got done as on the effective date of Second Transfer Scheme. However, GoK vide Order No. DE 15 PSR 2002 dated 19.12.2002 introduced **PAY-AS-YOU-GO-BASIS** option w.e.f 01.06.2002 and modified the Rule 4(13)(2)(b) as under :

"Redesignating the existing Pension and Gratuity Trust of KPTCL for the purpose of Rule 4(13)(2)(b) of Karnataka Electricity Reforms (Transfer of Undertakings of KPTCL and its Personnel to Electricity Distribution and Retail Supply Companies) Rules, 2002, "to monitor, manage and administer the pension and gratuity fund to the extent of funding by the State Government pursuant to sub rule 13(1) and contributions made by KPTCL and ESCOMs pursuant to sub-rule 13(2)(c)"

The State Government has assumed the responsibility of past liability. The spirit of the provisions in the KERR, 2002 and modified procedure introduced by GoK are (a) GoK to bear entire liability of existing Pensioners/ Family Pensioners as on 31.05.2002 for life. (b) GoK to bear the liability of pensionery benefits for the past service rendered by the employees of the KPTCL/ESCOMs up to 31.05.2002 and (c) KPTCL and ESCOMs to bear the pension and related liabilities for the service rendered after 01.06.2002.

Based on the above, KEPGT was claiming Government's portion of liability from GoK regularly. But, GoK has not reimbursed the entire portion of its liability resulting in accumulation of arrears to an extent of Rs. 2047.84 Crores from June 2002 to March, 2016. Statement showing the year wise shortfall is enclosed for reference.

KEPGT requested GoK to provide Rs. 996.39 Crore and also arrears of Rs.2047.84 Crores towards GoK liability of Pension and Gratuity in the Budget Estimate for FY 2016-17. But, GoK vide letter dated 25.02.2016 stated that, "FD has indicated that the contribution of Rs. 550 Crore will be available for 2016-17 for meeting the Pension Liability. As there is a difference between the proposed requirement and the availability as indicated by FD for 2016-17, the Pension and Gratuity Trust have to work out the amount of contribution to be recovered through Tariff considering the indicative amount of Contribution available from Government for 2016-17. Pension and Gratuity Trust may ensure filing of revised proposal by ESCOMs before KERC for considering for factoring in additional contribution required in the annual revenue requirement of 2016-17".

Accordingly, KEPGT informed KPTCL and ESCOMs the details of additional liability pertaining to each Company on account of short release of funds for factoring the same in the Application for Additional Revenue Requirement to be filed before Hon'ble KERC for FY 2016-17.

Companywise additional liability is as shown below :

| Company | From 2002 to 31/03/2016 | 2016-17 | Total |
|--------------|----------------------------|---------------|----------------|
| KPTCL | 427.49 | 100.30 | 527.79 |
| BESCOM | 599.29 | 130.08 | 729.37 |
| MESCOM | 202.25 | 37.63 | 239.88 |
| CESC | 230.67 | 51.96 | 282.63 |
| HESCOM | 367.84 | 80.44 | 448.27 |
| GESCOM | 217.27 | 45.22 | 262.49 |
| PCKL | 3.04 | 0.76 | 3.80 |
| TOTAL | 2047.83 | 446.39 | 2494.22 |

KERC vide Tariff Order 2016 dated 30-03-2016 has not accepted the Additional Revenue requirement application of KPTCL and ESCOMs stating that GoK is liable to meet the Pension and Gratuity requirement of existing pensioners in accordance with KERR and the 'Pay as you Go' approach adopted by the Govt.

Consequent to issue of the Tariff Order and disallowance of the additional revenue requirement on this account by KERC, a letter was addressed to the Additional Chief Secretary, Energy Department, GoK duly enclosing the Commission's Order dated 30/03/2016 requesting to appraise the Finance Department, GoK based on GOK Notification DE 14 PSR 2002 Dated 31.05.2002 and GOK Order No. DE 15 PSR 2002 Dated 19.12.2002 to request to release the difference amount of Rs. 446.39 Crs. (Rs. 996.39 Cr. - Rs. 550 Cr.) along with the arrears of Rs. 2047.84 Crores as at 31.03.2016 totalling to Rs. 2494.23 Crs. to Pension and Gratuity Trust to meet the Pension Liability.


