

EXECUTIVE SUMMARY

1.1 Preamble

1.1.1 This section summarises the petition for True Up of FY 2019-20 as per MYT Regulations 2015, True-up of FY 2020-21 and FY 2021-22, Provisional True Up of FY 2022-23 and Mid Term Performance Review (MTR) of FY 2023-24 and FY 2024-25 as per MYT Regulations 2019 of Jaigad PowerTransco Limited (JPTL).

1.2 True Up for FY 2019-20

1.2.1 JPTL has calculated its ARR for Truing up of FY 2019-20 whereby it has presented the actual cost based on audited annual accounts for FY 2019-20 and applied norms wherever applicable as per MERC (Multi Year Tariff) Regulations 2015.

1.2.2 The detailed comparison of various cost components with cost approved by the Hon'ble Commission vide MYT Order dated 30th March, 2020 in Case No. 294 of 2019 along with deviations, if any, has been presented in Chapter for True Up for FY 2019-20. A summary of the True Up of FY 2019-20 with the approved ARR for is presented below:

Table 1: Annual Revenue Requirement (ARR) for Truing up of FY 2019-20 (Rs. Crores)

Particulars	Approved	Actual	Net Entitlement after sharing of gains/(losses)	Deviation
Operation & Maintenance Expenses	5.02	4.65	4.77	(0.25)
Depreciation	29.11	29.10	29.10	(0.01)
Interest on Long-term Loan	16.90	16.76	16.76	(0.13)
Interest on Working Capital	1.52	1.54	0.51	(1.01)
Income Tax Expense	6.09	5.97	5.97	(0.12)
Contribution to Contingency Reserves	1.38	1.38	1.38	0.00
Total Revenue Expenditure	60.01	59.40	58.50	(1.51)
Return on Equity Capital	21.46	21.46	21.46	(0.00)
Gross Aggregate Revenue Requirement	81.46	80.86	79.96	(1.51)
Less: Non-Tariff Income	0.91	0.91	0.91	(0.00)
Add: Incentive	0.00	0.46	0.46	0.46
Total Annual Revenue Requirement	80.56	80.41	79.51	(1.05)

1.2.3 Further For FY 2019-20, the ARR (Revenue) allowed to be recovered through transmission tariff is Rs. 80.07 Crs as per Case No. 167 of 2017 dated 12th September 2018 and as per Revision of Intra-State Transmission Tariff as per Order dated 12th September 2018 in Case No. 265 of 2018.

1.2.4 Considering the revenue recovered during the FY 2019-20 and ARR computed for truing up, the resultant revenue surplus is outlined below:

Table 2: Revenue Gap/(surplus) for FY 2019-20 (Rs. Crores)

Sl. No.	Particulars	FY 2019-20
1	Total ARR	79.51
2	ARR recovered through Transmission Tariff after adjustment of rebate	79.97
3	Revenue Gap / (Surplus)	(0.46)

1.3 True Up for FY 2020-21 and FY 2021-22

- 1.3.1 JPTL has calculated its ARR for Truing up of FY 2020-21 and FY 2021-22 whereby it has presented the actual cost based on audited annual accounts of the respective years viz., FY 2020-21 and FY 2021-22 and applied norms wherever applicable as per MERC (Multi Year Tariff) Regulations 2019.
- 1.3.2 The detailed comparison of various cost components with cost approved by the Hon'ble Commission vide MYT Order dated 30th March, 2020 in Case No. 294 of 2019 along with deviations, if any, has been presented in Chapter for True Up for FY 2020-21 and FY 2021-22.
- 1.3.3 Also, the past gap alongwith carrying cost, as approved in Case No. 294 of 2019 allowed to be recovered in FY 2020-21 has been included in total ARR of FY 2020-21 for truingup purpose.
- 1.3.4 A summary of the True Up for FY 2020-21 and FY 2021-22 with the approved ARR for is presented below:

Table 3: Annual Revenue Requirement (ARR) for Truing up of FY 2020-21 and FY 2021-22 (Rs. Crores)

