

**Bhopal, dated 3<sup>rd</sup> February, 2012**

No. 304 /MPERC/2012. In exercise of powers conferred by Section 181 (2) (h) and 181(2) (zd) read with Section 36 and 61 of the Electricity Act, 2003 (No. 36 of 2003), the Madhya Pradesh Electricity Regulatory Commission hereby makes the following amendment in MPERC (Terms and Conditions for Determination of Transmission Tariff) (Revision-I) Regulations, 2009 notified on 08.05.2009:

**FOURTH AMENDMENT TO MADHYA PRADESH ELECTRICITY REGULATORY COMMISSION (TERMS AND CONDITIONS FOR DETERMINATION OF TRANSMISSION TARIFF) (REVISION-I) REGULATIONS, 2009**

**1. Preamble**

Whereas, the Commission had notified MPERC (Terms and conditions for determination of Transmission Tariff) Regulations, 2009 on 08.05.2009 for the control period upto March, 2012. Therefore, this amendment is required to extend the control period upto March, 2013 to align the applicability of these Regulations in line with MPERC (Terms and conditions for determination of tariff for supply and wheeling of electricity and methods and principles for fixation of charges) Regulations, 2009.

**2. Short title and commencement:** 2.1 These Regulations shall be called “**Madhya Pradesh Electricity Regulatory Commission (Terms and Conditions for Determination of Transmission Tariff) (Revision-I) Regulations, 2009 (Fourth Amendment) {ARG-28 (I)(iv) of 2012}**”.

2.2 These Regulations shall extend to the whole of the State of Madhya Pradesh.

2.3 These Regulations shall come in force from the date of their publication in the Official Gazette of the Government of Madhya Pradesh and unless reviewed earlier or extended by the Commission, shall remain in force for a period upto March, 2013.

**3. Amendment to Regulations:**

In the **Madhya Pradesh Electricity Regulatory Commission (Terms and Conditions for Determination of Transmission Tariff) (Revision-I) Regulations, 2009**, hereinafter called the ‘Principal Regulations’ the following shall be amended, namely:-

- (i) In the Principal Regulations, under Regulations 8.1 and 15.1 the word “March 2012” shall be substituted by the word “March 2013”.
- (ii) In the Principal Regulations, under Regulations 17.2 and 24.3 the word “Tariff period during 2009-12” shall be substituted by the word “Tariff period during 2009-13”.

(iii) In the Principal Regulations, the Regulations 27.3 shall be substituted as under :

“27.3 For first Financial Year of the control period, the impact of implementation of 6<sup>th</sup> Pay Commission recommendations has been considered in employees cost, which has been escalated @ 6.14% in subsequent years. The Commission has also considered expenditure on payment of arrears upto 31.8.2008 during the financial years 2009-10 to 2011-12 as one third each year based on estimate submitted by the Transmission Licensee. Any unpaid arrears standing at the end of the control period from FY 2009-10 to FY 2011-12 shall be treated on actually paid basis for FY 2012-13. The actual arrears payments made in each year of the control period shall be trued up vis-a-vis those provided in the O&M charges.

(iv) In the Principal Regulations, the Regulations 27.5 shall be deleted.

(v) In the Principal Regulations, the Regulations 27.6 shall be substituted as under :

“27.6(a) The expenses towards pension and other terminal benefits in respect of all personnel of MPSEB/MPEB and its all successor entities who are entitled as per their service conditions for pension and other terminal benefits shall continue to be allowed in the Aggregate Revenue Requirement of MP Power Transmission Co. Ltd. of the respective tariff year during the control period.

(b) The above expenses at (a) for each financial year shall be a pass through in the Aggregate Revenue Requirement of MP Power Transmission Co. Ltd and permitted to the extent of the provisions made by the MP Power Transmission Co. Ltd. subject to prudence check by the Commission. This provisioning shall be subject to further review at the time of the true-up of the ARR of respective year and shall be allowed to the extent of actual payments made.”

(vi) In the Principal Regulations, under Regulations 37.1 the following may be substituted, namely;

37.1 The O&M expenses comprise of employee cost, repairs & maintenance (R&M) cost and administrative & general (A&G) cost. The norms for O&M expenses have been fixed on the basis of circuit kilometres of transmission lines and number of bays in substation. These norms exclude pension, terminal benefits and incentive to be paid to employees,

taxes payable to the Government, MPSEB expenses and fee payable to MPERC. The Transmission Licensee shall claim the taxes payable to the Government and fees to be paid to MPERC separately as actuals. The claim of pension and terminal benefits shall be dealt-with as per Regulation 27. The norms for O&M expenses per 100 ckt-km and per bay shall be as under:

**Norms for O&M expenses per 100 Ckt. km and per bay**

S. No.	Particulars	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13
	<b>Lines</b>	<b>Rs. Lakh / 100ckt km / Annum</b>			
1.	400 kV	29.1	30.8	32.6	34.5
2.	220 kV	23.4	24.8	26.2	27.7
3.	132 kV	22.0	23.3	24.6	26.0
	<b>Bays</b>	<b>Rs. Lakh / Bay / Annum</b>			
1.	400 kV	13.4	14.2	15.0	15.9
2.	220 kV	10.0	10.6	11.2	11.9
3.	132 kV	9.5	10.0	10.6	11.2

By order of the Commission,  
P. K. CHATURVEDI, Commission Secretary.