So far, there is no communication from GoK in this regard. As the said liability is neither agreed to be made good by the GoK nor allowed by the KERC in the Tariff Order as a pass through in the tariff, the Corpus of Fund held by the Trust which has already been eroded cannot be restored back unless liabilities are assumed by KPTCL and ESCOMs to the extent of their respective portion. It is also a matter of concern that if same trend continues, the existence and future functioning of P&G Trust will be in question as the Corpus is gradually and constantly being diminishing.

It is learnt that KPTCL has taken action to consider its portion of liability and account the same by making a suitable provision in the Accounts of FY 2015-16. Similar action also needs to be taken by all the ESCOMs in the interest of ensuring the financial viability of KEPGT's in so far as discharge of pension liabilities and protecting the interest of Pensioners and Employees.

The above facts and recent developments make the issue crystal clear and the alarming situation in which KEPGT is managing the contributions and disbursements. In view of the above facts, it is requested to take cognizance of the events happened recently and make provision for the liability already intimated in this office letter dated 09/03/2016 in the Annual Account for FY 2016-17 and arrange to fund the same to KEPGT during FY 2016-17 as a special case and one time measure. Such an action is absolutely necessary to ensure functioning of the

KPTCL and ESCOMs Pension & Gratuity Trust without giving room for any default in discharging pension liabilities.

Yours faithfully,


Director (Finance), KPTCL &
Chairperson Pension and Gratuity Trust

Copy submitted to:

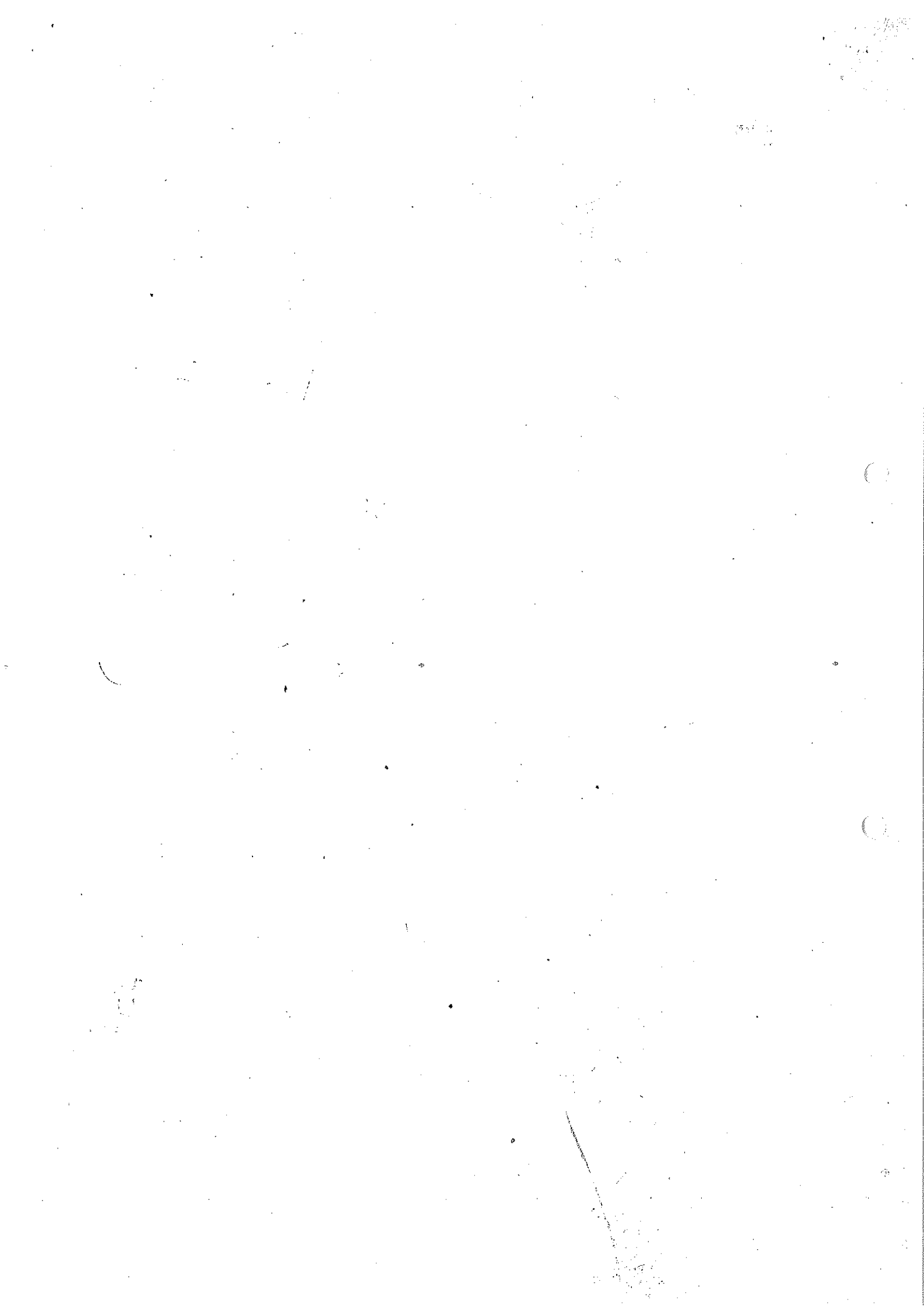
1. The Managing Director, KPTCL, Kaveri Bhavan, Bangalore.
2. The Financial Adviser, KPTCL/BESCOM/MESCOM/GESC/HESCOM/GESCOM/POKL, Corporate Office for information and to take immediately needful action.

