

APS RTC

No MA1/5(2)/95 96/AD

O/o the VC & MD Finance
Wing Mushirabad Hyderabad
Dated 13 Sep 95

ACCOUNTS CIRCULAR No 6 / 1995 AD

Sub INSURANCE FUND Third Party Compensation Change of Accountal
Procedure Reg

Ref 1) Accounts Circular No 7/1990 dated 23 08 1990
2) JAN 94 FACTIS Account Classification (Page Nos 20 and 56)

At present payments made towards compensation to Third Parties are booked under suspense AH "0301 Insurance Fund Third Party Risk" after obtaining competent sanction in the depots and finally transferred to revenue AH "6901 Insurance on Third Party Risk" at Head Office

This procedure is necessitating external data entry of the amounts paid both at Regional Office and Head Office while generating monthly Profit & Loss Account

To avoid external data entry it is decided to operate revenue AH 6901 instead of Suspense AH 0301 in the Depots Similarly it is also decided to operate AH 6902 Insurance on Vehicles" and AH "6903 - Insurance on Cash" instead of operating AH 0302 Insurance Fund Vehicles & Properties" and AH 0303 Insurance Fund Cash" respectively in the Depots/Units when write off sanction is obtained

Hence it is hereby directed that all the Depots/Units shall debit AH No 6901 6902 and 6903 instead of debiting the AH No 0301 0302 and 0303 respectively w e f the accounts of September 1995 after obtaining competent write-off sanction

Journal Entries required for operation of Insurance Fund accounts shall be passed by the Main Accounts sanction in final accounts every year

Please acknowledge

Sd/- (KVSubbaRao) CHIEF
ACCOUNTS OFFICER