



MADHYA PRADESH ELECTRICITY REGULATORY COMMISSION

5th Floor “Metro Plaza,” Bittan Market, E-5, Arera Colony, Bhopal-462 016

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No. MPERC/2017/238

Bhopal, Dated: 07/ 02/ 2017

PUBLIC NOTICE

Petition No 71/2016)

Madhya Pradesh Electricity Regulatory Commission (MPERC) has notified “The Madhya Pradesh Electricity Regulatory Commission (Terms and Conditions for Determination of Tariff for supply and wheeling of Electricity and Methods and Principles for Fixation of Charges) Regulations, 2015 (RG-35 (II) of 2015)” (hereinafter referred to as regulations) on 17th December 2015 which were published in official gazette on 18th December 2015. MP Poorv Kshetra Vidyut Vitaran Co. Ltd., Jabalpur, MP Paschim Kshetra Vidyut Vitaran Co. Ltd., Indore, MP Madhya Kshetra Vidyut Vitaran Co. Ltd., Bhopal and M.P. Power Management Company Ltd., Jabalpur (hereinafter referred to as the 'Petitioners or East Discom, West Discom and Central Discom and MPPMCL respectively'), are wholly owned Companies of the Government of Madhya Pradesh. MPPMCL is the holding Company of the three electricity distribution companies (Discoms) of the State and has signed “Management and Corporate Functions Agreement” on 5th June 2012, with them. A petition has been filed by the aforementioned companies before the Commission on 25.01.2017 for consideration and approval of the Aggregate Revenue Requirement (ARR) and Tariff for FY2017-18. Brief summary of the ARR for FY 2017-18 as filed by the petitioners is given in table below: -

Table 1: Summary of ARR filed by petitioners for FY 2017-18

(Rs. Crore)

Particulars	East Discom	Central Discom	West Discom	MP State
Purchase of Power cost (Ex-Bus, including MPPMCL costs allocated to Discoms)	6538	6939	7808	21285
Inter-State Transmission charges	452	437	574	1463
Intra-State Transmission charges(including SLDC charges and terminal benefit)	760	800	982	2541
Repairs and Maintenance	166	184	140	490
Employee costs	998	1012	1029	3039
Administration and General expenses (incl. MPERC fees)	184	105	153	442
Bad and Doubtful Debts	84	99	101	283
Depreciation and Related debits	324	349	254	927
Interest & Finance Charges	285	429	272	986
RoE	264	301	256	820
ARR	10055	10655	11569	32276
<i>less:</i> Other income (excluding Delayed Payment Surcharge)	177	150	151	478
Net ARR	9877	10504	11419	31800

Particulars	East Discom	Central Discom	West Discom	MP State
Impact of True-up - for Discoms in FY2006-07	119.00	136.00	168.00	423.00
Impact of True-up - for Genco in FY2014-15	(169.00)	(186.00)	(207.00)	(562.00)
Impact of True-up - for Transco in FY2014-15	124.00	132.00	158.00	414.00
Net impact of True-up of past years	74	82	119	275
Total ARR	9950	10586	11537	32073
Revenue from Sale of power at existing tariff	8376	9114	10054	27545
Gap at existing tariff	1574	1472	1483	4528
Revenue from Sale of power at proposed tariff	9251	10087	11132	30470
Gap at proposed tariff	699	499	405	1603

Petitioners have proposed to recover the gap of Rs 4528 Crore partially through revision of tariff for FY2017-18 to the extent Rs. 2926 Crore and remaining through approval of regulatory assets of Rs 1603 Crore for FY 2017-18. Petitioners have proposed the category-wise average increase in Tariff for FY 2017-18 by considering partial gap of Rs 2926 Crore only as given below: -

Table 2: - Impact on Revenue due to proposed tariff for FY2017-18 for State

Tariff Category		Sale	Revenue at Current Tariff	Revenue at Proposed Tariff	Additional Revenue at proposed Tariff	Proposed average increase in Tariff category
		MU	Rs. Cr	Rs. Cr	Rs. Cr	%
LV 1	Domestic	12762	6933	7672	739	10.65%
LV 2	Non-Domestic	3008	2354	2596	242	10.28%
LV 3	PWW & Street Light	1224	648	721	73	11.26%
LV 4	LT Industrial	1239	930	994	64	6.88%
LV 5.1	Agriculture	20750	9846	11023	1177	11.95%
LV 5.3	Agriculture & Allied activities	138	61	68	7	11.47%
	Total (LT)	39122	20771	23075	2304	11.09%
HV 1	Railway Traction	0	-	-	-	-
HV 2	Coal Mines	477	350	379	29	8.28%
HV 3.1	Industrial	6646	4318	4714	396	9.17%
HV 3.2	Non-Industrial & Shopping Mall	1099	839	923	84	10.01%
HV 3.4	Power intensive industries	1067	562	603	41	7.29%

Tariff Category		Sale	Revenue at Current Tariff	Revenue at Proposed Tariff	Additional Revenue at proposed Tariff	Proposed average increase in Tariff category
		MU	Rs. Cr	Rs. Cr	Rs. Cr	%
HV 4	Seasonal & Non Seasonal	22	19	20	1	5.26%
HV 5	Public Water Works, Irrigation	801	405	449	44	10.86%
HV 6	Bulk Residential Users	490	280	306	26	9.28%
HV 7	Bulk Supply to synchronization/start up power	1	1	1	-	9.6%
	Total (HT)	10604	6774	7395	621	9.16%
	TOTAL LT+HT	49725	27545	30470	2926	10.62%

Interested persons may file their objections / comments / suggestions relating to the ARR and Tariff proposals in three copies to the **Commission Secretary, Madhya Pradesh Electricity Regulatory Commission, 5th Floor “Metro Plaza” E-5 Arera Colony, Bittan Market Bhopal- 462 016** so as to reach the Commission’s office latest by **02 /03/2017**. Advance copy of the objections / comments / suggestions can also be sent by “e-mail at secmperc@sancharnet.in” followed by its hard copy which should reach the Commission’s Office latest by **02 /03/2017**. Objections / comments / suggestions received after **02 /03/2017** shall not be considered.

Copy of main petition along with Tariff proposal (in English or Hindi version) may be obtained on any working day between 11:00 AM and 4:00 PM from **09/02/2017** onwards from the Commission’s office or Headquarter of MPPMCL at Block No. 11, Shakti Bhawan, Rampur , Jabalpur – 482008 or Headquarter of M.P. Poorv Kshetra Vidyut Vitaran Co. Ltd. at Shakti Bhawan, Rampur, Jabalpur or M.P. Paschim Kshetra Vidyut Vitaran Co. Ltd. at GPH Compound, Polo Ground, Indore or M.P. Madhya Kshetra Vidyut Vitaran Co. Ltd. at Nishta Parisar, Govindpura, Bhopal on payment of Rs. 600/- for one copy in cash or demand draft drawn in favour of “DGM (Accounts) MPPMCL, Jabalpur” or “RAO JC MPPKVVCL, Jabalpur” or “RAO MPPKVVCL, Indore” or “RAO MPMKVVCL, Bhopal” respectively. Copy of petition can also be obtained by post on additional payment of Rs. 100/- towards postage expenses. Copy of petition & Tariff proposal along with summary of the petition can also be downloaded free of charge from Commission’s website-www.mperc.nic.in and from petitioners’ website viz. www.mppmcl.com, www.mpez.co. In, www.mpwz.co.in and www.mpcz.co.in respectively.

**By the order of the Commission
Secretary**