Pay-as-you-go ಮಾದರಿಯಂತೆ ಕರ್ನಾಟಕ ಸರ್ಕಾರವು ಪ್ರತಿ ವರ್ಷ ಏಂಚರ್ ಮತ್ತು ಉಪವಾಸ ವೆಚ್ಚವನ್ನು ಭರಿಸಲು ನಿಧಿಯನ್ನು ಬಿಡುಗಡೆ ಮಾಡುತ್ತಿದೆ. ಕರ್ನಾಟಕ ಸರ್ಕಾರದಿಂದ ನೈಜವಾಗಿ ಬಿಡುಗಡೆಯಾಗಬೇಕಾದ, ಬಿಡುಗಡೆಯಾದ ಹಾಗೂ ಬಾ
 ಬಿಡುಗಡೆಯಾಗಬೇಕಾದ ಮೊತ್ತದ ವಿವರಗಳು ಈ ಕೆಳಕಂಡಂತಿವೆ:

| ವರ್ಷ | ಮಾರ್ಚ್ ಅಂತ್ಯಕ್ಕೆ ಇರುವ ಏಂಚರ್/ಠುಖುಂಬ ಏಂಚರ್‌ದಿಂದ ಸಂಖ್ಯೆ | ಏಂಚರ್ & ಉಪವಾಸ ಟ್ರಸ್ಟ್ ಏಂಚರ್/ಠುಖುಂಬ ಏಂಚರ್/ ಪರಿವರ್ತಿತ ಏಂಚರ್ & ಉಪವಾಸ ಏಂಚರ್‌ದಿಂದ ಒಟ್ಟು ಮೊತ್ತ | ಕರ್ನಾಟಕ ಸರ್ಕಾರದಿಂದ | | | | | ಕವಿಪ್ರಾಣಿ/ವಿಶೇಷಾಂಶದ ಬಿಡುಗಡೆಯಾಗಬೇಕಾದ ಸರ್ಕಾರ ಭರಿಸಬೇಕಾದ ಥಾಗದ ಮೊತ್ತ | | | | | | |
|--------------------|--|--|------------------------|-------------------|------------------------------|--------------------------------|-----------|---|--------|--------|--------|--------|-------|------|
| | | | ಬಿಡುಗಡೆಯಾಗ ಬೇಕಾದ ಮೊತ್ತ | ಬಿಡುಗಡೆಯಾಗದ ಮೊತ್ತ | ಏಂಚರ್ ಬಿಡುಗಡೆಯಾಗ ಬೇಕಾದ ಮೊತ್ತ | ವರ್ಷಾಂತ್ಯಕ್ಕೆ ಇರುವ ಏಂಚರ್ ಮೊತ್ತ | ಕವಿಪ್ರಾಣಿ | ಬಿಡುಗಡೆ | ಠುಖುಂಬ | ಹೂವು | ಮುಚು | ಏಂಚರ್ | ಒಟ್ಟು | |
| 6/2002 ರಿಂದ 3/2003 | 22576 | 141.22 | 140.35 | 120.00 | 20.35 | 20.35 | 3.60 | 6.12 | 0.00 | 2.36 | 3.94 | 4.34 | 0.00 | 2 |
| 2003-04 | 23441 | 217.91 | 216.00 | 198.00 | 18.00 | 38.35 | 3.23 | 5.46 | 0.00 | 2.05 | 3.42 | 3.83 | 0.00 | 1 |
| 2004-05 | 25767 | 230.20 | 223.77 | 114.00 | 109.77 | 148.12 | 20.12 | 33.44 | 0.00 | 12.35 | 20.70 | 23.16 | 0.00 | 10 |
| 2005-06 | 27303 | 246.10 | 235.91 | 60.00 | 175.91 | 324.03 | 25.10 | 49.03 | 21.99 | 20.04 | 39.60 | 20.16 | 0.00 | 17 |
| 2006-07 | 28867 | 308.65 | 295.00 | 240.00 | 55.00 | 379.03 | 11.78 | 17.42 | 6.42 | 5.54 | 9.10 | 4.74 | 0.00 | 5 |
| 2007-08 | 30993 | 390.53 | 339.64 | 589.00 | -249.36 | 129.67 | -51.49 | -75.41 | -28.33 | -26.91 | -46.31 | -20.82 | -0.09 | -24 |
