

PUBLIC NOTICE
[Case No. 7 of 2016]
Suggestions/Objections on Adani Transmission (India) Limited's Petition for Truing-up for FY 2012-13, FY 2013-14 & FY 2014-15, Provisional Truing-up for FY 2015-16 and ARR forecast FY 2016-17 to FY 2019-20

- Adani Transmission (India) Limited (ATIL) has filed a Petition for Truing up for FY 2012-13, FY 2013-14 & FY 2014-15, Provisional Truing-up for FY 2015-16 and Annual Revenue Requirement (ARR) forecast for FY 2016-17 to FY 2019-20. The filing for the Truing-up for FY 2012-13, FY 2013-14 & FY 2014-15 and Provisional Truing up for FY 2015-16 is based on applicable provisions of the MERC (Multi Year Tariff) Regulations, 2011. The filing for the Control Period from FY 2016-17 to FY 2019-20 is based on the applicable provisions of the MERC (Multi Year Tariff) Regulations, 2015 and other relevant Regulations.
- The Commission has admitted the Petition on **18 March, 2016** and directed ATIL to publish a Public Notice under Section 64(2) of the Electricity Act, 2003 inviting Suggestions/Objections from the Public.
- The salient features of the Petition are provided below:

Table 1: Capitalisation for FY 2012-13, FY 2013-14 and FY 2014-15 (Rs. Crore)

Particulars	FY 2012-13		FY 2013-14		FY 2014-15	
	Approved in Case No. 190 of 2013	ATIL Petition (Actual)	Approved in Case No. 190 of 2013	ATIL Petition (Actual)	Approved in Case No. 190 of 2013	ATIL Petition (Actual)
Capitalisation	684.60	707.84	-	-	-	-

Table 2: True up for FY 2012-13, FY 2013-14 & FY 2014-15 (Rs. Crore)

Sr. No.	Particulars	FY 2012-13		FY 2013-14		FY 2014-15	
		Approved in Case No. 190 of 2013	ATIL Petition (Actual)	Approved in Case No. 190 of 2013	ATIL Petition (Actual)	Approved in Case No. 190 of 2013	ATIL Petition (Actual)
1	Operation & Maintenance Expenses	4.18	4.93	6.78	10.60	7.19	11.79
2	Depreciation Expenses	21.59	22.32	36.15	37.37	36.15	37.37
3	Interest on Long-term Loan Capital	35.31	38.03	53.64	55.77	49.22	50.89
4	Interest on Working Capital and on consumer security deposits	1.70	1.82	2.77	2.99	2.70	2.99
5	Other Expenses	-	-	-	-	-	1.27
6	Income Tax	4.56	4.56	8.44	9.12	8.44	10.77
7	Contribution to contingency reserves	1.02	1.06	1.71	1.77	1.71	1.77
8	Total Revenue Expenditure	68.37	72.71	109.48	117.62	105.40	116.86
9	Return on Equity Capital	19.01	19.66	31.83	32.91	31.83	32.91
10	Aggregate Revenue Requirement	87.39	92.37	141.32	150.53	137.24	149.77
11	Less: Non-Tariff Income	0.53	-	0.26	-	0.42	-
12	Less: Income from Other Business	-	-	-	-	-	-
13	Aggregate Revenue Requirement from Transmission Tariff	86.86	92.37	141.06	150.53	136.81	149.77

Table 3: Capitalisation for FY 2015-16 (Rs. Crore)

Particulars	FY 2015-16	
	Approved in Case No. 190 of 2013	ATIL Petition (Petitioned)
Capitalisation	-	-

Table 4: Provisional truing up of ARR for FY 2015-16 (Rs. Crore)

Sr. No.	Particulars	FY 2015-16	
		Approved in Case No. 190 of 2013	ATIL Petition (Estimated)
1	Operation & Maintenance Expenses	7.58	12.26
2	Depreciation Expenses	36.15	37.37
3	Interest on Long-term Loan Capital	44.81	46.33
4	Interest on Working Capital and on consumer security deposits	2.62	2.91
5	Other Expenses	-	0.71
6	Income Tax	8.44	10.77
7	Contribution to contingency reserves	1.71	1.77
8	Total Revenue Expenditure	101.30	112.13
9	Return on Equity Capital	31.83	32.91
10	Aggregate Revenue Requirement	133.14	145.04
11	Less: Non-Tariff Income	0.57	-
12	Less: Income from Other Business	-	-
13	Aggregate Revenue Requirement from Transmission Tariff	133.33	145.04

Table 5: Impact of truing up and related claims (Rs. Crore)

