

Gist of Tariff Application

1. India Power Corporation Limited (IPCL) has made an application before the West Bengal Electricity Regulatory Commission (Commission) for determination of Tariff, Aggregate Revenue Requirement and Expected Revenue from Charges for all the ensuing years of sixth control period consisting two years from FY2018-19 to FY 2019-20 on 31.08.2018. IPCL has subsequently submitted additional information /data vide Letter No: RA/II/002/19-20/1945 dated 25.09.2019 and Letter No: RA/II/002/20-21/2030 dated 28.05.2020. The application dated 31.08.2018 along with subsequent submissions dated 25.09.2019 and 28.05.2020 is collectively termed as 'Tariff Application' and has been admitted by the Commission on **22.09.2020**.

2. **The gist of the tariff application is as follows:**

- (i) Tariff proposed to be made effective from the billing month of April of every ensuing year.
- (ii) Details of proposed tariff:

(C) For Distribution Licensee:

(p/kWh)

	Tariff for the base year 2017-18*	Tariff for the control period 2018-19 to 2019-20	
		1st year	2nd year
		2018-19	2019-20
Average Cost of Supply	633.80	634.35	642.60

* The tariff for the base year is as per the last applicable revised Tariff Order of 2016-17 as approved by the Commission

- (iii) Projected Revenue at current tariff, Projected Aggregate Revenue Requirement and expected Revenue from Charges at proposed tariff for the ensuing years of the control period are as follows: In Rs Lakhs

	Tariff for the Base Year 2017-18	Tariff for the 6th control period	
		1st year	2nd year
		2018-19	2019-20
Projected Revenue at Current Tariff	633.80#	63412.74	85586.96
Projected Aggregate Revenue Requirement		63457.37	86787.55
Expected Revenue from Charges at Proposed Tariff		63457.37	86787.55
Range of percentage of increase/decrease sought in the application for each of the ensuing year compared to the base year		(+)0.07%	(+)1.40%

Last Admitted amount in Revised Tariff Order 2016-17

- (iv) Major reasons for increase/decrease in Tariff proposed:
 - a) Hike in power purchase cost,
 - b) Change in consumer mix and sales mix resulting in under recovery
 - c) Increase in employee cost, interest on loan, O&M expenses, depreciation & return on equity due to addition of new assets in distribution.
- (v) Major factors not considered in the above increase sought:
 - a) Any increase in power purchase/fuel cost beyond projections
 - b) Adjustment on account of pending FPPCA & APR orders have not been considered.
- (vi) Details of major changes proposed regarding applicable terms and conditions
 - Proposal for Introduction of 4 new category for 33kv & 132 kv consumers by bifurcation of existing 33 kv & 132 kv into 2 categories each based on range of contract demand and one new category for consumers with assured offtake.
- (vii) Any other important issue. As detailed in the submission.

3. The Tariff Application submitted by IPCL may be inspected at the office of the Commission at Plot No: AH/5(2nd Floor & 4th Floor) Premises No: MAR 16-1111, Action Area-1A, Newtown, Rajarhat, Kolkata - 700163 [Telephone No. (033) 2962 3756 and FAX (033) 2962 3757, e-mail: cp-wberc@gov.in] and certified copies of the application or part thereof may also be obtained from the office of the Commission during office hours on all workings days upto **03 PM on 15.10.2020**.

4. The application dated 31.08.2018 made for determination of Tariff along with the additional information/data submitted vide letter dated 25.09.2019 and 28.05.2020 has been posted on the website of the applicant at **www.indiapower.com**.

5. The suggestions, objections and comments, if any, on the proposals contained in the application may be submitted at the office of the Commission mentioned above by **05 PM on 16.10.2020**.

6. The gist has been published with the approval of the Commission.