Sl. No.	Particulars	Approved	Actual	Net Entitlement after sharing of gains / (losses)	Deviation	Approved	Actual	Net Entitlement after sharing of gains / (losses)	Deviation
		FY 2020-21				FY 2021-22			
1.	O&M Expenses	4.53	4.46	4.49	-0.05	4.69	4.43	4.51	-0.17
2.	Additional OPEX		0.20	0.20	0.20		0.20	0.20	0.20
3.	Depreciation	29.14	29.12	29.12	-0.02	29.19	29.13	29.13	-0.06
4.	Interest on Loan	14.27	13.51	13.51	-0.76	11.63	10.24	10.24	-1.39
5.	Interest on Working Capital	1.35	1.21	0.48	-0.87	1.41	1.26	1.13	-0.28
6.	Contribution to Contingency Reserves	1.38	1.38	1.38	0.00	1.39	1.38	1.38	-0.01
7.	Total Revenue Expenditure	50.67	49.68	49.03	-1.63	48.30	46.63	46.60	-1.70
8.	Return on Equity	23.56	26.07	26.07	2.50	23.63	25.41	25.41	1.78
9.	Gross ARR	74.23	75.75	75.10	0.87	71.92	72.04	72.00	0.08

Sl. No.	Particulars	Approved	Actual	Net Entitlement after sharing of gains / (losses)	Deviation	Approved	Actual	Net Entitlement after sharing of gains / (losses)	Deviation
		FY 2020-21				FY 2021-22			
10.	Less: Non-Tariff Income	1.01	1.01	1.01	0.00	1.12	1.10	1.10	-0.02
11.	Net ARR	73.21	74.74	74.10	0.87	70.80	70.94	70.91	0.10
12.	Add: Gap/ (Surplus) for FY 2017-18 - Case No. 294 of 2019	0.77	0.77	0.77	(0.00)				
13.	Add: Gap/ (Surplus) for FY 2018-19 - Case No. 294 of 2019	(7.04)	(5.09)	(5.09)	1.95				
14.	Add: Gap/ (Surplus) for FY 2019-20 - Case No. 294 of 2019	0.49	-	-	(0.49)				
15.	Carrying cost/ Holding Cost - as approved in Case No. 294 of 2019	(1.41)	(0.65)	(0.65)	0.76				
16.	Total Annual Revenue Requirement (ARR) including past gaps	66.02	69.77	69.12	3.09	70.80	70.94	70.91	0.10

1.3.5 Further For FY 2020-21 and FY 2021-22, the ARR (Revenue) allowed to be recovered through transmission tariff as per Case No. 294 of 2019 dated 30th March 2020 and as per Transmission Tariff of Intra-State Transmission System for 4th MYT Control Period for FY 2020-21 to FY 2024-25 as per Case No. 327 of 2019 dated 30th March 2020 has been considered for calculation of Revenue Gap.

1.3.6 Considering the past gaps and the revenue recovered during the FY 2020-21 and FY 2021-22, the revenue gap claimed by JPTL is outlined below and request the Hon'ble Commission to allow the same along with the carrying cost.

Table 4: Revenue Gap for FY 2020-21 and FY 2021-22 (Rs. Crores)

Sl. No.	Particulars	FY 2020-21	FY 2021-22
1	Total ARR	69.12	70.91
2	ARR recovered through Transmission Tariff after adjustment of rebate	65.94	70.71
3	Revenue Gap	3.18	0.19

1.4 Provisional True Up for FY 2022-23

1.4.1 As per MERC (Multi Year Tariff) Regulations, 2019, the Annual Revenue Requirement for JPTL for FY 2022-23 is summarized in the table below with the break-up of H1 (April 2022 to September 2022) and H2 (estimates for October 2022 to March 2023):

Table 5: Aggregate Revenue Requirement for FY 2022-23 (Rs. Crores)

Particulars	Approved	Actual H1	Estimated H2	Estimated
O&M Expenses	4.87	2.23	2.64	4.87
Additional OPEX		0.24	0.27	0.51
Depreciation	29.18	14.57	14.65	29.22
Interest on Long-term Loan Capital	8.90	3.95	3.95	7.90
Interest on Working Capital	1.38	0.68	0.68	1.37
Income Tax				
Contribution to contingency reserves	1.39	0.69	0.69	1.38
Total Revenue Expenditure	45.72	22.36	22.89	45.26
Return on Equity	23.63	11.81	11.81	23.62
Aggregate Revenue Requirement	69.35	34.18	34.71	68.88
Less: Non-Tariff Income	1.23	0.57	0.62	1.19
Net Aggregate Revenue Requirement	68.12	33.60	34.08	67.69

1.4.2 For FY 2022-23, the ARR (Revenue) allowed to be recovered through transmission tariff is Rs. 68.12 Crs as per Case No. 294 of 2019 dated 30th March 2020 and as per Transmission Tariff of Intra-State Transmission System for 4th MYT Control Period for FY 2020-21 to FY 2024-25 as per Case No. 327 of 2019 dated 30th March 2020.

