

Before

UTTARAKHAND ELECTRICITY REGULATORY COMMISSION

In the matter of:

Power Transmission Corporation of Uttarakhand Limited's Petition for True up for FY 2004-05 to FY 2013-14, Annual Performance Review for FY 2014-15 and ARR/Tariff for the FY 2015-16.

AND

In the matter of:

Power Transmission Corporation of Uttarakhand LimitedPetitioner
Vidyut Bhawan, Saharanpur Road, Majra, Near ISBT,
Dehradun - 248001, Uttarakhand

Coram

Shri Subhash Kumar	Chairman
Shri C.S. Sharma	Member
Shri K.P. Singh	Member

Date of Order: 22 December, 2014

Order

This order relates to the Petition for True up for FY 2004-05 to FY 2013-14, Annual Performance Review for FY 2014-15 and ARR/Tariff for the FY 2015-16 filed by Power Transmission Corporation of Uttarakhand Limited (PTCUL), hereinafter referred to as the Petitioner, on 29.11.2014.

2. The Petition filed by PTCUL had certain infirmities/deficiencies which were conveyed to PTCUL vide Commission's letter dated 09.12.2014 asking it to rectify the said infirmities so that the Petition may be admitted by the Commission. PTCUL vide its letter dated 16.12.2014 has removed critical deficiencies.
3. Based on the submissions made by PTCUL, the Commission provisionally admits the Petition for further processing subject to the condition that PTCUL shall furnish any

further information/clarifications as deemed necessary by the Commission during the processing of the Petition and provide such information and clarifications to the satisfaction of the Commission within the time frame as may be stipulated by the Commission failing which the Commission may proceed to dispose of the matter as it deems fit based on the information available with it.

4. The Commission further directs the Petitioner to publish a public notice within 3 days from the date of this Order detailing the salient features and facts of the ARR petitions & proposals filed by it in the format given at Annexure-1 in at least two daily newspapers (one Hindi and one English) widely circulated in the area of its operation both in Hindi and English languages for comments by all stakeholders and public at large. The Petitioner is also directed to place the Petition on its website and its headquarters/other offices for inspection or making relevant extracts available to the public.

(K.P. Singh)
Member

(C.S. Sharma)
Member

(Subhash Kumar)
Chairman

POWER TRANSMISSION CORPORATION OF UTTARAKHAND LTD

Vidyut Niyamak Bhawan, Saharanpur Road, Majra, Near ISBT, Dehradun - 248001, Uttarakhand

Inviting Comments on the Petition filed by PTCUL for approval of the proposed Transmission Charges for FY 2015-16**Salient Points of the ARR/Tariff Petition**

Power Transmission Corporation of Uttarakhand Limited (PTCUL), a Transmission licensee in the State of Uttarakhand has filed a petition before the Commission for approval of final truing up for past period i.e. for FY 2004-05 to FY 2012-13, truing up of FY 2013-14 based on audited Accounts & Annual Performance Review (APR) for FY 2014-15 and the proposed Transmission Charges for FY 2015-16. The summary of the proposals of the intra-State network for the aforesaid is given in the following Table:

Summary of the ARR of PTCUL for the intra-State network (Rs. Crore)							
S. No	Particulars	FY 2004-05 (True up)		FY 2005-06 (True up)		FY 2006-07 (True up)	
		Approved on provision al true up	Claimed for final true up	Approved on provision al true up	Claimed for final true up	Approved on provision al true up	Claimed for final true up
1	Depreciation	8.23	4.43	4.78	4.75	5.75	6.03
2	Advance Against Depreciation	-	-	-	-	-	-
3	Interest on Long Term Loans	1.96	-	2.76	-	10.33	10.38
4	Return on Equity	0.00	0.00	0.07	0.00	0.09	0.0
5	O&M Expenses	19.16	19.16	25.58	26.41	30.54	30.74
6	Guarantee Fees						
7	Interest on Working Capital	0.74	0.74	0.87	0.95	1.61	1.31
8	Interest on Working Capital due to TDS	-	-	-	-	-	-
9	Fringe Benefit Tax/Income Tax	-	-	-	0.05	-	-
10	Less: Gain/Loss to be allowed	-	-	-	-	-	-
11	Gross Expenditure	30.09	24.33	34.06	32.15	48.32	48.46
12	Less: Non Tariff Income	0.55	0.79	0.68	2.30	0.35	1.79
13	Aggregate Revenue Requirement (ARR)	29.54	23.55	33.38	29.85	47.98	46.66
14	Less: ARR approved for SLDC	-	-	-	-	-	-
15	Net ARR (A)	29.54	23.55	33.38	29.85	47.98	46.66
16	True-up including carrying cost approved in earlier Tariff Orders	-	-	-	-	-	-
17	Net Adjusted ARR	29.54	23.55	33.38	29.85	47.98	46.66
18	Annual Transmission Charges	29.54	23.55	33.38	29.85	47.98	46.66

