

Public Notice

Suggestions/Objections on Vidarbha Industries Power Limited-Transmission Business's Petition for approval of Truing-up of ARR for FY 2017-18 and FY 2018-19, Provisional Truing-up of ARR for FY 2019-20 and Determination of ARR for FY 2020-21 to FY 2024-25
[Case No. 301 of 2019]

1. Vidarbha Industries Power Limited – Transmission (VIPL-T) Business has filed a Petition for Approval of Truing-Up of ARR for FY 2017-18 & FY 2018 –19, Provisional Truing-Up of ARR for FY 2019-20 as per MERC MYT Regulations, 2015 and Determination of ARR for 4th Control Period from FY 2020-21 to FY 2024-25 as per MERC MYT Regulations, 2019.

2. The Commission has admitted the Petition on 5 December, 2019 and directed VIPL-T to publish a Public Notice under Section 64(2) of the Electricity Act, 2003 for inviting suggestions/objections from the Public through this Notice.

Table 1: Truing-up of FY 2017-18 & FY 2018-19 and Provisional Truing-up for FY 2019-20 (Rs. Crore)

Particulars	FY 2017-18		FY 2018-19		FY 2019-20	
	Approved	Audited	Approved	Audited	Approved	Proposed
O&M Expenses	0.76	0.52	0.80	0.57	0.84	0.84
Depreciation Expenses	1.25	1.25	1.25	1.25	1.25	1.25
Interest on Loan including financing charges	1.45	1.42	1.30	1.38	1.16	1.23
Interest on Working Capital	0.10	0.10	0.1011	0.1021	0.08	0.09
Income Tax	0.16	0.24	0.16	0.24	0.16	0.24
Contribution to contingency reserves	0.06	0	0.06	0	0.06	0.06
Total Revenue Expenditure	3.78	3.53	3.68	3.54	3.55	3.70
Add: Return on Equity Capital	1.12	1.12	1.12	1.12	1.12	1.12
Aggregate Revenue Requirement	4.90	4.65	4.80	4.66	4.67	4.82
Less: Non-Tariff Income	0.02	0.01	0.02	0.02	0.03	0.03
Add: Net Entitlement after sharing of gains/(losses) of O&M		0.08		0.08		
Add: Net Entitlement after sharing of gains/(losses) of IoWc		0.00		(0.0007)		
Net Aggregate Revenue Requirement	4.88	4.72		4.71	4.64	4.80
Add: Revenue Gap / (surplus) for FY 2017-18						(0.89)
Add: Revenue Gap / (surplus) for FY 2018-19						(1.05)
Total Aggregate Revenue Requirement from Transmission		4.72		4.71		2.86
ARR recovered through Transmission Tariff/Approved		5.64		5.80		4.68
Add: Incentive on Transmission Availability		0.04		0.04		
Revenue Gap/ (Surplus)		(0.89)		(1.05)		(1.82)

Note: The approved values specified are approved by the Hon'ble Commission in Case No. 198 of 2017 dated 12.09.2018

Table 2: Projected ARR for FY 2020-21 to FY 2024-25 (Rs. Crore)

Particulars	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24	FY 2024-25
O&M Expenses	0.49	0.51	0.53	0.55	0.57
Depreciation Expenses	1.25	1.25	1.25	1.25	1.25
Interest on Loan including financing charges	1.08	0.92	0.77	0.62	0.46
Interest on Working Capital	0.08	0.08	0.07	0.07	0.07
Contribution to contingency reserves	0.06	0.06	0.06	0.06	0.06
Total Revenue Expenditure	2.95	2.81	2.68	2.55	2.41
Return on Equity Capital	1.29	1.29	1.29	1.29	1.29
Gross Aggregate Revenue Requirement	4.24	4.10	3.97	3.83	3.70
Less: Non-Tariff Income	0.03	0.04	0.04	0.04	0.04
Net Aggregate Revenue Requirement	4.21	4.07	3.93	3.79	3.66
(Holding Cost) for FY 2017-18 to FY 2018-19	(0.37)				
Total Annual Revenue Requirement	3.83	4.07	3.93	3.79	3.66

Note: The previous year gaps are as proposed in the respective years as is computed in Table 1

3. Copies of the following documents can be obtained on written request from the office of VIPL-T.
- Executive summary of the proposals (free of cost, in Marathi/English).
 - Detailed Petition documents along with CD (in English) (on payment of Rs. 100/- by Cash/DD) drawn on "Vidarbha Industries Power Limited", payable at "Mumbai"
 - Detailed Petition documents (in English) (on payment of Rs. 50/-)
 - CD of detailed Petition document (in English) (on payment of Rs. 50/-).

Office	Address	Telephone / Fax No.	Email
Corporate Office	3rd Floor, Reliance Centre, Prabhat Colony, SantaCruz (E), Mumbai – 400 055	+91-22-4303 3052 / +91-22-4303 3678	himanshu.n.agarwal@relianceada.com

4. The Commission has directed VIPL-T to invite Suggestion/Objections from the public on the above Petition through this Notice which may be sent to the **Secretary, Maharashtra Electricity Regulatory Commission, 13th Floor, Centre No.1, World Trade Centre, Cuffe Parade, Mumbai - 400 005, or by Fax [022 22163976], or by E-mail [mercindia@merc.gov.in] by 2 January 2020 along with proof of service on the Shri. Himanshu Agarwal, 3rd Floor, Reliance Centre, Prabhat Colony, Santacruz (East), Mumbai – 400 055 [Fax No. +91-22-4303 3678, Email - himanshu.n.agarwal@relianceada.com]**

5. Every person who intends to file Suggestions/ Objections can submit the same in English or in Marathi, in six copies (1+5) personally or by post or by fax or by E-mail, and should mention the full name, postal address and e-mail address, if any, of the sender. It should be indicated whether the Suggestions/ Objections are being filed on behalf of any organization or category of consumers. It should also be mentioned if the sender wants to be heard in person, whereby opportunity would be given by in the Public Hearing to be held at office of the **Maharashtra Electricity Regulatory Commission, 13th Floor, Centre No.1, World Trade Centre, Cuffe Parade, Mumbai – 400 005 on 7 January, 2020 at 10.00 Hrs.**, for which no separate notice will be given.

6. VIPL-T shall reply to each of the Suggestions/ Objections received within three days of the receipt of the same but not later than **6 January, 2020** for all the Suggestions/Objections received till **2 January, 2020**. Stakeholders can submit their rejoinders on replies provided by VIPL-T either during the public hearing or latest by **7 January 2020**

7. The detailed Petition document and the summary are available on www.reliancepower.co.in's website and the Executive Summary is also available on the website of the Commission **www.merc.gov.in** in downloadable format (free of cost).

Place: Mumbai
Date: December 11, 2019

Signature:
Name: Himanshu Agarwal
Designation: Dy. General Manager
Vidarbha Industries Power Limited (VIPL)