ಕರ್ನಾಟಕ ವಿದ್ಯುಚ್ಛಕ್ತಿ ನಿಯಂತ್ರಣ ಆಯೋಗ

KARNATAKA ELECTRICITY REGULATORY COMMISSION

ಸಂಖ್ಯೆ : 16 ಸಿ-1, ಮಿಲ್ಲರ್ಸ್ ಟ್ಯಾಂಕ್ ಬೆಡ್ ಏರಿಯ, ವಸಂತನಗರ, ಬೆಂಗಳೂರು - 560052.

KERC/DD(Tariff)B/15/12/2062

Encl: As per letter (5 pages)

The Managing Director, GESCOM Corporate Office, Station Road, Gulbarga 585 102.

Sir.



No. 16 C-1, Millers Tank Bed Area, Vasanthanagara, Bengaluru-560052.

Date:22.12.2022



Sub: Commission's Order dated 22.12.2022 on Fuel Cost Adjustment Charges pertaining to the period July – September, 2022.

In accordance with the KERC (Fuel and Power Purchase Cost Adjustment) Regulations 2022, the Commission has issued the Orders on Fuel and Power Purchase Cost Adjustment Charges (FPPCA) pertaining to the period **July – September**, **2022** on 22nd December, 2022.

The copy of this Order dated 22^{nd} December, 2022 is enclosed for information and further needful.

The copy of the Order is also available on the Commission's website www.karunadu.karnataka.gov.in/kerc

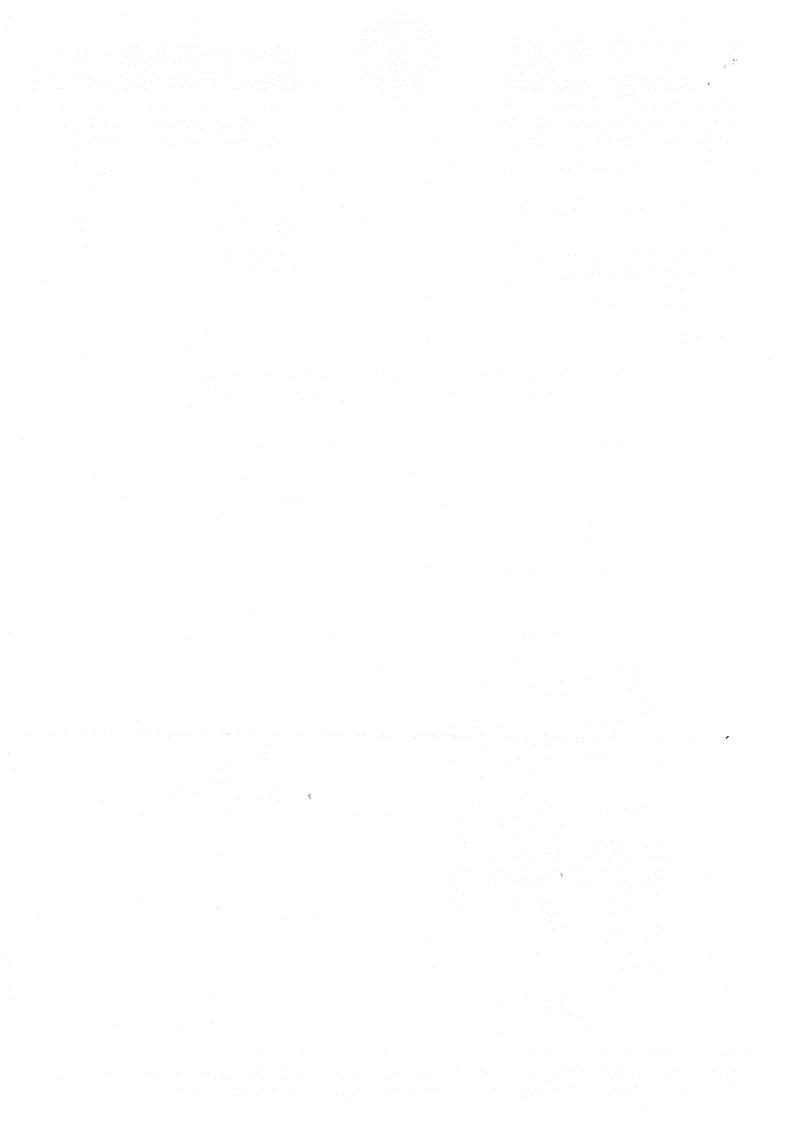
D(t)	TCE(O)
CFO	FA(I/A)
GM(A&HRD)	DCA(HRD/Pon.)
	Lipos
SE/EE(Projects)	Soubhagya
	Sub-Spations
	DDUGIY
SE/EE(Tech.)	Con of the second secon
	Energy Audit
SE/EE(MIS)	SE/EE/COUPIL)
SE/EE(MIRT)	SE/EE/Proc.)
SP(Vig)	DSP/EE(Vig)
EE(SCADA)	EE[W&CC]
EE(NLY/	EE(APDRP)
SE/SCA(RA)	EE(PTC)
EE(DSM)	ZE(Civil)
Legal Adv.	CS .
St.PS	TA
(A)	-D
A STATE OF THE PROPERTY OF THE	ENGENO CANADA CA