Summary of the ARR of PTCUL for the intra-State network - Rs. Crore							
S. No	Particulars	FY 2007-08 (True up)		FY 2008-09 (True up)		FY 2009-10 (True up)	
		Approved on provision al true up	Claimed for final true up	Approved on provision al true up	Claimed for final true up	Approved on provision al true up	Claimed for final true up
1	Depreciation	15.15	8.97	15.54	11.36	12.00	12.61
2	Advance Against Depreciation	-	13.36	-	13.10	16.66	16.34
3	Interest on Long Term Loans	17.11	16.08	19.30	22.25	18.37	27.83
4	Return on Equity	0.09	1.30	0.10	1.40	0.13	1.80
5	O&M Expenses	35.87	48.00	41.31	49.76	58.22	55.46
6	Guarantee Fees						
7	Interest on Working Capital	1.93	2.21	2.11	2.43	3.60	2.84
8	Interest on Working Capital due to TDS	-	-	-	-	-	-
9	Fringe Benefit Tax/Income Tax	-	-	-	-	-	-
10	Less: Gain/Loss to be allowed	-	-	-	-	-	-
11	Gross Expenditure	70.15	89.92	78.36	100.32	108.98	116.90
12	Less: Non Tariff Income	4.30	2.70	6.22	0.51	2.86	2.87
13	Aggregate Revenue Requirement (ARR)	65.85	87.22	72.14	99.81	106.12	114.03
14	Less: ARR approved for SLDC	-	-	-	-	-	-
15	Net ARR (A)	65.85	87.22	72.14	99.81	106.12	114.03
16	True-up including carrying cost approved in earlier Tariff Orders	-	-	-	-	(26.72)	-
17	Net Adjusted ARR	65.85	87.22	72.14	99.81	79.41	114.03
18	Annual Transmission Charges	65.85	87.22	72.14	99.81	79.41	114.03

Summary of the ARR of PTCUL for the intra-State network - Rs. Crore							
S. No	Particulars	FY 2010-11 (True up)		FY 2011-12 (True up)		FY 2012-13 (True up)	
		Approved on provision al true up	Claimed for final true up	Approved on provision al true up	Claimed for final true up	Approved on provision al true up	Claimed for final true up
1	Depreciation	12.91	14.53	15.78	18.59	18.70	23.28
2	Advance Against Depreciation	18.05	22.02	21.67	34.05	33.30	37.97
3	Interest on Long Term Loans	17.12	30.57	25.77	35.58	33.28	42.69
4	Return on Equity	0.41	4.10	0.50	8.30	2.20	13.00
5	O&M Expenses	60.85	62.20	77.22	78.79	82.06	84.05
6	Guarantee Fees	1.26		1.36		-	
7	Interest on Working Capital	3.55	3.46	5.23	5.16	6.73	6.78
8	Interest on Working Capital due to TDS	-	-	-	-	-	-
9	Fringe Benefit Tax/Income Tax	-	-	-	-	-	-
10	Less: Gain/Loss to be allowed	-	-	-	-	-	-
11	Gross Expenditure	114.15	136.85	147.54	180.50	176.27	207.73
12	Less: Non Tariff Income	1.09	1.09	2.35	2.35	1.51	1.51
13	Aggregate Revenue Requirement (ARR)	113.06	135.76	145.18	178.16	174.76	206.22
14	Less: ARR approved for SLDC	-	-	-	-	-	-

Summary of the ARR of PTCUL for the intra-State network - Rs. Crore							
S. No	Particulars	FY 2010-11 (True up)		FY 2011-12 (True up)		FY 2012-13 (True up)	
		Approved on provision al true up	Claimed for final true up	Approved on provision al true up	Claimed for final true up	Approved on provision al true up	Claimed for final true up
15	Net ARR (A)	113.06	135.76	145.18	178.15	174.76	206.22
16	True-up including carrying cost approved in earlier Tariff Orders	-	-	3.60	-	-	(28.29)
17	Net Adjusted ARR	113.06	135.76	148.79	178.15	174.76	177.93
18	Annual Transmission Charges	113.06	135.76	148.79	178.15	174.76	177.93

