

**Before**  
**UTTARAKHAND ELECTRICITY REGULATORY COMMISSION**

**Petition No. 18 of 2011**

**CORRIGENDUM**

**Dated: May 07, 2012**

**Reference:** Order dated April 04, 2012 (Petition No. 18 of 2011) in the matter of ARR and Tariff Petition filed by Power Transmission Corporation of Uttarakhand Limited for determination of Aggregate Revenue Requirement (ARR) and tariff for the Financial Year 2012-13.

1. **Table 5.23 (Employee cost for FY 2012-13):** Under the column Approved: "For Existing Employees", the Medical expenses reimbursement of **Rs. 0.49** Crore was inadvertently not captured in the row Sub-total 5 to 12 (to be read as **Sub-total 5 to 9**). Accordingly, the Sub-total 5 to 9 figures appeared under column "For Existing Employees" as "**Rs. 8.68 Crore**" instead of "**Rs. 9.17 Crore**" and under column "Total Employee Cost" as "**Rs. 8.75 Crore**" instead of "**Rs. 9.24 Crore**". The changes in rows "Gross Employee Cost", "Capitalisation" and "Net charged to Revenue" under columns "For Existing Employees" and "Total Employee Cost" are highlighted in the Table 5.23 (Employee cost for FY 2012-13), as under:

**Table 5.23: Employee cost for FY 2012-13 (Rs. Crore)**

S. No	Items	Proposed			Approved		
		For Existing Employees	For Additional Manpower	Total Employee Cost	For Existing Employees	For Additional Manpower	Total Employee Cost
1	Salaries	25.55	0.32	25.86	26.19	1.04	27.24
2	Dearness Allowance	18.39	0.23	18.62	18.47	0.74	19.21
3	Other allowances	3.92	0.04	3.96	2.56	0.31	2.87
4	Bonus / exgratia	0.37	-	0.37	0.28	0.03	0.31
	<b>Sub-total (1 to 4)</b>	<b>48.24</b>	<b>0.58</b>	<b>48.82</b>	<b>47.50</b>	<b>2.13</b>	<b>49.63</b>
5	Medical expenses reimbursement	0.66	0.01	0.67	0.49	0.06	0.55
6	Earned Leave encashment	2.86	0.02	2.88	2.87	-	2.87
7	Leave salary contribution	5.56	-	5.56	5.73	-	5.73
8	Other Cost	0.01	-	0.01	0.02	0.00	0.02
9	Staff welfare expenses	0.01	0.00	0.01	0.06	0.01	0.07
	<b>Sub-total (5 to 9)</b>	<b>9.09</b>	<b>0.03</b>	<b>9.12</b>	<b>9.17</b>	<b>0.07</b>	<b>9.24</b>
10	Employer's contribution towards pension & gratuity	6.59	0.05	6.64	7.55	0.30	7.85
11	Employer's contribution towards EPF	2.88	0.07	2.95	-	-	-
12	Additional Employee Expenses towards new assets	2.86	-	2.86	-	-	-
	<b>Gross Employee cost</b>	<b>69.66</b>	<b>0.74</b>	<b>70.40</b>	<b>64.22</b>	<b>2.50</b>	<b>66.72</b>
13	Less: Capitalization	8.10	0.30	8.40	7.67	0.30	7.97
14	<b>Net charged to Revenue</b>	<b>61.56</b>	<b>0.43</b>	<b>61.99</b>	<b>56.55</b>	<b>2.20</b>	<b>58.75</b>

2. **Table 5.26 (Approved O&M expenses for FY 2012-13):** The Approved **Employee Cost** figure of “**Rs. 58.32 Crore**” should be read as “**Rs. 58.75 Crore**”. Accordingly, the approved figure of Total O&M expenses should be read as “**Rs. 88.26 Crore**” instead of “**Rs. 87.83 Crore**”. The Table 5.26 (Approved O&M expenses for FY 2012-13), therefore, stands replaced by the following Table:

**Table 5.26: Approved O&M expenses for FY 2012-13 (Rs. Crore)**

Particulars	FY 2012-13	
	Projected	Approved
Employee Cost	61.99	58.75
A&G Expenses	20.63	14.27
R&M Expenses	20.22	13.45
Additional O&M expenses towards new assets		1.79
<b>Total O&amp;M expenses</b>	<b>102.84</b>	<b>88.26</b>

The O&M expenses approved by the Commission for FY 2012-13 should be read as Rs. 88.26 Crore instead of Rs. 87.83 Crore.