| 2008-09 | 31817 | 460.28 | 409.39 | 200.00 | 209.39 | 339.06 | 39.28 | 58.17 | 28.75 | 21.84 | 38.99 | 22.05 | 0.31 | 20 |
| 2009-10 | 31884 | 440.69 | 416.20 | 250.00 | 166.20 | 505.26 | 33.95 | 51.11 | 20.16 | 18.25 | 28.15 | 14.36 | 0.22 | 16 |
| 2010-11 | 32711 | 451.34 | 450.19 | 325.00 | 125.19 | 630.45 | 24.24 | 33.96 | 17.46 | 14.46 | 23.50 | 11.40 | 0.16 | 12 |
| 2011-12 | 33108 | 661.62 | 514.51 | 400.00 | 114.51 | 744.96 | 26.76 | 35.77 | 12.48 | 11.43 | 18.31 | 9.60 | 0.16 | 12 |
| 2012-13 | 34175 | 832.95 | 734.92 | 600.00 | 134.92 | 879.88 | 29.72 | 39.47 | 15.91 | 14.91 | 23.29 | 11.39 | 0.22 | 13 |
| 2013-14 | 35212 | 974.77 | 867.19 | 500.00 | 367.19 | 1247.07 | 81.15 | 109.53 | 43.07 | 38.48 | 63.45 | 30.84 | 0.66 | 36 |
| 2014-15 | 36297 | 1044.75 | 884.74 | 500.00 | 384.74 | 1631.81 | 86.57 | 114.00 | 44.32 | 40.32 | 66.71 | 32.13 | 0.69 | 38 |
| 2015-16# | 37399 | 1179.97 | 966.02 | 550.00 | 416.02 | 2047.83 | 93.48 | 121.23 | 48.42 | 42.14 | 74.97 | 35.07 | 0.71 | 41 |
| Total | 7580.98 | 6693.83 | 4646.00 | 2047.83 | 9065.87 | 427.49 | 599.29 | 230.67 | 217.27 | 367.84 | 202.25 | 37.63 | 3.04 | 2047 |
| 2016-17# | 38615 | 1214.21 | 996.39 | 550.00 | 446.39 | 2494.22 | 100.30 | 130.08 | 51.96 | 45.22 | 80.44 | 37.63 | 0.76 | 44 |
| Grand Total | 8795.19 | 7690.22 | 5196.00 | 2494.22 | 527.79 | 729.37 | 282.63 | 262.49 | 448.27 | 239.88 | 3.80 | 2494 | | |

As per Estimates

(₹ ಕೋಟಿಗಳಲ್ಲಿ)





ENERGY DEPARTMENT
Karnataka Government Secretariat

EN 26 PSR 2016/P3

Date: 16.09.2016

From,
The Additional Chief Secretary,
Government of Karnataka,
Energy Department.

To,
The Managing Director,
KPTCL & PCKL,

The Managing Director,
BESCOM, MESCOM, HESCOM
GESCOM & CESC.

