



KERALA STATE ELECTRICITY BOARD LIMITED

(Incorporated under the Companies Act, 1956)

CIN:U40100KL2011SGCO27424, Registered office : Vidyuthi Bhavanam, Pattom,
Thiruvananthapuram 695 004, Phone (O) +91 471 2514617,2514317,2514650

E-mail: trac@kseb.in; Web: www.kseb.in

ABSTRACT

Filing of fuel Surcharge petition for the period from April-June 2019 – sanctioned-Orders issued

CORPORATE OFFICE (COMMERCIAL & PLANNING)

B.O.(FTD) No.718/2019 (KSEB/TRAC /FSP/29/FY2019-20) Dtd.28.09.2019

- Read: 1. KSERC Tariff Regulations,2018
2. Note No. KSEB/ TRAC/ FSP/29/FY2019-20/356 dated 07.09.2019 of the Deputy Chief Engineer (Commercial & Planning) with full powers of Chief Engineer . (Agenda 22/9/2019)

ORDER

Kerala State Electricity Regulatory Commission (KSERC) as per notification No. 2076/F&T/2017/KSERC dated 26th October 2018 notified the KSERC (Terms and Conditions for Determination of Tariff) Regulations, 2018. As per Regulation 86 of Tariff regulation 2018, (Fuel surcharge formula), every distribution licensees can recover/remit the additional expenditure/savings due to the difference between the actual cost of fuel and the cost of fuel approved in Aggregate Revenue Requirement by the Commission for the generation of electricity in the generating stations owned by the distribution business/licensee; and the difference on account of the change in cost of fuel, between the actual cost of power purchase and the cost of power purchase as approved by the Commission in the Aggregate Revenue Requirement.

KSERC as per order dated 08.07.2019 had approved the total power purchase cost of KSEB Ltd as Rs. 8613.94 crore and the quantum of generation and power purchase as 28128.83 MU, for the year 2019-20. Honourable Commission approved 6998.42 MU as internal hydro generation, 11241.96 MU from central Generating Stations, 8647.06 MU through long term contracts for the year 2019-20. As per the Regulation 86 (4) (c) of Tariff regulations, the difference between the actual cost of power purchase and the approved cost of power purchase on account of change in cost of fuel shall be computed with respect to the month wise quantity of power purchase as approved in the ARR of the licensee based on merit order.

As part of long term contracts through DBFOO basis, KSERC is yet to adopt the rate for 350 MW of power contracted through DBFOO basis ie;100 MW from

M/s Jindal India Thermal Power Limited, 100 MW from Jhabua Power limited and 150 MW from Jindal Power Limited, but had allowed drawal of power against these PSAs at the overall power purchase rate of M/s BALCO. KSEBL provisionally assessed the additional liability. Since KSERC has not separately approved the variable cost of these three stations, KSEBL provisionally assessed the additional liability due to these purchases based on the variation of actual variable cost of these stations with respect to the variable cost used for estimation in the MYT petition dated 31.10.2019.

There has been considerable change in the actual per unit variable cost of power purchase in first quarter of FY 2019-20. KSEBL has prepared fuel surcharge petition based on the variation in fuel cost on actual monthly power purchase from approved sources for the first quarter for an amount of Rs 72.75 crores for the first quarter of financial year 2019-20. As per the KSERC (Conduct of Business) Amendment Regulations, 2015, a petition fee of Rs 1,09,124/- (Rupees One lakhs nine thousand one hundred and twenty four only) (@0.015% of the increase in revenue expected) is to be submitted along with the petition.

This petition had to be filed on or before 31st July, 2019. The petition is prepared based on the monthly invoices of generating stations as per the Regional Energy Accounts (REA) by Southern Regional Power Committee at Bangalore. Provisional REA for all stations will be available by 8th of the month only and the power suppliers raise the bill thereafter. Two to three weeks are being taken for admitting the bills and finalize the power purchase statement. The petition can be finalized thereafter only and hence the delay. Further Honorable Commission has approved the monthly schedule only on 06.08.2019. As there is a delay in filing the petition, KSEBL has to file a petition for condonation of delay along with a petition fee of Rs 10, 000/-

The Deputy Chief Engineer (Commercial & Planning) with full powers of Chief Engineer as per note read (2) above has submitted the draft petition to be submitted before KSERC, before the Full Time Directors for approval.

Having considered the recommendations of Deputy Chief Engineer (Commercial & Planning) with full powers of Chief Engineer, the Full Time Directors in its meeting held on 18.09.2019

- i. Resolved to approve the draft petition on fuel surcharge for the first quarter of FY 2019-20 amounting to Rs 72.75 crores for filing before KSERC along with application for condonation of delay.

- ii. Further resolved to authorize the Deputy Secretary (Administration) to release two cheques amounting to Rs 1,09,124/- towards the fee for filing fuel surcharge petition and Rs 10,000/- as fee for filing the application for condonation of delay for the first quarter of FY 2019-20.

Orders are issued accordingly.

By Order of the Full Time Directors

Lekha.G
Company Secretary (I/c)

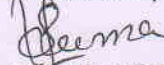
To

The Deputy Chief Engineer (Commercial & Planning) with full powers of Chief Engineer
The Deputy Secretary (Administration)

Copy to:

Financial Advisor,
Legal Advisor & Disciplinary Enquiry Officer
Chief Internal Auditor
Deputy Chief Engineer (TRAC)
T.A to (Chairman & Managing Director),
T.A to Director (Distribution, IT & HRM)
T.A to Director (Trans. System Operation & Safety)
T.A to Director (Generation Civil), Director (Generation Electrical & SCM),
PA to Director (Finance)/ Sr. CA to Secretary
CA to IGP (CVO, KSEB), Chief Public Relations Officer
Fair Copy Superintendent / Library

Forwarded by order


Asst. Executive Engineer