3. **Table 5.27 (Interest on Working Capital for FY 2012-13):**

Para 5.9.1 of the Order should be read as follows “*The annual O&M expenses approved by the Commission are Rs. 88.26 Crore for FY 2012-13. Based on the approved O&M expenses, one month’s O&M expenses works out to Rs. 7.35 Crore for FY 2012-13*”.

The first sub-Para of Para 5.9.3 of the Order should be read as follows “*The Commission has approved the receivables for two months based on the approved Annual Transmission Charges of Rs. 159.98 Crore, which works out to Rs. 26.66 Crore for FY 2012-13*”.

In second sub-Para of Para 5.9.3 of the Order, the figure of total working capital should be read as “**Rs. 43.33 Crore**” instead of “**Rs. 43.22 Crore**” and the figure of interest on working capital in the same Para should be read as “**Rs. 5.74 Crore**” instead of “**Rs. 5.73 Crore**”.

In Table 5.27, the approved figure of “**Rs. 7.32 Crore**” towards the **O&M expenses** should be read as “**Rs. 7.35 Crore**”. In the row **Receivables**, the approved figure of “**Rs. 26.59 Crore**” should be read as “**Rs. 26.66 Crore**”. Accordingly, in the row **Net Working Capital** the approved figure of “**Rs. 43.22 Crore**” should be read as “**Rs. 43.33 Crore**” and in the row **Interest on Working Capital** the approved figure of “**Rs. 5.73 Crore**” should be read as “**Rs.**

**5.74 Crore**". The Table 5.27 (Interest on Working Capital for FY 2012-13), therefore, stands replaced by the following Table:

**Table 5.27: Interest on Working Capital for FY 2012-13 (Rs. Crore)**

Particulars	Projected	Approved
O&M expenses	9.43	7.35
Maintenance Spares	19.11	9.31
Receivables	48.24	26.66
<b>Net Working Capital</b>	<b>76.78</b>	<b>43.33</b>
Rate of Interest on Working Capital	14.25%	13.25%
<b>Interest on Working Capital</b>	<b>10.94</b>	<b>5.74</b>

4. **Table 5.28 (Annual Transmission Charges for FY 2012-13):**

In the row **Net O&M expenses** in Table 5.28, the approved figure of "**Rs. 87.83 Crore**" should be read as "**Rs. 88.26 Crore**". In the row **Interest on Working Capital** the approved figure of "**Rs. 5.73 Crore**" should be read as "**Rs. 5.74 Crore**". In the row **Net Expenditure** the approved figure of "**Rs. 160.78 Crore**" should be read as "**Rs. 161.22 Crore**". In the row **Aggregate Revenue Requirement (ARR)** the approved figure of "**Rs. 159.54 Crore**" should be read as "**Rs. 159.98 Crore**". The Table 5.28 (Annual Transmission Charges for FY 2012-13), therefore stands replaced by the following Table:

**Table 5.28: Annual Transmission Charges for FY 2012-13 (Rs. Crore)**

Particulars	Projected	Approved
Net O&M expenses	102.84	88.26
Interest charges net of capitalization	56.09	29.24
Depreciation	46.91	16.59
Advance Against Depreciation	56.19	21.21
Interest on Working Capital	10.94	5.74
Reasonable Return	17.68	0.17
<b>Net expenditure</b>	<b>290.65</b>	<b>161.22</b>
Less: Non-Tariff Income	1.24	1.24
<b>Aggregate Revenue Requirement (ARR)</b>	<b>289.41</b>	<b>159.98</b>

5. **Annual Transmission Charges:** The figure of Annual Transmission Charges (or ATC) appearing in the paras 5.9.3, 5.11 and 5.15 as "**Rs. 159.54 Crore**" should be read as "**Rs. 159.98 Crore**".

**(Jag Mohan Lal)**  
**Chairman**