



# Uttarakhand Electricity Regulatory Commission

'Vidyut Niyamak Bhawan',

Near ISBT, PO- Majra, Dehradun-248171

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No. UERC/6/TF-290/15-16/2016/ 1446

Date: 01- Jan, 2016

To,

Managing Director  
UJVN Ltd.,  
"Ujjwal", Maharani Bagh,  
GMS Road, Dehradun -248006

**Sub: Petition for True up for FY 2014-15, APR for FY 2015-16 & MYT for FY 2016-17 to FY 2018-19 for 10 LHPs of UJVN Ltd.**

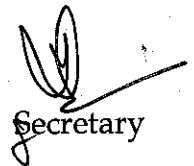
Sir,

This is with reference to your petition dated 30.11.2015 and subsequent submissions vide letter dated 16.12.2015 & 19.12.2015 on the above mentioned subject. In this regard, additional deficiencies/ shortcomings have been observed which are enclosed as Annexure-A. I have been directed to inform you to submit the point-wise replies duly quoting titles/sub-titles and Sl. No. identical with the deficiencies referred to in enclosed Annexure-A. You are required to submit your reply on the same latest by 07.01.2016 in seven copies alongwith the soft copy of the reply accompanied with an affidavit.

Further, this is also to inform you that a Technical Validation Session is scheduled on 12.01.2016 at 11.00 a.m. to discuss the submissions made by you with respect to your Petition. In this regard you are requested to attend the same alongwith the concerned officials.

**Encl: As above**

Yours sincerely,



Secretary

o/c

**UJVN Ltd.'s Petition for True up for FY 2014-15, Annual Performance Review for FY 2015-16 & Multi Year Tariff for FY 2016-17 to FY 2018-19 for 10 LHPs of UJVN Ltd in accordance with UERC (Terms and Conditions for Determination of Multi Year Tariff) Regulations, 2015**

**Additional information required for Analysis of the Petition.**

UJVN Ltd. should submit the replies in soft copy and hard copy.

1. UJVN Ltd. should submit the total actual interest on working capital for FY 2014-15 alongwith allocation of same to 10 LHPs.
2. UJVN Ltd. should submit the copies of insurance premiums paid during FY 2014-15.
3. UJVN Ltd should submit the details of actual capitalisation for each station till November 2015.
4. UJVN Ltd should submit the following actual details for the period of April 2015 to September 2015:
  - Actual Employee, A&G and R&M Expenses
  - Station wise Gross Generation
5. In response to the Commission's query on reasons for variation in actual O&M expenses for FY2014-15 with respect to approved O&M expenses, UJVN Ltd has submitted that it has considered actual O&M expenses as per audited accounts and provided the comparison at Annexure-2 of its submission dated December 16, 2015. In this regard, UJVN Ltd., should submit the detailed reasons for variation in O&M expenses for each Station separately. In addition to this, UJVN Ltd. is required to submit details of expenditure incurred under the head employee expense, administrative & general expenses and operation & maintenance expenses for FY 2014-15.
6. UJVN Ltd. in its Petition has submitted actual additional capitalisation for FY 2014-15. UJVN Ltd. in this regard should submit the following for actual additional capitalisation for FY 2014-15 for each Station separately:
  - a. Compliance with the requirement laid out in Regulations for additional capital expenditure for existing stations
  - b. Actual funding of such capital expenditure.

- c. Asset wise details of additional capitalisation for 10 LHPs & details of additional capitalisation for projects under construction/planning in line with the audited financial statements.
7. UJVN Ltd. should submit the quarter wise actual loan repayment, interest paid towards existing loans along with interest refund received for FY 2014-15.
8. UJVN Ltd. in compliance to Directive 5.6.1 issued by the Commission in its Tariff Order dated April 11, 2015 regarding year-wise additional capitalisation submitted that the aforesaid directive has been complied by UJVN Ltd. vide its letter dated 29.07.2015. Based on details submitted by UJVN Ltd. for additional capitalisation, it is observed, that UJVN Ltd has submitted the details of year-wise additional capitalisation with name of agency to whom the payment has been made. However, as per the Commission's Order, additional capitalisation has to be examined in light of provisions of the Regulation 24 of UERC (Terms and Conditions for Determination of Hydro Generation Tariff) Regulations, 2011. The works upto cut-off date has to be within the original scope of work and works beyond the cut off date have to meet the requirements laid down in the Regulations. In this regard, UJVN Ltd. should submit for each work as to how it meets the requirements laid down in the Regulations.
9. UJVN Ltd. in its audited balance sheet of FY 2014-15 has reduced the gross block of assets by Rs. 18.86 Cr in the form of adjustment. UJVN Ltd. should provide the asset wise detail of de-capitalisation in form 6.9 for all 10 LHPs for FY 2014-15 in line with the audited financial statements. Furthermore, UJVN Ltd. is required to submit the detail of the de-capitalised asset that whether the asset was capitalised before/after the formation of UJVN Ltd.
10. UJVN Ltd. at form 11 i.e. detail of O&M expenses in its petition has claimed GPF trust interest under the head employee cost. UJVN Ltd. is required to substantiate its claim in the light of directive issued at point no. 5.3.2 of tariff order dt. 11.04.2015.
11. UJVN Ltd. has calculated RoE on closing balance of equity, UJVN Ltd. is required to submit justification for the same.