

Meghalaya Power Transmission Corporation Limited (MePTCL) & State Load Despatch Centre (SLDC)

PUBLIC NOTICE

Suggestions/ Objections on:

Meghalaya Power Transmission Corporation Limited (MePTCL) petition for (a) Truing up of Transmission Business for FY 2013-14, provisional truing up of Transmission Business for FY 2014-15 and revision of Transmission Tariff and Open Access Charges for FY 2016-17;

(b) Approval of Business Plan of MePTCL for the Control Period FY 2015-16 to FY 2017-18
and

(c) State Load Despatch Centre (SLDC) for Truing up of SLDC for FY 2013-14, provisional truing up of SLDC for FY 2014-15 and revision of SLDC Charges for FY 2016-17

Meghalaya Power Transmission Corporation Limited (MePTCL) and State Load Despatch Centre (SLDC) of Meghalaya have filed Petitions for (a) Truing up of Transmission Business for FY 2013-14, provisional truing up of Transmission Business for FY 2014-15 and revision of Transmission Tariff and Open Access Charges for FY 2016-17, (b) Approval of Business Plan of MePTCL for the Control Period FY 2015-16 to FY 2017-18 and (c) Truing up of SLDC for FY 2013-14, provisional truing up of SLDC for FY 2014-15 and revision of SLDC Charges for FY 2016-17 before the Hon'ble Meghalaya Electricity Regulatory Commission (MSERC) as per Regulation 15 of the MSERC (Terms and Conditions for Determination of Tariff) Regulations, 2011, Regulation 4, 6, 7 & 11 of MSERC (Multi Year Tariff) Regulations, 2014, Section 4(10) of the Meghalaya State Electricity Regulatory Commission (Levy and Collection of State Load Despatch Centre Fees and Charges) Regulations, 2009 and the Electricity Act, 2003. The Hon'ble Commission has admitted the Petitions on **10th February 2016**.

MePTCL and SLDC, under instructions of the Hon'ble Commission and in accordance with the provisions of Section 64 (2) of the Electricity Act 2003, Regulation 18 of the MSERC (Terms and Conditions for Determination of Tariff) Regulations, 2011 and Regulation 15 of the MSERC (Conduct of Business) Regulations, 2006, hereby publishes an abridged version of the Petitions for (a) Truing up of Transmission Business for FY 2013-14, provisional truing up of Transmission Business for FY 2014-15 and revision of Transmission Tariff and Open Access Charges for FY 2016-17, (b) Approval of Business Plan of MePTCL for the Control Period FY 2015-16 to FY 2017-18 and (c) Truing up of SLDC for FY 2013-14, provisional truing up of SLDC for FY 2014-15 and revision of SLDC Charges for FY 2016-17. Objections, suggestions and comments are invited from consumers, government departments, individuals and other stakeholders on this Petition. The submission shall be made in English, mentioning the full name, postal address and e-mail address, if any, of the sender and sent to the **Secretary, Meghalaya State Electricity Regulatory Commission** at the following address or by e-mail at secy.mserec-meg@nic.in on or before **13th March 2016**.

New Administrative Building, 1st Floor Left Wing,
Lower Lachumiere, Shillong-793001,
East Khasi Hills District, Meghalaya.

A copy of the above may also be endorsed to the undersigned at following addresses for Transmission and SLDC respectively:

Superintending Engineer (Elect – II)
Office of the Director (Transmission),
MePTCL Lumjingshai, Shillong-793001.

and

Executive Engineer (Market Operations)
State Load Despatch Centre
132kV NEHU Grid Sub-Station Complex
Shillong – 793022

1. The salient features of the Petition are as follows:

a) True-up of Annual Revenue Requirement (ARR) of MePTCL for Financial Year (FY) 2013-14 (in Rs. Cr.)