Yours faithfully,

Y Secretary

for Karnataka Electricity Regulatory Commission

Phone: 080-22268677/78/79, Fax: 080-22268667 (Chairman Office), 080-22370214 (Secretary Office) E-mail: kerc-ka@nic.in Website: www.karunadu.karnataka.gov.in/kerc



BEFORE THE KARNATAKA ELECTRICITY REGULATORY COMMISSION

BANGALORE

Dated this day, the 22ND December, 2022

Applications of:

Bangalore Electricity Supply Company Ltd. (BESCOM),

Mangalore Electricity Supply Company Ltd. (MESCOM),

Chamunaeshwari Electricity Supply Corporation Ltd. (CESC),

Hubii Electricity Supply Company Ltd. (HESCOM),

Gulbarga Electricity Supply Company Ltd. (GESCOM).

In the matter of approval of Fuel and Power Purchase Cost Adjustment (FPPCA) due for Second Billing Quarter- July, 2022 to September, 2022 to be allowed in the Billing Quarter- January, 2023 to March, 2023.

Present:

1. Sri. P. Ravi Kumar

Chairman

23. Sri M.D. Ravi

Member

PREAMBLE:

1. In accordance with the provisions of the KERC (Fuel and Power Furchase Cost Adjustment) Regulations, 2022, notified on 21st October, 2022, the ESCOMs have filed their applications, for approval of Fuel and Power Purchase Cost Adjustment (FPPCA) charges to be recovered/ refunded in the billing quarter of January-2023 to March-2023, based on the Fuel and Power Purchase Cost incurred during July, 2022 to September, 2022 (2nd Qtr. Of FY23), on the following dates:

celle

Name of the ESCOM	Date of Submission
BESCOM	06.12.2022
MESCOM	29.11.2022
CESC	30.11.2022
HESCOM	30.11.2022
GESCOM	30.11.2022

2. The FPPCA claimed by the ESCOMs are as follows:

Name of ESCOM	FPPCA claimed in Paise Per Unit
BESCOM	-32.66
MESCOM	-39.42
CESC	18.46
HESCOM	15.91
GESCOM	21.40

