



DAMODAR VALLEY CORPORATION
COMMERCIAL DEPARTMENT
DVC TOWERS : V I P ROAD ,KOLKATA- 700 054.

Tel. No: 033-2355-7041/6041

FAX: 033-2355-2129

Ref No.: Coml/Tariff /Objection- JBVNL/360

Date: 25.08.2020

To
The Secretary
Jharkhand State Electricity Regulatory Commission
New Police Line Road, Opposite to C.M.House
Kanke Road, Ranchi-834008
Phone No. - 0651-2285906 & Fax No. - 0651-2285907

Sub: Reply on the Comments/Objection/Suggestions made in the public hearing conducted by Hon'ble JSERC on 17th and 18th August 2020 related to DVC's tariff applications.

Sir,

Attached please find the response from Damodar Valley Corporation (DVC) on the Comments / Objections / Suggestions made during the instant public hearing conducted by Hon'ble Jharkhand State Electricity Regulatory Commission (JSERC) related to DVC's tariff applications.

Encl: As stated

Yours faithfully

(M.C. Rakshit)

Chief Engineer (Commercial)

Copy to:

1. The General Manager (C&R) , Jharkhand Bijli Vitran Nigam Ltd., Engineer's Building, Dhurwa, RANCHI-834001, JHARKHAND
E-mail cecr2018@gmail.com, rishi.jseb@gmail.com,
Attn. – Shri. Rishi Nandan, GM.

DVC's responses to the Respondents' objections raised at the public hearing conducted by Hon'ble JSERC on 17.08.2020 and 18.08.2020 in respect of trueing-up for FY 2017-18 and FY 2018-19, APR for FY 2019-20 and ARR & Tariff for FY 2020-21 for DVC's distribution and retail supply activity in the State of Jharkhand.

A. Responses to objections raised by JBVNL:

1. **Objection:** Where is the accounting done for the Standby charges and DSM charges and respective units billed to JBVNL by DVC?

DVC's reply:

Computation of Standby charges and DSM charges are guided by the CERC Regulations. Also the tariffs for DVC's generating stations and T&D system are determined by CERC. Therefore the Standby and DSM charges are not related to DVC's distribution activity. If JBVNL has any specific contention in this matter, the same may be taken up bilaterally or CERC may be approached for the same.

2. **Objection:** Hon'ble JSERC may allow the revenue gap / surplus for the past period.

DVC's reply:

- i. DVC has already settled its past dues with JBVNL up to Sep 2015 under UDAY scheme. As such DVC has no more pending dues with JBVNL for the period FY 2006-07 to FY 2014-15 to be settled further.
- ii. Yearly sale to JBVNL (erstwhile JSEB) during the period FY 2006-07 to FY 2015-16 was around 40% of total distribution sale of DVC in the Jharkhand. Therefore, revenue gap / surplus for the past period is to be determined by Hon'ble JSERC after deducting JBVNL's share of ~40%. Otherwise



DVC will be subjected to payment of twice the amount payable to JBVNL.

- iii. DVC has already submitted a road map for adjustment of revenue gap / surplus for the period FY 2006-07 to FY 2014-15 before Hon'ble JSERC on 31.07.2019. There DVC has requested for determination of category-wise retail tariff for FY 2006-07 to FY 2011-12 and revision of bills preferred earlier, with resulting refund / recovery from each and every consumer (except JBVNL) along with 6% yearly simple interest in terms of Hon'ble APTEL's judgment dt. 10.05.2010 in appeal no. 146 of 2009.