Sl. No.	Particulars	MSERC Approved	MePTCL Actuals	Gain/(Loss)	Gains to be Retained (35%)	Deposit to Contingency Reserve Fund (30%)	Gains to be Passed on (35%)	Losses to be Passed on	Net Surplus/(Gap) to be Passed on
1	Return on Equity (RoE)	9.43	46.75	(37.32)	-	-	-	(37.32)	(37.32)
2	Operation and Maintenance Expenses								
i	Employee Expenses	36.17	43.76	(7.59)	-	-	-	(7.59)	(7.59)
ii	R&M Expenses	4.29	3.24	1.06	0.37	0.32	0.37	-	0.37
iii	A&G Expenses	2.81	2.54	0.27	0.09	0.08	0.09	-	0.09
3	Interest and Finance charges (including IWC)	2.06	2.66	(0.60)	-	-	-	(0.60)	(0.60)
4	Depreciation	5.77	17.33	(11.56)	-	-	-	(11.56)	(11.56)
5	Taxes on Income	-	-	-	-	-	-	-	-
6	Annual License Fee	0.03	0.04	(0.01)	-	-	-	(0.01)	(0.01)
7	SLDC charges	1.31	1.31	-	-	-	-	-	-
	Total Annual Expenditure	61.87	117.64						
8	Less : SLDC ARR	2.62	2.01	(0.61)	-	-	-	(0.61)	(0.61)
9	Revenue from Tariff	58.32	62.56	4.24	1.48	1.27	1.48	-	1.48
10	Other Income	0.93	4.61	3.68	1.29	1.10	1.29	-	1.29
	Net Surplus/(Deficit)	-	(51.77)		3.24	2.77			(54.46)

b) Provisional True-up of Annual Revenue Requirement (ARR) of MePTCL for Financial Year (FY) 2014-15 (in Rs. Cr.)

Sl. No.	Particulars	MSERC Approved	MePTCL Actuals	Gain/(Loss)	Gains to be Retained (35%)	Deposit to Contingency Reserve Fund (30%)	Gains to be Passed on (35%)	Losses to be Passed on	Net Surplus/(Gap) to be Passed on
1	Return on Equity (RoE)	9.43	51.45	(42.02)	-	-	-	(42.02)	(42.02)
2	Interest on Loan capital	-	-	-	-	-	-	-	-
3	Operation and Maintenance Expenses								
i	Employee Expenses	36.27	49.40	(13.13)	-	-	-	(13.13)	(13.13)
ii	R&M Expenses	3.85	2.78	1.07	0.37	0.32	0.37	-	0.37
iii	A&G Expenses	2.50	5.22	(2.72)	-	-	-	(2.72)	(2.72)
4	Interest and Finance Charges (including IWC)	2.93	3.03	(0.10)	-	-	-	(0.10)	(0.10)
5	Depreciation as may be allowed	21.62	18.20	3.42	1.20	1.03	1.20	-	1.20
6	Taxes on Income	-	-	-	-	-	-	-	-
7	Annual License Fee	0.03	0.04	(0.01)	-	-	-	(0.01)	(0.01)
8	SLDC charges	1.17	1.17	-	-	-	-	-	-
	Total Annual Expenditure	77.80	131.29						
9	Less : SLDC ARR	2.34	2.51	0.17	-	-	-	-	0.17
10	Revenue from Tariff	72.79	81.90	9.11	3.19	2.73	3.19	-	3.19
11	Other Income	2.66	8.10	5.44	1.90	1.63	1.90	-	1.90
	Net Surplus/(Deficit)	-	(38.78)			5.71			(51.15)

c) Proposed revised Transmission Tariff for FY 2016-17

Particulars	Amount (Rs. Cr.)
Projected ARR of FY 2016-17	211.69
Gap carried forward from the True up of FY 2013-14 & FY 2014-15	105.61
Revised ARR of FY 2016-17	317.30
Monthly Transmission Charges payable by MePDCL for FY 2016-17	26.44

