



झारखण्ड राज्य विद्युत नियामक आयोग JHARKHAND STATE ELECTRICITY REGULATORY COMMISSION

JSERC/Case (Tariff) No.01 of 2022/306
Date: 02nd December 2022

To

Shri A. Bardia
CFO- Finance & Strategy
Inland Power Ltd.
C/218, Road No. – 2
Ashok Nagar, Ranchi - 834002

Sub: Additional data requirement pertaining to 2nd deficiencies observed in the Petition for Multi Year Tariff for FY 2021-22 to FY 2025-26 of Inland Power Limited (IPL) – Regarding thereof.

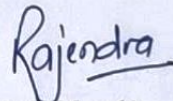
Sir,

Please find enclosed a copy of Order dt. 02.12.2022 passed by the Commission in Case (Tariff) No. 01 of 2022 along with office report dt. 02.12.2022 pointing out some 2nd discrepancies in the petition as cited.

A compliance report to this effect removing the discrepancies together with required additional data may please be sent within one week as ordered.

Thanking you.

Yours faithfully,


(R. H. Nayak)
Secretary

**JHARKHAND STATE ELECTRICITY REGULATORY COMMISSION
RANCHI**

FORM OF PROCEEDING

Case (Tariff) No. 01 of 2022

Inland Power Limited (IPL)

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Petitioner

Sl. No.	Date of proceeding	Proceedings of the Commission with signature	Office action taken with date
1	2	3	4
4.	02.12.2022	<p>The reply dt. 12.11.2022 received from petitioner-IPL in respect of 1st discrepancy note relating to their Multi Year Tariff for FY 2021-22 to FY 2025-26 have been scrutinized and thereafter several deficiencies/ discrepancies have been pointed out as shown in the office report dated 02.12.2022. The petitioner is directed to meet the 2nd discrepancy/deficiencies note and remove the defects within one week.</p> <p align="center">Put on receipt of replies.</p> <p align="center">Sd/- Member (T)</p> <p align="center">Sd/- Chairperson</p>	



Office Report

The reply dt. 12.11.2022 received from petitioner-IPL in respect of 1st discrepancy note relating to their Multi Year Tariff for FY 2021-22 to FY 2025-26 have been scrutinized and thereafter several deficiencies/ discrepancies (2nd) have been pointed out in the petition as indicated below:

Additional Note on Discrepancies/ Data gaps in respect of the MYT Petition filed by Inland Power Ltd. for the Control Period FY 2021-22 to FY 2025-26

1. The Petitioner is directed to submit the basis of projecting the Growth Factor (Gn) equal to 4.0% in its MYT Petition. Also, the Petitioner is required to submit the projected Y-o-Y increase in employee strength throughout the control period.
2. The Petitioner is directed to submit the basis of the assumption of an escalation factor of 3% for the Rate of Coal, 5% for the Rate of Coal Rejects and 10% for water Charges in its MYT Petition.
3. The Petitioner is directed to provide the detailed computation for claiming the MAT Rate of 17.47%.
4. The Petitioner is directed to submit the basis of the projecting rate of oil (Rs./kl) in its MYT Petition.

The Petitioner had been directed to submit the DPR in the previous note on Discrepancies/ Data gaps in respect of the MYT Petition. The Petitioner has responded by replying,

“IPL humbly submits that the analysis for substitution of HSD with LDO has already been submitted to the Hon'ble Commission vide letter dated 29.12.2020. Considering that more than 22 months have passed since the report on substitution of HSD with LDO had been submitted there has been a high variation in the fuel prices globally as well as probable impact on the estimated capital expenditure for the proposed project. IPL humbly submits to the Hon'ble Commission that as per the latter's order on True Up for FY2019-20 dated 04th November 2022 IPL has been directed to submit the detail proposal for the proposed project before the Commission for approval within two months from the date of this Order. Hence, IPL will submit a revised detailed proposal of the same based on the current price projections within the timeframe required by the Commission.

IPL humbly submits that the detailed cost and cost and revenue model for Expansion of Fly Ash Brick Plant has been submitted to the Commission on 30.12.2020.”

In line with Regulation 6.6 of the JSERC Generation Tariff Regulation, 2020, the Petitioner is required to submit an efficiency improvement, Cost Benefit Analysis associated with the proposed Capital Expenditure (Installation of LDO System, Fly Ash Brick Manufacturing Unit) read with the directive of the JSERC Order dated 22-09-2020 wherein the Commission has directed the Petitioner to submit DPR along with all necessary details of works. In view of the above shortcomings, the Petitioner is again directed to submit the requisite details in support of its CAPEX claims.

The Petitioner in this regard is directed to re-submit the DPR along with all necessary details of works and the Cost Benefit Analysis associated with the proposed Capital Expenditure with regard to the Installation of the LDO System and Fly Ash Brick Manufacturing Unit.

Rajendra
Secretary