JAIPUR VIDYUT VITRAN NIGAM LIMITED (COMMERCIALL WING)

ND.JP-Discom/CE(C)/SE(C)/F.4(210)/Pt.II/D,1606 Dt:28.10.2002

ORDER

Sub: Procedure to be followed for release of new connection/recovery of outstanding dues of previous consumer in cases where sick industry is auctioned by State Government's Financial Institutions like RIICO/RFC.

The Finance Department of the State Govt. has dt.5.4.2002 (copy enclosed as issued an order Annexure-A) with regard to recovery of outstanding dues of old consumer from the incoming consumer in situations when the sick industrial unit is sold in open auction by State Government's. Financial Institutions like RIICO/RFC. In the light of instructions contained in the order of the State Govt., 30% amount of the sale proceeds of the auctioned unit is earmarked for payment to various departments inproportion to their outstanding dues. Under the circumstances, whenever any industrial unit is auctioned by RIICO/RFC in your area of jurisdiction, the claim for payment of outstanding dues of the connection on behalf of Nigam intimating the outstanding dues to the concerned agencies should invariablly be made.

With regard to release of connections in the premises purchased by the auction purchaser, it is clarified that temporary/permanent connection as requested for by the incoming consumer may be released as per rules as is done in case of normal application for release of new temporary/permanent connection. The new consumer is not to be insisted for paying outstanding dues of the previous consumer.

However after lodging claim for realization of the dues of the previous consumer to RFC/RIICO as the case may be, the matter should be followed up regularly and payable amount recovered. After accounting for the amount received from RIICO/RFC out of the sale proceeds of the industrial unit, the case for recovery of balance outstanding dues is to be initiated from old consumer under EUDR Act.

It may however be ensured that the above mentioned procedure is applicable only for the industrial unit which are auctioned by the State Govt's Financial Institutions like RIICO/RFC.

The aforesaid instructions shall come into force with immediate effect.

(R.P.Goyal)

Dy.Chief Engineer (Comml.)