



झारखण्ड राज्य विद्युत नियामक आयोग JHARKHAND STATE ELECTRICITY REGULATORY COMMISSION

JSERC/Case (Tariff) No.06 of 2023/ 336

Date: 26th September 2023

To

Shri Kunal Ranjan Sinha
General Manager (Technical)
Jharkhand Urja Utpadan Nigam Limited (JUUNL)
Engineering Building H.E.C
Dhuwa, Ranchi - 834004

Sub: Additional data requirement pertaining to deficiencies observed in the Petition for Truing up of FY 2016-17 to FY 2020-21, approval of Business Plan and Aggregate Revenue Requirement and Tariff Determination for MYT Control period FY 2021-22 to FY 2025-26 of Jharkhand Urja Utpadan Nigam Limited (JUUNL) – Regarding thereof.

Sir,

Please find enclosed a copy of Order dated 26.09.2023 passed by the Commission in Case (Tariff) No. 06 of 2023 along with office report dt. 26.09.2023 pointing out some discrepancies in the petition as cited.

A compliance report to this effect removing the discrepancies together with required additional data may please be sent within two weeks as order.

Thanking you.

Yours faithfully,

Rajendra

(R. R. Nayak)

Secretary

**JHARKHAND STATE ELECTRICITY REGULATORY COMMISSION
RANCHI**

FORM OF PROCEEDING

Case (Tariff) No. 06 of 2023

Jharkhand Urja Utpadan Nigam Limited (JUUNL)

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Petitioner

Sl. No.	Date of proceeding	Proceedings of the Commission with signature	Office action taken with date
1	2	3	4
2.	26.09.2023	<p>The petition dated 01.09.2023 for Truing up of FY 2016-17 to FY 2020-21, approval of Business Plan and Aggregate Revenue Requirement and Tariff Determination for MYT Control period FY 2021-22 to FY 2025-26 of the petitioner - JUUNL has been scrutinized and several deficiencies/ discrepancies have been pointed out as shown in the office report dated 26.09.2023.</p> <p>The petitioner is directed to meet the deficiency and remove the defects within two weeks.</p> <p>Put on receipt of replies.</p> <p style="text-align: center;">Sd/- Sd/- Sd/- Member (T) Member (L) Chairperson</p>	



Office Report

The petition dated 01.09.2023 for Truing up of FY 2016-17 to FY 2020-21, approval of Business Plan and Aggregate Revenue Requirement and Tariff Determination for MYT Control period FY 2021-22 to FY 2025-26 of the petitioner - JUUNL has been scrutinized and several deficiencies/ discrepancies have been found in the petition as indicated below:

Note on Discrepancies/Data gaps in respect of True-Up for FY 2016-17 to FY 2020-21, Business Plan, MYT tariff for Control Period FY 2021-22 to FY 2025-26, filed by Jharkhand Urja Utpadan Nigam Limited (JUUNL).

True-up of FY 2016-17 to FY 2020-21

1. The Petitioner is required to submit Fixed Asset Register till date.
2. The Petitioner is required to submit the SLDC report on plant availability for FY 2016-17 to FY 2020-21.
3. As per para 2.7, the Petitioner is required to submit the meteorological report in support of low rainfall leading to shortfall of PAF for FY 2016-17.
4. The Petitioner is required to submit the justification of sharp increase in the A&G, Employee cost as compared to MYT order dated 25/09/2018.
5. As per table 6 of the Petition, the Petitioner has claimed Normative Interest on Loan rate of 14.75% (SBIPLR). However, in accordance with clause 7.23 of JSERC (Generation Tariff) Regulation, 2015 the Interest Rate to be allowed, as SBI Base Rate plus 200 basis points. In this regard, the Petitioner is required to provide necessary justification.
6. The Petitioner is required to furnish before the Commission supporting document for consideration of design energy as specified by BHEL.
7. As per Table 18 of the Petition, the Petitioner has not considered the closing value of Revenue Gap/(Surplus) for FY 2015-16 approved by the Commission vide order dated September 25, 2018 while calculating the Revenue Gap/(Surplus) for FY 2016-17. In this regard the Petitioner is required to provide proper justification.

Tariff petition for MYT Control Period of FY 2021-22 to FY 2025-26

1. It is observed that the petitioner while calculating the inflation factor has wrongly considered CPI for FY 2020-21. In this context, the petitioner is required to submit the corrected value of inflation factor.
2. As per para 4.7, the petitioner has projected an increment of 8% in DA for **Jharkhand Government** employees annually. As such, the Petitioner is required to furnish the supporting documents for the same.
3. It is observed that the petitioner has considered the normative Loan rate as 9.55% instead of 9% (i.e. Bank rate plus 200 basis points). In this regard the Petitioner is required to provide justification to substantiate its projection.
4. It is observed that the Petitioner has considered Rate on Interest on Working Capital as 13.60% for entire control period instead of 10.5% (i.e. 1 Year MCLR plus 350 basis points). In this regard, the Petitioner is required to provide necessary justification.

Rajendra
Secretary