1.4.3 Accordingly, based on the revised ARR proposed by JPTL for provisional truing up of FY 2022-23 and the approved revenue to be recovered, JPTL hereby submits the resultant Gap / (Surplus) as outlined below:

Table 6: Revenue Gap / Surplus for FY 2022-23

Particulars	FY 2022-23
Total ARR	67.69
ARR recovered through Transmission Tariff	68.12
Revenue Gap / (Surplus)	(0.43)

1.5 Mid Term Performance Review of FY 2023-24 and FY 2024-25

1.5.1 As per MERC (Multi Year Tariff) Regulations, 2019, the Annual Revenue Requirement for JPTL for FY 2023-24 and FY 2024-25, is summarized in the table below:

Table 7: Aggregate Revenue Requirement for MYT Control Period – FY 2023-24 and FY 2024-25
(Rs. Crores)

Particulars	Approved	Actual	Approved	Actual
	FY 2023-24		FY 2024-25	
O&M Expenses	5.07	5.67	5.27	5.27
Depreciation	29.19	29.45	29.18	29.70
Interest on Long-term Loan Capital	6.17	5.79	3.45	3.65
Interest on Working Capital	1.35	1.39	1.32	1.33
Contribution to contingency reserves	1.39	1.39	1.39	1.41
Total Revenue Expenditure	43.17	43.68	40.60	41.35
Return on Equity	23.63	23.89	23.63	24.15
Gross Aggregate Revenue Requirement	66.80	67.58	64.23	65.50
Less: Non-Tariff Income	1.33	1.30	1.44	1.40
Net Aggregate Revenue Requirement	65.46	66.28	62.79	64.10
Add: Gap/ (Surplus) for True-up for FY 2019-20		(0.46)		
Add: Gap/ (Surplus) for True-up for FY 2020-21		3.18		
Add: Gap/ (Surplus) for True-up for FY 2021-22		0.19		
Add: Gap/ (Surplus) for Provisional True-up for FY 2022-23		(0.43)		
Carrying Cost/ (Holding Cost) for FY 2019-20 to FY 2021-22		0.27		
Total Annual Revenue Requirement including past gaps	65.46	69.03	62.79	64.10

1.6 Prayers to Hon'ble Commission

1.6.1 The Applicant respectfully hereby submits the Revised Petition and prays that the Hon'ble Commission may:

- a. Admit the Petition for Approval of True Up of FY 2019-20 as per MYT Regulations, 2015, True-up of FY 2020-21 and FY 2021-22, Provisional Trueing up of FY 2022-23 and Mid Term Performance review of Aggregate Revenue Requirement for FY 2023-24 and FY 2024-25 as per MYT Regulations, 2019;
- b. Approve the True-up of ARR of JPTL including past gaps and incentive for higher Transmission availability for FY 2019-20 as per MYT Regulations, 2015;
- c. Approve the True-up of ARR of JPTL including performance based RoE for higher Transmission Availability for FY 2020-21 and FY 2021-22 as per MYT Regulations, 2019;
- d. Approve the Provisional True-up for FY 2022-23 as presented in this Petition as per MYT Regulations, 2019;
- e. Approve the Revised Annual Revenue Requirement for FY 2023-24 and FY

2024-25 as per MYT Regulations, 2019;

- f. To allow the overhauling cost and additional OPEX of the transmission system for the MYT Control Period in addition to normative O&M Expenses;
- g. To allow to claim the cost of the new insurance policy on the transmission assets at the time of true-up of FY 2023-24 and FY 2024-25;
- h. To allow the additional capitalisation as proposed by JPTL for FY 2023-24 and FY 2024-25;
- i. To allow the recovery of the past gaps in the transmission charges as submitted in the Petition;
- j. Condone any inadvertent omissions, errors, short comings and permit JPTL to add/ change/ modify/ alter this filing and make further submissions as may be required at a future date; and
- k. Pass such other and further Orders as deemed fit and proper in the facts and circumstances of the case;