Sir,

Sub : Shortfall in Pension Contribution -reg.

- Ref : 1. GOK Notification No. DE 14 PSR 2002 Dated 31.05.2002
2. GoK Order No. PSR 2002 Dated 19.12.2002
3. Energy Department, GoK Letter No. EN 7 PSR 2016 Dated 25.02.2016
4. KERC's Tariff Order Dated 30/03/2016
5. KEPGT Letter No. KEPGT/KCO123/P46/2015-16/48-57 dated 05/04/2016
6. KEPGT Letter No. KEPGT/KCO123/P46/2015-16/895-96 dated 16/09/2016

With regard to the shortfall in Pension Contribution from GoK, KEPGT was directed to work out company-wise liability on this account to be recovered through tariff by ensuring filing of Application for Additional Revenue Requirement vide this Office letter under Ref.(3) above.

Accordingly, KEPGT worked out and intimated the liability to all the Companies and in turn all Companies filed the Application for Additional Revenue Requirement. However, Hon'ble KERC has not accepted the request made by all Companies on the ground that past liability has to be borne by Government only.

Narrating all these facts, KEPGT has requested Energy Department, GoK to appraise the Finance Department, GoK and request to release the difference amount to the Trust.

The KEPGT in their letter dated 16/09/2016 have expressed concern over the issue and intimated that as the said liability is neither agreed to be made good by the GoK nor allowed by the KERC in the Tariff Order as a pass through in the tariff, the Corpus of Fund held by the Trust which has already been eroded cannot be restored back. The gradual and constant erosion of Corpus Fund created out of Contributions from GoK, KPTCL and ESCOMs is a very serious matter of concern and needs to be addressed immediately. KEPGT needs to safeguard the Corpus Fund and discharge responsibly embarked on it without any default.

| PCKL | |
|-------------|------|
| Date : | |
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Amalix

Julio 2019

As such, after examining the issue in detail and taking all the facts into account, KPTCL and ESCOMs are hereby directed to take into cognisance the liability pertaining to their companies as worked out and intimated by KEPGT, assume and account the same as a special case and one time measure in the Annual Accounts of FY 2015-16 being finalised pending further appraisal of the issue to Finance Department and requesting for re-examining the decision communicated in the past with regard to availability of funds on this account.

Yours faithfully,

(P. NAVIKUMAR)

Additional Chief Secretary to Government,
Energy Department

Copy to the Additional Chief Secretary to Government, Finance Department, Vidhana Soudha, Bangalore for information.

ಕೆ.ವಿ.ಪ್ರ.ನಿ.ನಿ. ಮತ್ತು ವಿಸರ್ಗಗಳ ಪಿಂಚಣಿ ಮತ್ತು ಉಪದಾನ ಟ್ರಸ್ಟ್

KPTCL AND ESCOMs PENSION AND GRATUITY TRUSTS

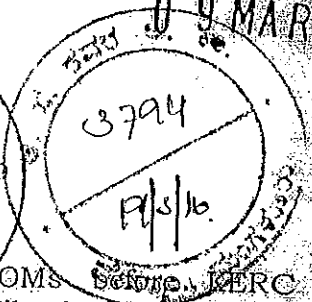
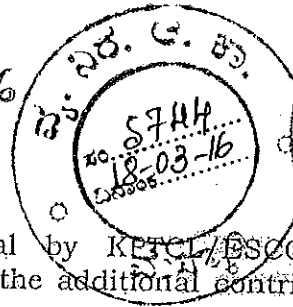
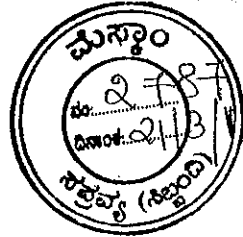
Ph No. 080-22291150
Fax No. 080-2223558
E-mail: pgtrustkptcl@yahoo.com

6th Floor,
Kaveri Bhavan,
Bangalore-560009

No: KEPGT/KCO123/P46/2015-16/118-19

Date 09 MAR 2016

The Managing Director,
MESCOM,
Corporate Office,
Mangalore.