Summary of the ARR of PTCUL for the intra-State network - Rs. Crore							
S. No	Particulars	FY 2013-14(True up)		FY 2014-15(APR)		FY 2015-16 (Ensuing Year)	
		Approved in the MYT Order	Claimed for true up	Approved in the 1 st APR Order	Revised Estimates	Approved in the MYT Order	Revised proposed
1	Depreciation	34.37	43.67	47.67	51.89	49.80	59.78
2	Interest on Long Term Loans	29.87	53.27	44.37	61.93	45.24	69.66
3	Return on Equity	0.56	17.27	10.92	22.66	1.39	27.05
4	O&M Expenses	87.90	91.55	109.32	109.32	120.44	128.59
5	Guarantee Fees	1.29	1.15	1.74	1.74	2.19	2.19
6	Interest on Working Capital	6.83	9.13	9.06	10.43	9.57	13.30
7	Interest on Working Capital due to TDS	-	2.67	-	3.61	-	4.81
8	Fringe Benefit Tax/ Income Tax	-	1.25	-	-	-	-
9	Less: Gain/Loss to be allowed	-	2.09	-	-	-	-
10	Gross Expenditure	160.81	217.87	223.08	261.58	228.62	305.37
11	Less: Non Tariff Income	1.30	3.13	1.37	1.37	1.44	1.44
12	Aggregate Revenue Requirement (ARR)	159.51	214.73	221.71	260.21	227.18	303.93
13	Less: ARR approved for SLDC	-	-	6.02	6.02	-	7.99
14	Net ARR (A)	159.51	214.73	215.69	254.19	227.18	295.94
15	True-up including carrying cost approved in earlier Tariff Orders	36.11	36.11	16.99	16.99	-	-
16	Net Adjusted ARR	195.63	250.84	232.68	271.18	227.18	295.94
17	True up of FY 2013-14 (B1)	-	-	-	-	-	49.17
18	Carrying cost of true up of FY 2013-14 (B2)	-	-	-	-	-	15.79
19	True up of FY 2004-05 to FY 2012-13 (C1)	-	-	-	-	-	158.77
20	Carrying cost of true up of FY 2004-05 to FY 2012-13 (C2)	-	-	-	-	-	64.46
21	Total True up of previous years including carrying cost (B1+B2+C1+C2)	-	-	-	-	-	288.19
22	Annual Transmission Charges (A+B1+B2+C1+C2)	195.63	250.84	232.68	271.18	227.18	584.13

2. The recovery of the Transmission charges from UPCL, the sole beneficiary of the intra-state transmission network, is proposed equally each month.
3. PTCUL has requested the Commission for allowing suitable mechanism for recovery of true up amount of Rs. 223.23 Crore in respect of FY 2004-05 to FY 2012-13.
4. PTCUL has proposed a total hike of 55.11% for FY 2015-16 (which includes the truing up impact of FY 2013-14) over the approved transmission charges for FY 2014-15. In case, the entire claim of PTCUL including that of truing up of previous years from FY 2004-05 to FY 2013-14 is also accepted by the Commission, additional hike of 8.15% in consumer tariff shall be required over and above the hike proposed by UPCL.
5. Detailed proposals can be seen free of cost on any working day at the Commission's office or at the office of Managing Director, Power Transmission Corporation of Uttarakhand Limited, Vidyut Bhawan, Saharanpur Road, Majra, Near ISBT, Dehradun - 248001, Uttarakhand.

Relevant extracts can also be obtained from the above mentioned offices of the Petitioner.

6. The proposals are also available at the website of the Commission (www.uerc.gov.in) and at PTCUL's website (www.ptcul.org).
7. Objections/suggestions are invited from the consumers and other stakeholders on the above proposals. These may be sent to the Secretary, Uttarakhand Electricity Regulatory Commission, either in person, or by post at Vidyut Niyamak Bhawan, Near I.S.B.T., P.O. Majra, Dehradun-248171 or through e-mail to uttaranchalerc@rediffmail.com as a statement of objections or comments with copies of the documents and evidence in support thereof so as to reach the Secretary by 31.01.2015.