

CHAPTER – 2

TARIFF APPLICATION PROCESS

2.1 BACKGROUND:

The Commission has approved the ARR and transmission tariff of KPTCL for FY21 in its Tariff Order dated 9th June, 2021. The KPTCL in its application dated 30th November, 2021, has sought approval of the revised ARR under APR for FY21 and approval of ARR and Transmission Tariff for next control period FY23 to FY25.

2.2 Commission's Directives and Compliance by KPTCL:

The Commission, in its Tariff Order dated 9th June, 2021, has issued directives on various matters pertaining to transmission system maintained and operated by the KPTCL. The Commission has directed the KPTCL to ensure full compliance of the directives in a time bound manner.

The summary of the directives issued by the Commission and compliance by the KPTCL thereof, is appended vide Appendix, to this Order.

2.3 Public Hearing Process:

On receipt of the application of the KPTCL dated 30th November, 2021 filed for approval of APR for FY21 and ARR and transmission tariff for FY23 to FY25, the Commission has communicated its preliminary observations on its application on 8th December, 2021. The KPTCL has filed its replies on 20th December, 2021.

The Commission, vide its letter dated 22nd December, 2021, informed KPTCL that its tariff application has been treated as petition in terms of the Tariff Regulations subject to further verification and validation. Accordingly, the KPTCL was directed to publish the summary of the application in the newspapers within five days, in accordance with Clause 5(1) of the KERC (Tariff) Regulations, 2000, as amended from time to time.

In compliance of the above directions of the Commission, the KPTCL has published the summary of its application in the following newspapers on 27.12.2021 and 28.12.2021.

- Deccan Herald
- The Hindu
- Prajavani
- Udayavani

The KPTCL's Application for approval of APR for FY21 and ARR and determination of Transmission tariff for FY23 to FY25, was also made available on the web-sites of the KPTCL and the Commission. In response to the notices published in the above newspapers calling for objections on the approval of APR for FY21 and ARR and transmission tariff of the KPTCL for FY23 to FY25, the Commission has not received any objections from stakeholders within the specified time.

The Commission held a Public Hearing on **15th February, 2022** in the Court Hall of the Commission and one person made oral submissions during the public hearing.

2.4 Consultation with Advisory Committee of the Commission:

The meeting of the Advisory Committee of the Commission was held on **14th March, 2022**. The various issues involved in the KPTCL's application were discussed in the meeting and the Members offered valuable suggestions. The Commission has taken note of these suggestions, while finalising this Order.