

ANDHRA PRADESH ELECTRICITY REGULATORY COMMISSION

4thFloor, Singareni Bhavan, Red Hills, Hyderabad 500004

WEDNESDAY, THE TENTH DAY OF AUGUST TWO THOUSAND AND TWENTY TWO

:Present:

Justice C.V. Nagarjuna Reddy, Chairman Sri P. Rajagopal Reddy, Member Sri Thakur Rama Singh, Member

Re:

Suo Motu Proceedings against -

- 1. The Anakapalli Rural Electric Co-operative Society Limited, Kasimkota,-531031 (RESCO), represented by its Managing Director-Sri M.V.Ramakrishnam Raju.
- 2.Sri M.V.Ramakrishnam Raju, Managing Director, The Anakapalli Rural Electric Co-operative Society Limited, Kasimkota, -531031.
- 3. The Andhra Pradesh Eastern Power Distribution Company Limited (APEPDCL), represented by its Chairman and Managing Director, Visakhapatnam, A.P.

... Respondents.

ORDER:

Sri K.Santosh Rao, Chairman and Managing Director ('CMD' for short) of respondent No.3 is present at the hearing along with Sri Chandram Dandagala, Director (Finance).

Sri V.V.N.Narayana Rao, learned counsel, representing respondents 1 and 2, is present along with respondent No.2.

Respondent No.2 submitted that he has paid back the June, 2022 salary. He also admitted that he has received salary for the month of May, 2022 also from the revenue derived from the electricity source. He agreed to pay back the said salary within one week from today and file an affidavit to that effect.

In his affidavit, Sri K.Santosh Rao, the CMD of respondent No.3, has stated that respondent No.3 has taken complete control of the Anakapalli and Cheepurupalli RESCOs relating to the distribution and supply and also disbursement of salaries of the staff, who are deployed in the area of operation of the two Societies. He has also stated that respondent No.1 has spent Rs.2,21,58,991/- (Rupees two crores, twenty one lakhs, fifty eight thousand, nine hundred and ninety one only) towards the salaries for the months of May and June, 2022 and incurred other expenditure, totalling Rs.5,16,90,331-73 ps., (Rupees five crores, sixteen lakhs, ninety thousand, three hundred and thirty one and paise seventy three only).

When asked whether they were satisfied with the legitimacy of the said expenditure, the Director (Finance) has submitted that as the details were submitted to them only on the last Saturday, they have no time to verify and that they will verify and file an affidavit in this regard.

The CMD and the Director (Finance) of respondent No.3 should file the details, such as, number of employees, to whom salaries were paid upto April,

2022 by respondent No.3 and those for whom salaries were paid for May and June, 2022 by respondents 1 and 2.

Since the activities of respondent No.1 were completely taken over by respondent No.3, the presence of the CMD of respondent No.3 is dispensed with for the time being. However, respondent No.2 and the Director (Finance) of respondent No.3 shall continue to appear during the future hearings till their presence is dispensed with.

Respondent No.2 and the CMD of respondent No.3 shall file their respective affidavits on the aspects referred to above within ten days from today.

Call on 28-9-2022.

Sd/ Thakur Rama Singh Member Sd/ Justice C.V. Nagarjuna Reddy Chairman Sd/P. Rajagopal Reddy
Member

(By Order of the Commission)

SECRETARY_(I/C)

Bapaiah