Sr. No.	Particulars	Formula	FY 2012-13	FY 2013-14	FY 2014-15
1	ARR approved in the MTR Order (Case No. 190 of 2013)	a	86.86	141.06	136.81
2	Approved Carrying Cost (Case No. 190 of 2013)	b	10.53	-	-
3	Incentive	c	1.65	2.27	2.67
4	Sub total	d = a+b+c	99.04	143.33	139.48
5	1/3rd Gain/(loss) on account of Controllable factor to be passed on to the consumers	e	-	-	-
6	Gain/(loss) on account of Uncontrollable factor to be passed on to the consumers	f	(5.54)	(9.48)	(12.95)
7	Trued up ARR	g = d-e-f	104.57	152.81	152.44
8	Additional Carrying Cost on account of revision in ARR/Staggered Recovery	h	3.18	4.00	4.35
9	Trued up ARR including total carrying cost	i = g+h	107.75	156.82	156.78
10	Less : Revenue Recovered/ Expected from TSUs	j	98.94	141.06	136.81
11	Net Revenue Gap/ (Surplus)	k = i-j	8.81	15.76	19.97

Table 6: Proposed Capitalisation for FY 2016-17 to FY 2019-20 (Rs. Crore)

Particulars	Ensuing Years			
	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20
Capitalisation	4.50	-	-	-

Table 7: Summary of Aggregate Revenue Requirement for FY 2016-17 to FY 2019-20 (Rs. Crore)

Sr. No.	Particulars	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20
1	Operation & Maintenance Expenses	12.99	13.77	14.58	15.45
2	Depreciation Expenses	37.49	37.61	37.61	37.61
3	Interest on Long-term Loan Capital	41.95	37.56	32.97	28.39
4	Interest on Working Capital and on consumer security deposits	2.12	2.10	2.07	2.05
5	Other Expenses	-	-	-	-
6	Income Tax	8.96	8.99	8.99	8.99
7	Contribution to contingency reserves	1.77	1.77	1.77	1.77
8	Total Revenue Expenditure	105.28	101.79	97.99	94.26
9	Return on Equity Capital	33.02	33.12	33.12	33.12
10	Aggregate Revenue Requirement	138.30	134.92	131.12	127.38
11	Less: Non-Tariff Income	0.42	0.56	0.70	0.84
12	Less: Income from Other Business	-	-	-	-
13	Aggregate Revenue Requirement from Transmission Tariff	137.88	134.36	130.42	126.55

- Copies of the following documents can be obtained on written request from the office of ATIL.
 - Executive Summary of the proposals (free of cost, in Marathi/English).
 - Detailed Petition documents along with CD (in English) (on payment of Rs. 150/- by Cash/DD) drawn on "Adani Transmission (India) Limited"
 - Detailed Petition documents (in English) (on payment of Rs. 100/-)
 - CD of detailed Petition document (in English) (on payment of Rs. 50/-).

Office	Address	Tele / Fax No.	Email
Registered office	Adani Transmission (India) Limited "Adani House" Near Mithakhali Six Roads, Navrangapura, Ahmedabad- 380009	Tele: +917925557634 Fax: +917925558758	Jignesh.langalia@adani.com

- The Commission has directed ATIL to invite suggestions/objections from the public on its Petition through this Notice. Suggestions/Objections may be submitted in English or in Marathi, in six (1+5) copies, to the Secretary, Maharashtra Electricity Regulatory Commission, 13th Floor, Centre No.1, World Trade Centre, Cuffe Parade, Mumbai-400 005, or by Fax or E-mail [Fax: 022 22163976, E-Mail: mercindia@merc.gov.in] by Monday 18 April, 2016, along with proof of service on ATIL [Jignesh Langalia, Adani Transmission (India) Limited, "Achalraj" Opposite Mayor Bungalow, Law Garden, Ahmedabad-380006, Fax No. 917925558758, E-mail Id: jignesh.langalia@adani.com], and should carry the full name, postal address and E-mail address, if any, of the sender. It should be indicated whether the objection is 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, in which case opportunity would be given by the Commission at the Public Hearing to be held at the Office of the Commission, 13th Floor, Centre No. 1, World Trade Centre, Cuffe Parade, Colaba, Mumbai-400005 on Wednesday 20 April, 2016 at 11.00 Hours, for which no separate notice will be given.
- ATIL shall reply to each of the Suggestions/ Objections received within three days of the receipt of its receipt, but not later than Wednesday 20 April, 2016 for all the suggestions/objections received till Monday 18 April, 2016. Rejoinders may be submitted on replies provided by ATIL either during the Public Hearing or by Tuesday 26 April, 2016.
- The detailed Petition document and the Summary are available on ATIL's website www.adanitransmission.com, and the Executive Summary is also available on the websites of the Commission www.mercindia.org.in/www.merc.gov.in in downloadable format (free of cost).

Signature:

Jignesh Langalia

Associate General Manager

Adani Transmission (India) Limited

Place: Ahmedabad, Gujarat

Date: ----- March, 2016