Highlights of Retail Supply Tariff Order for FY2018-19

- 1) There is no increase in the tariff rate for energy charges and fixed charges for different consumer categories for FY 2018-19.
- 2) As against total Annual Revenue Requirement (ARR) of Rs. 34010 Crore claimed by the petitioners in their petition, the Commission has admitted ARR of Rs. 31767 Crore including the true-up amount of ARR for MP Transco and MP Genco for FY 15-16 and Supplementary bills adjustment for FY 2012-13 of Discoms.
- 3) The Commission has admitted distribution loss for FY 2018-19 to the extent of Distribution loss level trajectory prescribed in the Regulations, which is given in the table below:

Discom	Distribution loss levels
East	16%
West	15%
Central	17%

Highlights of tariff for various consumer categories

- i. **Fixed Charges Rationalisation for Domestic category(LV 1.2):** The Commission has rationalised the fixed charges of Domestic consumers category and has addressed the long pending demand of domestic consumers. Now the fixed charges shall be levied considering 0.1 kW for every 15 units or part thereof consumed for LV 1.2 category instead of 0.5 kW for every 75 units or part thereof consumed. The fixed charges are also proportioned to 0.1 kW.
- ii. Temporary Connection for construction of own house under Domestic category (LV 1.2): The fixed charge levied for Temporary connections under LV 1.2 category is reduced from Rs. 390 and Rs. 350 per kW sanctioned load per month to Rs. 300 and Rs. 250 per kW sanctioned load per month for urban and rural connections, respectively.
- iii. Increase in Rebate to Prepaid Consumers for Domestic (LV 1) and Non-Domestic (LV 2) categories: In order to promote prepaid metering, rebate has been increased from 20 paise per unit to 25 paise per unit to the energy charges.
- iv. **Temporary Tariff:** Wherever the rates for Temporary connection/ supply were charged at 1.3 times the normal tariff, the same have been reduced to 1.25 times.
- v. **Increase in Contract Demand/Connected Load:** For demand-based tariff for LT 5.3 category (for fisheries ponds, aquaculture, sericulture, hatcheries, poultry farms, cattle breeding farms and those dairy units only where extraction of milk and its processing such as chilling, pasteurization etc.) the upper limit for contract

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demand/connected load has been increased to 150 HP from 100 HP.

- vi. **Reduction in minimum Consumption for LT Industries LV 4 Category:** The minimum consumption for LV 4 Category has been reduced from 180 and 360 units per HP per annum to 120 and 240 units per HP per annum for rural and urban connections, respectively.
- vii. Basis of energy audit and accounting for categories LV 5.1 and LV 5.4:

The normative units for agriculture consumers have been revised to 1590 units /hp/annum uniformly for rural and urban connections. Flat rate agriculture pump consumers will continue to pay Rs 1400/- per HP per annum.

- viii. Conversion of Existing LT Industrial/Non-domestic connection to corresponding HT connection: A rebate of Rs. 1 per unit in the energy charges shall be provided to those existing LT consumers who convert to HV 3 category during FY 2018-19.
 - ix. **Increase in rebate for new railway traction projects:** The rebate in energy charges for new railway traction projects has been increased from 10% to 15% and shall be allowed till FY 2021-22.
 - x. **Applicability of HV 3.1 Category:** Cold storages have also been included in the HV 3.1 Category.
 - xi. **Rebate for existing HT connections:** Instead of 10% rebate on incremental consumption, a flat 60 paise per unit rebate has been introduced irrespective of whether the increase in consumption is due to load enhancement or otherwise.
- xii. **Rebate for Captive power plant consumers:** The applicability of the rebate has been allowed till for the captive power plants located in MP till FY 2021-22.
- xiii. **Rebate for Open Access consumers:** A rebate of Rs 1 per Unit on incremental consumption is allowed to consumers presently meeting their demand through open access and would be switching their consumption from open access to Licensee.
- xiv. A new tariff category has been introduced for charging of electric vehicle/electric rickshaws in LV and HV separately.
- xv. Excess demand for HT temporary tariff, presently billed at 1.5 times temporary tariff has been reduced to 1.2 times.

The Retail supply Tariff Order for FY2018-19 is uploaded on Commission's web site www.mperc.in.