

- 1) **Assignment: Assistance to Commission in (A) Assessment and Evaluation of Annual Revenue Requirement (ARR) and (B) determination of Tariff of BEST Undertaking.**
- 2) Terms of Reference/ Scope of Work
 - (i) Provide expert comments on the cost and financial feasibility of the proposal.
 - (ii) Advice to MERC with regard to the overall viability of the proposal to proceed to the next stage of tariff determination.
 - (iii) Attend and prepare the record of technical validation session and identify further data requirements.
 - (iv) To develop a financial model, including impact analysis due to Sales Projection, for determination of the tariff, including a consideration of Transmission and Distribution losses, to meet the ARR
 - (v) To assist the Commission in the run-out for public hearing, including technical validation session (such as analyzing the objections/rejoinders, preparing the transcript etc.).
 - (vi) To assist in finalization of the Order.
- 3) Period of Assignment : 4 months.
- 4) Consultants Engaged : **M/s. A. F. Ferguson & Co.**
- 5) Date of award : 4.1.2005
- 6) Selection modality : From shortlist of 11 organizations from whom offers were invited. 4 Offers were received.
- 7) Cost : Rs.3,75,000/-(All inclusive) for part (A) Assessment and evaluation of Annual Revenue Requirements & Rs. 2,00,000/- (all inclusive) for part (B) Determination of Electricity Tariff of BEST Undertaking.