



उत्तराखण्ड पावर कारपोरेशन लि०

(उत्तराखण्ड सरकार का उपक्रम)
Uttarakhand Power Corporation Ltd.

(A. Govt. of Uttarakhand Undertaking)

CIN : U40109UR2001SGC025867

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No. **1851** /UPCL/RM/D-13

Dated: **04** -04-2026

OFFICE MEMORANDUM

1. UPCL vide its letter No.-109/UPCL/Com/E-1, dated 09-02-2007 had notified the rate of interest on the security deposits of consumers as follows:

S. No.	Time Period	Interest Rate (P.A.)
1	20-09-2003 to 31-03-2004	5.00%
2	01-04-2004 to 31-03-2005	5.00%
3	01-04-2005 to 31-03-2006	5.50%
4	01-04-2006 to 31-03-2007	6.00%

2. UPCL vide its various orders also notified interest on security deposits of consumers (both consumption and material security) as follows:


S. No.	Time Period	Interest Rate (P.A.)
1	01-04-2007 to 31-03-2008	6.00%
2	01-04-2008 to 31-03-2009	6.00%
3	01-04-2009 to 31-03-2010	6.00%
4	01-04-2010 to 31-03-2011	6.00%
5	01-04-2011 to 31-03-2012	6.00%
6	01-04-2012 to 31-03-2013	9.50%
7	01-04-2013 to 31-03-2014	8.50%
8	01-04-2014 to 31-03-2015	9.00%
9	01-04-2015 to 31-03-2016	8.50%
10	01-04-2016 to 31-03-2017	7.75%
11	01-04-2017 to 31-03-2018	6.75%
12	01-04-2018 to 31-03-2019	6.25%
13	01-04-2019 to 31-03-2020	6.50%
14	01-04-2020 to 31-03-2021	4.65%
15	01-04-2021 to 31-03-2022	4.25%
16	01-04-2022 to 31-03-2023	4.25%
17	01-04-2023 to 31-03-2024	6.75%
18	01-04-2024 to 31-03-2025	6.75%
19	01-04-2025 to 31-03-2026	6.50%

3. Hon'ble Uttarakhand Electricity Regulatory Commission (Commission) vide its order dated 27-07-2007, inter-alia directed UPCL to pay interest on security deposits of consumers, both consumption and material security, at the bank rate, as notified by Reserve Bank of India u/s 49 of the Reserve Bank of India Act, 1934 as on 1st April of the financial year for which interest is due.

4. The bank rate as on 01-04-2026 is 5.50% per annum.

5. Pursuant to order issued by Hon'ble Commission, the following orders are issued:

- (i) The interest on the security deposit of consumers, both consumption and material security, shall be admissible @ 5.50% per annum for FY 2026-27.
- (ii) The interest accrued to the credit of the consumer shall be adjusted in their electricity bills in the following financial year latest by 30th June. However, in case the security deposit of the consumer has become insufficient, the interest on security deposit, shall be first adjusted towards the shortage of security deposit and thereafter on availability of balance amount, the same shall be adjusted in the electricity bills of the consumer. Further, in case the consumer is permanently disconnected before the end of the financial year, the interest on security deposit shall be adjusted in the final bill of the consumer upto the period of issue of such bill.
- (iii) Period & rate of interest, amount becoming due to the consumer towards interest on security deposit & adjustment for the same shall be shown in the relevant bills raised on the consumer.
- (iv) Interest shall be payable on the amount of security deposit held by the corporation for full calendar month.
- (v) Interest shall be payable, if the security deposit is paid in cash (including Cheque , Demand draft, RTGS, NEFT and IMPS). No interest shall be payable where security has been provided by way of bank guarantee, letter of credit etc.
- (vi) In the event of delay in making the adjustment for interest on security deposit by any unit of Corporation, interest shall be payable @ 1½ times of the rate applicable.
- (vii) In case interest is not adjusted in the electricity bills of the consumer following the financial year latest by 30th June and penal interest is payable to the consumer as shown in para-5(vi) above, the same shall be paid by the division office with the approval of the concerned Superintending Engineer (Distribution) and the said Superintending Engineer (Distribution) will ensure that the penal interest paid to the consumer should be recovered from the pay of the concerned employees who are responsible for delay in adjustment of interest in the bills of the consumer. All Superintending Engineers (Distribution) will report the cases of payment of penal interest to Director (Finance) & Director (Operation) in the month in which they approve the payment of such penal interest.


(G.S. Budiya)
Managing Director

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Copy forwarded to the following for information and necessary action:

1. Staff Officer (Level-I) to Managing Director, UPCL.
2. Director (Finance/Operations/Projects), UPCL.
3. Executive Director (Human Resources/ Technical), UPCL
4. General Manager (Legal), UPCL.
5. Company Secretary , UPCL
6. Chief Engineer (Distribution), Garhwal Zone/Haridwar Zone/ Kumaon Zone/ Udham Singh Nagar Zone, Dehradun/ Haridwar/ Haldwani/ Rudrapur.
7. All General Managers and Deputy General Managers (Finance/Internal Audit), UPCL, VCV Gabar Singh Urja Bhawan, Dehradun.
8. Superintendent of Police, Vigilance Cell, UPCL.
9. All Superintending Engineers (Distribution/Information Technology/R-APDRP), UPCL.
10. All Executive Engineers (Distribution / Test), UPCL.
11. Senior Law Officer , Garhwal / Kumaon Zone, UPCL, Dehradun/Haldwani.
12. Office of All CGRFs, UPCL.



(N.S. Bisht)
Chief Engineer (Commercial)

