

THE TATA POWER COMPANY LIMITED

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TATA POWER

Website: www.tatapower.com CIN: L28920MH1919PLC000567



PUBLIC NOTICE

Inviting Suggestions/Objections on Petition of The Tata Power Company Limited – Transmission for Truing up for FY 2015-16 & FY 2016-17, Provisional Truing up for FY 2017-18 and Revised ARR forecast from FY 2018-19 to FY 2019-20. [Case No. 204 of 2017]

- The Tata Power Company Limited (Tata Power-T) has filed a Mid Term Review (MTR) Petition for 3rd control period for approval of Truing up of Aggregate Revenue Requirement (ARR) for FY 2015-16 and FY 2016-17, Provisional Truing up of FY 2017-18 and approval of revised ARR for FY 2018-19 and FY 2019-20. The filing for Truing up for FY 2015-16 is based on applicable provisions of MERC (Multi Year Tariff) Regulations, 2011. The filing for Truing up for FY 2016-17, Provisional Truing up of FY 2017-18 and revised ARR for FY 2018-19 and FY 2019-20 is based on applicable provisions of MERC (Multi Year Tariff) Regulations, 2015 and other relevant Regulations.
- The Commission has admitted the Petition on **15 June, 2018** and directed Tata Power-T to publish a Public Notice under Section 64(2) of the Electricity Act, 2003 inviting suggestions/objections from the public through this notice.
- The salient features of the Petition are provided below:

Table 1: True up for FY 2015-16

(Rs. Crore)

Sr.No.	Particulars	FY 2015-16		
		Approved in Case No. 22 of 2016 (MYT)	Tata Power-T Petition	Net Entitlement of after sharing gains/(losses)
1	Operation & Maintenance Expenses	197.87	197.23	184.36
2	Depreciation	115.21	118.56	118.56
3	Interest on Long-term Loan Capital	101.16	103.67	103.67
4	Interest on Working Capital	11.79	11.81	11.81
5	Other Finance Charges	0.00	0.03	0.03
6	Contribution to Contingency Reserves	6.83	6.88	6.88
7	Income Tax	66.74	34.04	34.04
A	Total Revenue Expenditure	499.60	472.21	459.34
8	Add: Return on Equity	146.46	148.13	148.13
9	Add: Incentive	0.00	6.88	6.88
B	Total Aggregate Revenue Requirement	646.05	627.22	614.35
10	Revenue from InSTS	445.14	445.19	445.19
11	Non-Tariff Income	111.30	108.20	108.20
12	Income from Other Business	0.00	0.00	0.00
C	Total Revenue	556.44	553.39	553.39
D	Revenue Gap/(Surplus) = (B-C)	89.62	73.84	60.97

Table 2: True up for FY 2016-17

(Rs. Crore)

Sr.No.	Particulars	FY 2016-17		
		Approved in Case No. 22 of 2016 (MYT)	Tata Power-T Petition	Net Entitlement of after sharing gains/(losses)
1	Operation & Maintenance Expenses	179.18	177.38	170.81
2	Depreciation	117.59	131.06	131.06
3	Interest on Long-term Loan Capital	103.08	104.75	104.75
4	Interest on Working Capital	12.41	11.08	12.85
5	Other Finance Charges	0.00	0.03	0.03
6	Contribution to Contingency Reserves	7.43	7.47	7.47
7	Income Tax	66.74	23.67	23.67
A	Total Revenue Expenditure	486.44	455.44	450.63
8	Add: Return on Equity	155.38	157.10	157.10
9	Add: Incentive	0.00	3.61	3.61
B	Total Aggregate Revenue Requirement	641.82	616.14	611.33
10	Revenue from InSTS	624.99	509.07	509.07
11	Non-Tariff Income	16.83	16.89	16.89
12	Income from Other Business	0.00	0.00	0.00
C	Total Revenue	641.82	525.97	525.97
D	Revenue Gap/(Surplus) = (B-C)	-	90.18	85.37

Table 3 : Provisional Truing up for FY 2017-18

(Rs. Crore)

Sr.No.	Particulars	Approved in Case No. 22 of 2016 (MYT)	FY 2017-18 Total (Estimated)
1	Operation & Maintenance Expenses	193.79	204.84
2	Depreciation	127.89	142.37
3	Interest on Long-term Loan Capital	104.88	108.35
4	Interest on Working Capital	14.04	12.52
5	Contribution to Contingency Reserves	7.79	8.04
6	Income Tax	66.74	23.67
A	Total Revenue Expenditure	515.14	499.79
7	Add: Return on Equity	164.66	169.18
B	Total Aggregate Revenue Requirement	679.79	668.97
8	Non-Tariff Income	18.11	18.11
9	Income from Other Business	0.00	0.00
10	Revenue from InSTS	661.68	661.68
C	Total Revenue	679.79	679.79
D	Revenue Gap/(Surplus) = (B-C)	0.00	-10.82

Table 4: Capitalisation for FY 2015-16 to FY 2019-20

(Rs. Crore)