d) Proposed Open Access Charges for FY 2016-17

Particulars	Amount
Revised ARR of FY 2016-17 (Rs. Cr.)	317.30
Energy to be Handled by MePTCL in FY 2016-17 (MUs)	1521.21
Average Load (MW)	173.65
Open Access Charges for FY 2016-17 (Rs./MW/Day)	50,059.85

e) Business Plan of MePTCL for the Control Period FY 2015-16 to FY 2017-18

Schemes	Project Cost (Rs. Cr)	Funding Pattern (Rs. Cr)		
		Loan	Grant	Equity
New Schemes				
Construction/ Upgradation of Transmission lines	224.64	35.96		188.68
Construction/ Upgradation of Substations	119.52	11.952		107.568
System Protection, Control system, metering etc.	73.63	7.363		66.267
Scheme funded by Power System Development Fund	69.19		69.19	
NER Power system Improvement Project	598.7	29.9	568.8	
Ongoing/ Completed Schemes				
Construction/ Upgradation of Transmission lines	162.56	17.676		144.875
Construction/ Upgradation of Substations	206.01	31.861		174.149
System Protection, Control system, metering	7.61	0.761		6.849
Total	1461.89	135.514	637.984	688.384

f) True-up of Annual Revenue Requirement (ARR) of SLDC for Financial Year (FY) 2013-14 (in Rs. Cr.)

Sl. No.	Particulars	MSERC Approved	SLDC Actuals
1	Employees cost	0.92	1.04
2	A & G cost	0.15	0.10
3	R & M expenses	0.82	0.78
4	Depreciation	0.02	0.02
5	Interest & Finance charges	-	-
6	Interest on working capital	0.05	0.05
7	Return on equity	0.02	0.02
8	Additional provision for creation of infrastructure	1.00	-
	Total Expenditure	2.98	2.01
9	Revenue from Tariff	2.62	2.62
10	Other income	0.36	0.00
11	Total Income	2.98	2.62
	Net Surplus/(Deficit)	-	0.61

g) Provisional True-up of Annual Revenue Requirement (ARR) of SLDC for Financial Year (FY) 2014-15 (in Rs. Cr.)

Sl. No.	Particulars	MSERC Approved	SLDC Actuals
1	Employees cost	1.15	1.17
2	A & G cost	0.20	0.08
3	R & M expenses	0.82	1.09
4	Depreciation	0.12	0.12
5	Interest & Finance charges	-	-
6	Interest on working capital	0.03	0.03
7	Return on equity	0.02	0.02
8	Total Expenditure	2.34	2.51

9	Revenue from Tariff	2.34	2.34
10	Other income	-	-
11	Total Income	2.34	2.34
	Net Surplus/(Deficit)	-	(0.17)

h) Proposed ARR to be recovered in Financial Year (FY 2016-17) (in Rs. Cr.)

Particulars		Amount
Approved ARR of FY 2016-17		2.00
Less: Surplus/(Gap) carried forward from the True up of FY 2013-14		0.61
Less: Surplus/(Gap) carried forward from the True up of FY 2014-15		(0.17)
Revised ARR of FY 2016-17 to be Recovered from Beneficiaries		1.56

Copy of the detailed Petitions of (a) MePTCL for Truing up of ARR for FY 2013-14, provisional truing up of ARR for FY 2014-15, revision of Transmission Tariff and Open Access Charges for FY 2016-17, (b) Approval of Business Plan of MePTCL for the Control Period FY 2015-16 to FY 2017-18 and (c) SLDC for Truing up of ARR for FY 2013-14, provisional truing up of ARR for FY 2014-15, revision of SLDC Charges for FY 2016-17 may be downloaded from the website of MeECL (<http://meecl.nic.in>). Hard copies of the same may be obtained at the Office of Director (Transmission), MePTCL, Lumjingshai, Shillong-793001 during office hours.

Superintending Engineer (Elect – II)
For and on behalf of MePTCL

Executive Engineer (Market Operations)
For and on behalf of SLDC