Before the MAHARASHTRA ELECTRICITY REGULATORY COMMISSION World Trade Centre, Centre No.1, 13th Floor, Cuffe Parade, Mumbai 400005 Tel. 022 22163964/65/69 Fax 22163976 Email: <u>mercindia@merc.gov.in</u> Website: <u>www.merc.gov.in</u>

Date: 17 June, 2022

<u>CORAM:</u> Sanjay Kumar, Chairperson I.M. Bohari, Member Mukesh Khullar, Member

Case No. 60 of 2022

Case of Maharashtra State Electricity Company Limited (MSEDCL) seeking petition seeking interim relief for recovery of under recovery of cross subsidy and the additional working capital requirement for FY 2020-21.

Maharashtra State Electricity Distribution Co. Ltd.

Appearance

For the Petitioner:

:Adv. Ravi Prakash

: Petitioner

Daily Order

- 1. Heard the Advocate of the Petitioner.
- 2. The Advocate of MSEDCL submitted that due to pandemic situations, sale mix of the cross-subsidizing and cross-subsidized consumer had disturbed and therefore, MSEDCL through this Petition, is seeking interim relief for recovery of under recovery of cross-subsidy and the additional working capital requirement for FY 2020-21.
- 3. The Commission notes that under normal circumstance various parameters including projected sales approved in tariff Order undergo changes and during truing up/ Mid Term Review (MTR) process, the said changes and their impact is considered as per the Tariff Regulations. MSEDCL needs to justify with reasons its case seeking intervention at this stage instead of MTR the petition for which is scheduled for submission in November 2022.
- 4. The Commission also notes that during Covid-19 pandemic, variation in sales could have been on higher side as compared to normal time, but in order to assess its impact, MSEDCL needs to provide data and its analysis with comparison of the variation in normal course vis-à-vis incremental variation due to the pandemic.
- 5. While showing such incremental impact, MSEDCL shall also factor in saving in expenses which would have accrued due to lower expenses on account of power purchase, capex,

O&M etc. during pandemic situation. Similar to sales, MSEDCL needs to provide analysis for interest on working capital.

6. The Commission directs MSEDCL to provide such analysis based on actual data within 3 weeks.

After receipt of the submission, next date of hearing will be intimated by the Secretariat of the Commission.

Sd/-(Mukesh Khullar) Member Sd/-(I.M. Bohari) Member Sd/-(Sanjay Kumar) Chairperson