Particulars	FY 2015-16		FY 2016-17		FY 2017-18		FY 2018-19		FY 2019-20	
	Approved in Case No. 22 of 2016 (MYT)	Tata Power-T petition	Approved in Case No. 22 of 2016 (MYT)	Tata Power-T petition	Approved in Case No. 22 of 2016 (MYT)	Tata Power-T petition	Approved in Case No. 22 of 2016 (MYT)	Tata Power-T petition	Approved in Case No. 22 of 2016 (MYT)	Tata Power-T petition
Capitalisation	238.58	266.96	145.36	187.53	253.45	245.45	249.53	334.40	149.63	456.64

Table 5: Summary of Aggregate Revenue Requirement for FY 2018-19 and FY 2019-20

(Rs. Crore)

Sr.No.	Particulars	FY 2018-19	FY 2019-20
1	Operation & Maintenance Expenses	223.36	244.97
2	Depreciation	154.72	171.58
3	Interest on Long-term Loan	114.03	125.89
4	Interest on Working Capital	15.01	14.68
5	Other Finance Charges	0.00	0.00
6	Contribution to Contingency Reserves	8.66	9.49
7	Income Tax	23.67	23.67
A	Total Revenue Expenditure	539.45	590.28
8	Return on Equity	182.67	201.06
B	Total Aggregate Revenue Requirement	722.11	791.34
9	Non-Tariff Income	19.49	20.97
C	Total Revenue	19.49	20.97
D	Net Aggregate Revenue Requirement (B-C)	702.62	770.37
E	Past Recoveries	137.04	-
	Total ARR	839.66	770.37

- Copies of the following documents can be obtained on written request from the office of Tata Power-T:
 - Executive Summary of the petition (free of cost, in Marathi/English).
 - Detailed Petition documents along with CD (in English) (On payment of Rs. 150/- by Cash/DD/Cheque) drawn on "The Tata Power Company Limited" payable at Mumbai.
 - Detailed Petition Documents (in English) (on payment of Rs. 100/-).
 - CD of detailed Petition document (in English) (on payment of Rs. 50/-)

Office	Address	Telephone No./ Fax No.
Fort Office	Mr. Gaurav Lodha, The Tata Power Company Ltd, 2nd floor, Fort House, D N Road, Fort, Mumbai 400 001	Tel: (91 22) 6717 1055
Head Office	Mr. S A Desai, The Tata Power Company Limited, Corporate Finance & Accounts, 'B' Block, 5th Floor, Carnac Receiving Station, 34 Sant Tukaram Road, Carnac Bunder, Mumbai 400 009	Tel: (91 22) 6717 1540
Dharavi	Mr. Tushar Dhande, The Tata Power Company Ltd., Near Shalimar Industrial Estate, Matunga (West), Mumbai 400 019.	Tel: (91 22) 6717 2508
Borivali	Mr. Nilesh Kekane, The Tata Power Company Ltd., Borivali Receiving Station, Tata Power House Road, Borivali East Mumbai 4000 66.	Tel: (91 22) 6717 3524

- The Commission has directed Tata Power-T to invite suggestions/objections from the public on the above Petition through this Notice. **The suggestion/objections may be submitted to the Commission in 6 (1+5 copies), by post/courier/by hand; or by fax (No. 022- 22163976) or E-mail (mercindia@merc.gov.in), addressed to the Secretary, Maharashtra Electricity Regulatory Commission, 13th Floor, Centre No.1, World Trade Centre, Cuffe Parade, Mumbai-400 005 by Wednesday 11 July, 2018** along with proof of service on Shri Bhaskar Sarkar (Chief Regulatory, The Tata Power Company Ltd., Backbay Receiving Station, 148 Lt. Gen J Bhonsale Marg, Nariman Point Mumbai 4000 21, email: bhaskarsarkar@tatapower.com, Tel: (91 22 6717 2901)
- The Suggestions/ Objections may be filed in English or in Marathi and should mention the full name, postal address and e-mail address, if any, of the sender. It should be indicated whether the Suggestion/ 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 office of the **Maharashtra Electricity Regulatory Commission, 13th Floor, Centre No.1, World Trade Centre, Cuffe Parade, Mumbai-400005 on Tuesday, 24 July 2018 at 10:00 Hrs.**, for which no separate notice will be given.
- Tata Power-T shall reply to each of the suggestions/ objections received within three days of the receipt of the same, but not later than **Monday, 16 July, 2018**, in respect of all suggestions/ objections received till **Wednesday, 11 July, 2018**. Rejoinders may be submitted on replies provided by Tata Power-T either during the Public Hearing or by **Friday, 27 July, 2018**.
- The detailed Petition document and the Executive Summary are available on Tata Power-T's Website (<https://www.tatapower.com/corporate/regulatory/regulatory-mumbai.aspx>). The Executive Summary is also available on the Commission's websites (www.mercindia.org.in/ www.merc.gov.in) in downloadable format (free of cost)

Place : Mumbai
Dated : Tuesday 19 June, 2018

Sd/-
(Bhaskar Sarkar)
Chief Regulatory
The Tata Power Company Limited