



KERALA STATE ELECTRICITY BOARD Ltd.

(Incorporated under the Indian Companies Act, 1956)

Vydyuthi Bhavanam, Pattom Thiruvananthapuram 695 004

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CIN : U40100KL2011SGC027424

ABSTRACT

KSERC- Remittance of License fee for 2020-21 and 2021-22- Sanction accorded – Orders issued.

CORPORATE OFFICE (Commercial & Tariff)

B.O. (FTD) No.374 /2022(KSEB/TRAC/FO/License fee) dated, Tvpm 30.04.2022

- Read:
1. Note no. KSEB/TRAC/FO/License fee dated 27.10.2021.
 2. Minutes of FTD-Agenda item No. 12/11/2021.
 3. Letter No. 658/Admn./2020/KSERC/974 dated 12.11.2021 from KSERC.
 4. Letter No. KSEB/TRAC/FO/2020-21/590 dated 06.12.2021.
 5. KSERC letter No. 658/Admn/2020/KSERC dated 18.04.2022.
 6. Note No. KSEB/TRAC/FO/License fee dated 18.04.2022.
 7. Note No KSEB/TRAC/FO/License fee dated, 22.04.2022 of the Chief Engineer Commercial & Tariff submitted to Full Time Directors. (Agenda No. 91/04/2022)

ORDER

As per KSERC (Conditions of License for Existing Distribution Licensees) Regulations, 2006 dated 23.02.2006 and its amendment dated 16.12.2009, all licensees are liable to pay license fee to KSERC @ 0.03% of the revenue from sale of power for the previous financial year before 30th April of the year and interest at twice the ruling bank rate for the period is also payable for delay in remittance. Since there was ample scope for rationalizing the existing fee structure in the wake of huge accumulation of surplus with KSERC, the matter was brought to the notice of the Government for advising KSERC to rationalize the existing fee structure. License fees for 2020-21 and 2021-22 were not remitted awaiting favorable response from Government/ KSERC. In the meanwhile, KSERC, as per letter read as 3rd above had requested KSEBL to remit the pending license fee with interest without further delay.

Since no response was forthcoming from Government / KSERC, the Full Time Directors, as per Agenda item No. 12/11/2021, considered the matter and resolved to request KSERC to reduce fees. Further, it was also directed to place the opinion of the Commission before Full Time Directors before making payment. Accordingly, KSEBL, as per letter read as 4th above has requested the KSERC to reduce the fees. KSERC, as per letter read as 5th above has again requested KSEBL to remit license fee for 2020-21 and 2021-22 at the earliest in line with the prevailing regulations and did not offer any response on the fee reduction request made by KSEBL.

The Chief Engineer Commercial & Tariff, as per note read as 6th above placed the matter before the Director Finance and opined that KSEBL may remit license fee for 2020-21 and 2021-22 amounting to Rs. 4,19,42,070/- and Rs.4,10,27,400/- respectively (aggregating to Rs.8,29,69,470/-). Further orders were sought to authorize the Deputy Secretary, Administration to release a cheque for Rs.8,29,69,470/-. Based on the recommendation of the Director (Finance), the Chairman and Managing Director has directed to place the matter before FTD for decision. In compliance of the direction, the matter was placed before FTD as per note read as 7thabove.

Having considered the matter in detail, the Full Time Directors in its meeting held on 27.04.2022: -

- (1) Resolved to accord sanction to remit the License fee amounting to Rs. 4,19,42,070/- and Rs. 4,10,27,400/- respectively (aggregating to Rs.8,29,69,470/-) for the year 2020-21 and 2021-22 to KSERC.
- (2) Further resolved to authorize the Deputy Secretary (Administration) to release a cheque for Rs.8,29,69,470/- (Rupees Eight Crore twenty-nine lakhs sixty-nine thousand four hundred and seventy only) drawn in favor of the Secretary, KSERC, Thiruvananthapuram.

Orders are issued accordingly,

By Order of Full Time Directors
Sd/-
Lekha. G
Company Secretary (In Charge)

To

1. The Chief Engineer (Commercial & Tariff).
2. The Deputy Secretary (Administration).

Copy to: -

TA to CMD/ Director (Gen-Civil) / Director (Distribution & IT) / Director (Transmission & SO)/ Director (Gen-Electrical)/ Director (REES, Soura, Sports and Welfare)/ Director (Safety, Planning & SCM)/ PA to Director (Finance)/ Financial Advisor, Senior C.A to Secretary (Administration), FCA O/o the Company Secretary, Library/Stock File

Forwarded by order


Finance Officer