

THE TATA POWER COMPANY LIMITED - TRANSMISSION
“BOMBAY HOUSE”

24, Homi Mody Street, Mumbai - 400 001, India, Tel: (91 22) 6665 8282, Fax: (91 22) 6665 8801
Website: www.tatapower.com

PUBLIC NOTICE

**Inviting Suggestions / Objections on Tata Power Company Limited
(Transmission)’s Petition for Truing-up for FY 2014-15, Provisional Truing-up
for FY 2015-16 and ARR forecast for FY 2016-17 to FY 2019-20**

1. Tata Power Company Limited (TPC-T) has filed a Petition (Case No 22 of 2016) for Truing up for FY 2014-15, Provisional Truing-up for FY 2015-16 and Annual Revenue Requirement (ARR) forecast for FY 2016-17 to FY 2019-20 in respect of its Transmission Business in Maharashtra. The filing for the Truing-up for 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.
2. The Commission has admitted the Petition on **22 March, 2016** and directed TPC-T to publish a Public Notice under Section 64(2) of the Electricity Act, 2003 inviting Suggestions/Objections from the Public.
3. The salient features of the Petition are provided below:

Table 1: True up for FY 2014-15

(Rs. Crore)

Sr. No.	Particulars	FY 2014-15		
		Approved in Case No. 5 of 2015 (MTR)	TPC-T Petition	Net Entitlement after sharing of gains/(losses)
1	Operation & Maintenance Expenses	183.62	188.12	175.40
2	Depreciation	95.05	99.02	99.02
3	Interest on Long-term Loan Capital	84.52	94.05	94.05
4	Interest on Working Capital	13.81	16.73	16.73
5	Other Finance Charges	-	0.07	0.07
6	Contribution to Contingency Reserves	5.81	5.88	5.88
7	Income Tax	32.20	66.48	66.48
A	Total Revenue Expenditure	415.01	470.34	457.62
8	Add: Return on Equity	128.45	134.25	134.25
9	Add: Availability Incentive	0.00	8.60	8.60
B	Total Aggregate Revenue Requirement	543.46	613.19	600.48
10	Revenue from InSTS	683.42	683.40	683.40
11	Non-Tariff Income	18.24	14.50	14.50

Sr. No.	Particulars	FY 2014-15		
		Approved in Case No. 5 of 2015 (MTR)	TPC-T Petition	Net Entitlement after sharing of gains/(losses)
12	Income from Other Business	0.00	0.00	0.00
C	Total Revenue	701.66	697.90	697.90
D	Revenue Gap/(Surplus) = (B-C)	(158.20)	(84.71)	(97.43)

Table 2: Provisional Truing up for FY 2015-16

(Rs. Crore)

Sr. No.	Particulars	Approved in Case No. 5 of 2015 (MTR)	FY 2015-16 (Actual) H1	FY 2015-16 (Estimated) H2	FY 2015-16 (Estimated) Total
1	Operation & Maintenance Expenses	209.270	105.61	105.61	211.23
2	Depreciation	109.470	58.84	58.84	117.69
3	Interest on Long-term Loan Capital	93.760	54.49	54.49	108.98
4	Interest on Working Capital	10.890	6.21	6.21	12.43
5	Contribution to Contingency Reserves	6.510	3.53	3.53	7.07
6	Income Tax	32.20			101.98
A	Total Revenue Expenditure	462.101	228.69	228.69	559.37
7	Add: Return on Equity	140.90	75.24	75.24	150.49
B	Total Aggregate Revenue Requirement	603.01	303.94	303.94	709.86
8	Less: Non-Tariff Income	87.61	9.12	9.12	18.24
9	Less: Income from Other Business	0.00	0.00	0.00	0.00
10	Revenue from InSTS	349.97	270.18	174.96	445.14
C	Total Revenue	437.58	279.30	184.08	463.38
D	Provisional Revenue Gap/(Surplus) = (B-C)	165.43	24.64	119.86	246.48

Table 3: Capitalisation for FY 2014-15 and FY 2015-16

(Rs. Crore)

Particulars	FY 2014-15		FY 2015-16	
	Approved in Case No. 5 of 2014 (MTR)	TPC-T petition	Approved in Case No. 5 of 2014(MTR)	TPC-T petition
Capitalisation	280.75	481.26	254.92	221.13