Sir,

Sub: Filing of revised proposal by KPTCL/ESCOMs before KERC for considering for factoring the additional contribution towards Pension Liability

Ref: Energy Department, GoK letter No. EN 7 PSR 2016 dated 25.02.2016

Please find herewith enclosed the copy of the letter of GoK cited under reference wherein it is stated that:

- a) As proposed by the Pension and Gratuity Trust, the requirement of pension contribution of ₹ 996.39 Crores and arrears of ₹ 2047.84 Crs. is proposed in the budget estimates for FY 2016-17. In the meanwhile, FD has indicated that the contribution of ₹ 550 Crs. will be available for 2016-17 for meeting the pension liability.
- b) As there is difference between proposed requirement and the availability as indicated by FD for 2016-17, the pension and Gratuity Trust have to work out the amount of Contribution available from Govt. for 2016-17.

Further, it is also stated that Pension and Gratuity Trust may ensure filing of revised proposal by KPTCL/ESCOMs before KERC for factoring the additional contribution required by the Trust in lieu of short release of funds from GOK during FY 2016-17.

Accordingly, the additional liability pertaining to your Company on account of short release of funds from GoK for FY 2016-17 has been worked out which figures out to ₹ 37.63 Crs. for FY 2016-17 and for shortfall of arrears upto 31.03.2016 ₹ 202.25 Crs totalling to ₹ 239.88 Crs..(The detailed calculation sheet is enclosed).

In this regard, you are requested to file revised proposal before KERC for considering for factoring ₹ 239.88 Crs. pertaining to your Company in the Annual Revenue Requirement for FY 2016-17.

Yours faithfully,

Director (Finance), KPTCL &
Chairperson Pension and Gratuity Trust

Submitted to
AGMCE

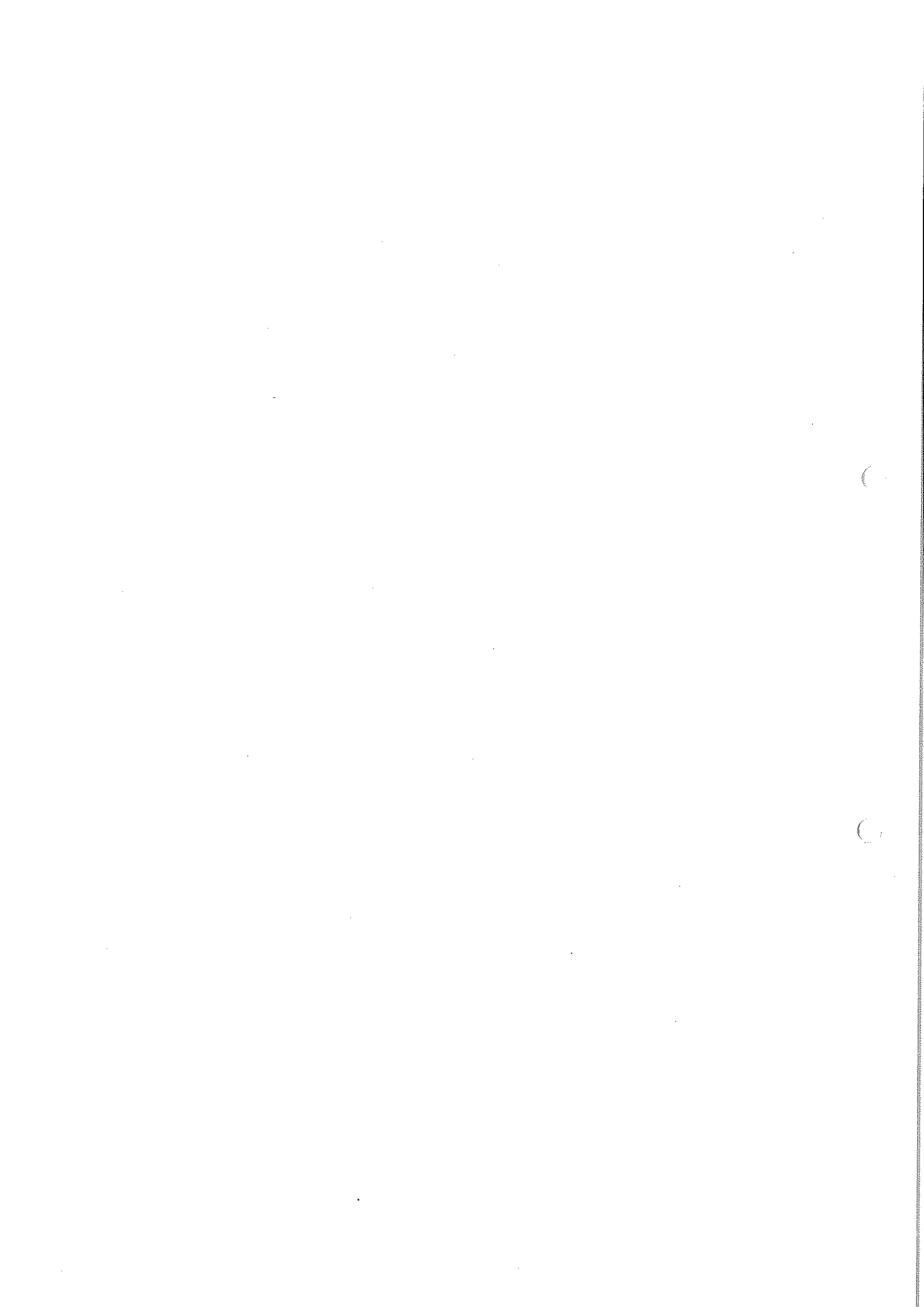
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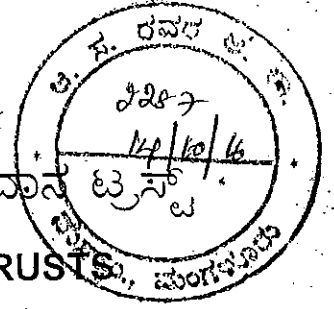
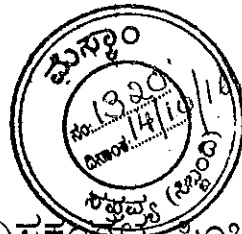
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Handwritten notes: CA, ARR for FY 2016-17, 19/3/16

