

JHARKHAND STATE ELECTRICITY REGULATORY COMMISSION**RANCHI**

Case No. 02 of 2006-07

Jharkhand State Electricity Board (JSEB), Ranchi Applicant

CORAM

Shri S.K.F. KUJUR, Chairman

Smt. S. SINHA, Member (Legal)

IN THE MATTER OF

Approval of ARR and tariff revision for distribution of electricity along with general terms and conditions of supply for the year 2006-07.**ORDER**

(2.8.2006)

The petition of the Jharkhand State Electricity Board for approval of Aggregate Revenue Requirements and tariff revision for distribution of electricity along with general term and condition of supply of JSEB for the year 2006-07 was received on 1st of August 2006.

Perused the petition.

The applicant has stated in para 1 of the petition that the Jharkhand State Electricity Board (“Board”) is a statutory body engaged in the electricity generation, transmission and distribution in the State of Jharkhand. This submission appears to be incorrect. As per the orders of the Government of Jharkhand as well as Government of India, JSEB has been allowed to function as State Transmission Utility and a Licensee till 9th October 2006. None of these two is statutory body. In view of this it is clear that the Board is functioning as two entities i.e. State Transmission Utility

(STU) and a Licensee. Further, with effect from 10th of October 2006 the “Board” has to be unbundled in three entities i.e. Generation, Transmission and Distribution Companies apart from the Holding Company. The Commission determines the tariff separately for generation, transmission and distribution and as such the present petition should be in three parts separately i.e. for generation, transmission and distribution. The “Board” can segregate the expenditure for these three entities. But they can submit the certified accounts for combined entities to back up the figures in the petition.

Keeping the above in view the present petition of the “Board” cannot be accepted and needs to be revised. The “Board” is asked to file revised petition separately for Generation, Transmission and Distribution of electricity within 15 days of the receipt of communication.

Sd/-S. Sinha

Sd/- S.K.F. Kujur

Member (Legal)

Chairman