Table 4: 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	204.70	263.14	298.5	216.38

Table 5: 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	189.78	204.97	225.84	244.75
2	Depreciation	122.94	134.74	147.74	156.50
3	Interest on Long-term Loan	112.10	115.89	121.89	124.95
4	Interest on Working Capital	15.81	14.73	16.02	17.32
5	Other Finance Charges	7.62	8.13	8.79	9.54
6	Contribution to Contingency Reserves	0.00	0.00	0.00	0.00
7	Income Tax	45.22	62.90	69.53	86.49
A	Total Revenue Expenditure	493.47	541.36	589.81	639.55
8	Return on Equity	160.39	171.27	184.32	196.29
B	Total Aggregate Revenue Requirement	653.86	712.63	774.14	835.84
	Revenue other than from InSTS Tariff				
9	Non-Tariff Income	16.83	18.11	19.49	20.97
10	Income from Other Business	-	-	-	-
C	Total Revenue	16.83	18.11	19.49	20.97
D	ARR (B - C)	637.03	694.52	754.65	814.87
11	Total past recovery allowed along with carrying cost upto FY 2015-16	-7.23			
12	Gap / (Surplus) for FY 2014-15	-97.43			
13	Gap / (Surplus) for FY 2015-16	246.48			
14	Additional Recovery on account of capitalisation considered for FY 2013-14	3.37			
E	Past Recoveries upto FY 2015-16	145.18			
F	Net Aggregate Revenue Requirement (D+E)	18.21			
G	Net Aggregate Revenue Requirement (D+E+F)	800.43	694.52	754.65	814.87

4. Copies of the following documents can be obtained on written request from the office of TPC-T.
 - a. Executive Summary of the proposals (free of cost, in Marathi/English).
 - b. Detailed Petition documents along with CD (in English) (on payment of Rs. 150/- by Cash/DD) drawn on “**The Tata Power Company Limited**” payable at Mumbai.
 - c. Detailed Petition documents (in English) (on payment of Rs. 100/-).
 - d. CD of detailed Petition document (in English) (on payment of Rs. 50/-).

Office	Address	Tele / Fax No./ E-Mail Id
Registered Office	Mr. Uday Bhide, The Tata Power Company Ltd, Bombay House, 24, Homi Mody Street, Fort, Mumbai 400 001	Tel: (91 22) 6717 1032 E-Mail Id: uvbhide@tatapower.com
Head Office	Mr. S K Raphel, The Tata Power Company Limited, Corporate Finance & Accounts, 'B' Block, 6th Floor, Carnac Receiving Station, 34 Sant Tukaram Road, Carnac Bunder,	Tel: (91 22) 6717 1608 E-Mail Id: skraphel@tatapower.com

Office	Address	Tele / Fax No./ E-Mail Id
	Mumbai 400 009	
Dharavi	Mr. Manoj Kapse, The Tata Power Company Ltd., Near Shalimar Industrial. Estate, Matunga (West), Mumbai 400 019.	Tel: (91 22) 6717 2704 E-Mail Id: mtkapse@tatapower.com

5. The Commission has directed TPC-T 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-400005**, or by Fax or E-mail [Fax: 022 22163976, E-Mail Id: mercindia@merc.gov.in] by **Monday 18 April, 2016** along with proof of service on TPC-T [Shri Bhaskar Sarkar, Head -Business Strategy & Regulations, MO, Corporate Regulation-Mumbai Office, The Tata Power Company Limited, Near Shalimar Industrial Estate, Matunga (West), Mumbai 400 019. Tel/Fax No.: (91 22) 6717 2628, E-Mail Id: bhaskar.sarkar@tatapower.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 11.30 Hours**, for which no separate notice will be given.
6. TPC-T shall reply to each of the Suggestions/ Objections received within three days 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 TPC-T either during the Public Hearing or by **Tuesday 26 April, 2016**.
7. The detailed Petition document and the Executive Summary are available on TPC-T's website www.tatapower.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)

Place: Mumbai
Date: __ April, 2016

Signature:
Name: Bhaskar Sarkar
Designation: Head -Business Strategy & Regulations, MO
The Tata Power Company Limited