- 3 The Commission has proceeded to compute the allowable FPPCA for the 2^{nd} quarter of FY23, by considering the following:
 - i. The source wise power purchase cost incurred and submitted by the ESCOMs during the period July-2022 to September-2022;
 - ii. Energy balancing transactions are excluded from the computation of FPPCA since the ESCOMs are accounting the net effect of energy balancing (over & under drawl), at the year end.
 - iii. The allowable variation in fuel and power purchase cost has been arrived at with reference to the fuel and power purchase cost (both fixed and variable cost), approved in Commission's Tariff Order -2022 dated 04th April 2022 and applying the formula as notified in KERC (Fuel and Power Purchase Cost Adjustment) Regulations, 2022.
 - iv. The Retail Sales for the quarter January-2023 to March-2023 have been projected as per Clause 4.2 of the KERC (Fuel and Power Purchase Cost Adjustment) Regulations, 2022, considering the quantum of energy



purchased as per latest SLDC reconciliation statement for the period from July-2022 to September-2022 is arrived net of the approved transmission and distribution losses.

- 4. The Commission notes that, there is decrease in the power purchase cost in respect of BESCOM and MESCOM, whereas in respect of CESC, HESCOM and GESCOM there is an increase during the quarter July, 2022 to September, 2022.
- 5. The Fuel Cost Adjustment Charges as claimed by the ESCOMs and the computations made by the Commission, without considering the energy balancing transactions based on the relevant records and documents / details submitted under Affidavit duly certified by the Chartered Accounts for the second quarter of FY23, are as follows:

	As claimed by ESCOMs			As Computed by KERC		
ESCOM	FPPCA in Rs. Crores	Sales in MU as filed	FPPCA in paise per unit	Allowable FPPCA in Rs. Crores	Sales computed in MU with approved T&D Losses	FPPCA in paise per unit
BESCOM	-218.09	6677.12	-32.66	-232.29	6336.34	-36.66
MESCOM	-38.50	976.81	-39.42	-38.50	976.81	-39.41
CESC	23.03	1247.32	18.46	23.73	1247.32	19.02
HESCOM	53.46	3360.79	15.91	53.46	2419.30	22.10
GESCOM	35.91	1678.05	21.40	36.00	1776.26	20.27
TOTAL	-144.19	13940.09	-11.36	-157.61	12756.03	-12.36

7. Accordingly, in accordance with the provisions of KERC (Fuel and Power Purchase Cost Adjustment) Regulations, 2022, the ESCOMs are allowed to refund / recover the FPPCA of the 2nd Quarter of FY23 from their consumers during the billing quarter from 1st January-2023 to 31st March-2023 at the following rates;



ESCOM	FPPCA in paise per unit	FPPCA in paise per unit (Rounded off to nearest paise)
BESCOM	-36.66	-37
MESCOM	-39.41	-39
CESC	19.02	19
HESCOM	22.10	22
GESCOM	20.27	20

The FPPCA approved in the above table is apart from the Commission approved FAC of 1st Quarter of FY23 which is also to be recovered during January-2023 to March-2023.

Therefore, the Commission hereby orders as follows;

ORDER

In accordance with the provisions of the KERC (Fuel and Power Purchase Cost Adjustment) Regulations, 2022, the Commission, having recognized the variations in the fuel and power purchase cost in 2nd quarter of FY23, decides to allow the ESCOMs to refund/recover the fuel and power purchase cost adjustment charges per unit of sale, in the energy bills to be issued to their consumers during the billing quarter from 1stJanuary, 2023 to 31st March, 2023 at the following rates:

ESCOM	2 nd quarter Net FPPCA in paise per unit to be refunded to /recovered from the consumers.
BESCOM	-37
MESCOM	-39
CESC	19
HESCOM	22
GESCOM	20

The fuel cost adjustment charges of MESCOM are also applicable to consumers of Mangalore SEZ and the fuel cost adjustment charges of HESCOM are also applicable to consumers of Hukeri RECS and AEQUS SEZ, to be refunded/recovered



in all the energy bills, to be issued to their consumers from 1st January, 2023 to 31st March, 2023.

This Order is signed and issued by the Karnataka Electricity Regulatory Commission on this day, the 22nd December, 2022.

Ravi Kumar) Chairman

Member