Handwritten notes: 376(b), 19/3/16

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ಕ.ವಿ.ಪ್ರ.ನಿ.ನಿ. ಮತ್ತು ವಿಸರ್ಕಂಗಳ ಪಂಚಣಿ ಮತ್ತು ಉಪದಾನ ಟ್ರಸ್ಟ್

KPTCL AND ESCOMs PENSION AND GRATUITY TRUSTS

Ph No. 080-22291150
Fax No. 080-22223558
E-mail: pgtrustkptcl@yahoo.com

6th Floor,
Kaveri Bhavan,
Bangalore-560009.

No: KEPGT/KCO123/P46/2015-16/ಉ-15

Date **29 SEP 2016**

The Managing Director,
BESCOM/ MESCOM / CESC/HESCOM/GESCOM/PCKL
Corporate Office, Bengaluru, Mangaluru, Mysore, Hubli, Gulbarga.

Sir,


Sub : Provision for the additional contribution to be borne by KPTCL/ ESCOMs
in the Annual Accounts for FY 2015-16

Ref : T.O. letter No. KEPGT/KCO-123/P46/2015-16/881-94 Dated 16/09/2016

Please refer to this office letter dated 16/09/2016. The existing last para of
the letter may please be read as

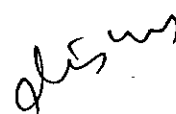
"The above facts and recent developments make the issue crystal clear and the alarming situation in which KEPGT is managing the contributions and disbursements. In view of the above facts, it is requested to take cognizance of the events happened recently and make provision for the liability already intimated in this office letter dated 09/03/2016 in the Annual Account for FY 2015-16 and arrange to fund the same to KEPGT during FY 2016-17 as a special case and one time measure. Such an action is absolutely necessary to ensure functioning of the KPTCL and ESCOMs Pension & Gratuity Trust without giving room for any default in discharging pension liabilities."

Yours faithfully,


Director (Finance), KPTCL &
Chairperson Pension and Gratuity Trust

Copy submitted to :

1. The Managing Director, KPTCL, Kaveri Bhavan, Bangalore.
2. The Financial Adviser, KPTCL/BESCOM/MESCOM/CESC/HESCOM/
GESCOM/PCKL, Corporate Office for information and to take immediately
needful action.

pl. 

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|-----------|-------------------------------------|
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| AGM(P) | <input checked="" type="checkbox"/> |
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