



HUBLI ELECTRICITY SUPPLY COMPANY LIMITED NOTIFICATION

BEFORE THE KARNATAKA ELECTRICITY REGULATORY COMMISSION,

6TH & 7TH FLOOR, MAHALAXMI CHAMBERS,

M.G.ROAD, BANGALORE – 560 001

No. HESCOM/GM(T)/EE-4/AO(RA)/2016-17/21839

Dated : 07.01.2017

IN THE MATTER OF :

An application for Approval of APR for FY-16, approval of ARR & ERC for FY-18 of the control period of FY-17 to FY -19 and Retail Supply Tariff for the Financial Year 2017-18 of Hubli Electricity Supply Company Limited (HESCOM), Hubli-580 025 under Section 27 of the Karnataka Electricity Reforms Act, 1999 and under Section 61 & 62 of Electricity Act, 2003, read with relevant KERC (Tariff) Regulations.

**Hubli Electricity Supply Company Limited (HESCOM)
P.B.Road, Navanagar, Hubli-580025**

..... PETITIONER

NOTICE

Hubli Electricity Supply Company Limited (HESCOM) has filed an application before the Hon'ble Commission for Approval of APR for FY-16, approval of ARR & ERC for FY-18 of the control period of FY-17 to FY -19 and Retail Supply Tariff for the Financial Year 2017-18 in accordance with Section 61 & 62 of the Electricity Act, 2003. The Hon'ble Commission has treated it as petition in terms of Tariff regulations subject to further verification & validation.

1. NEED FOR REVISION :

A revenue deficit arises due to the mismatch between the revenue receipts from existing tariff and Aggregate Revenue Requirement of HESCOM as detailed below, including subsidy from GoK:

Rs. in Crs

Year	Revenue Receipts Rs. in Crores	Revenue Requirement Rs. in Crores	Revenue Deficit Rs. in Crores	Average cost of supply Rs./unit
1	2	3	4(3-2)	5
2015-16	5612.25	5984.98	372.73*	5.93
2017-18	6092.87	7256.90	1164.03	7.01
Total Gap			1536.76	

* (As per Annual reports of HESCOM, for FY-16, total deficit is Rs. 372.73 Crs.)

With the financial support from the Government, there is a revenue deficit of Rs.372.73 Crs as per the audited annual reports in FY-16 for HESCOM. There is no deficit for FY-17 as per the KERC Tariff Order FY-16 Dtd: 30.03.2016 and Rs. 1164.03 Crs deficit is expected in FY-18. Hence, the revision in tariff is very essential. HESCOM plans to recover Rs. 1536.76 Crs in FY-18 from the proposed revision of Tariff.

- PROPOSED TARIFF INCREASE:** It is proposed to increase the tariff applicable to various categories of consumers as shown in Annexure-1.
- Ready Reckoner showing the monthly bill as per existing tariff and as per the proposed tariff for different categories of consumers is indicated vide Annexure-2.
- Pursuant to Regulation-5 of KERC (Tariff) Regulations 2000, it is hereby notified that the persons who are interested in filing their objections to the above petition may file the same with the Receiving Officer, O/O The Secretary, Karnataka Electricity Regulatory Commission, 6th & 7th floor, Mahalaxmi Chambers, Bangalore – 560 001, along with the documents on which they want to rely upon, in six sets, duly supported by an affidavit **within Thirty days from the date of first publication** of this Tariff Notification in the newspapers and also to indicate whether they want to be heard in person. A copy of the objection may be marked to Executive Engineer (EI), Regulatory Affairs, Corporate office, HESCOM, P.B. Road, Navanagar, Hubli-580 025 for furnishing replies to the objections. Interested persons may file their objections within the stipulated time.
- For **reference** of those who are interested, copies of the petition are available for inspection at all O&M Zonal / Circle / Divisional Offices of HESCOM, and at Corporate Office, HESCOM, P.B. Road, Navanagar, Hubli-580 025.
- They may also obtain copies of the required portion of the petition by paying photocopying charges.
- Further, a full set of petition together with supporting material will also be made available to the interested persons by all Chief Engineers, Electy. Zonal Offices, Superintending Engineers (EI), O&M Circle Offices, Executive Engineers (EI), O&M Division offices and at Corporate Office of HESCOM, on payment of Rs. 1000/- (Rs. One Thousand Only)
- The soft copy of the ERC/Tariff application, Commission's preliminary observations & Compliance of HESCOM can be viewed on our website (hescom.co.in) and it can also be obtained from Regulatory Affairs section Corporate Office, Hubli ([e-mail ID eera.hescom@gmail.com](mailto:eera.hescom@gmail.com))

**For Hubli Electricity Supply Company Limited
Sd/-
General Manager (Tech)
HESCOM, P.B.Road, Navanagar, Hubli-580025.**

Statement Showing the Details of Existing Tariff and Proposed Tariff.

Note: Fixed charges in respect of LT & Demand charges in respect HT categories are retained as per Tariff order 2016.

Annexure-1

Energy charges & slabs	Existing Rs./unit	Proposed Rs./unit	Energy charges & slabs	Existing Rs./unit	Proposed Rs./unit
LT-1 : Applicable to Installations Serviced under BJ/KJ Scheme.			LT-6 (b): Applicable to public street lights / park lights.		
Up to 18 Units	5.98 (CDT)	7.46	Energy Charges (Rs./unit)	5.50	6.98
LT-2 Applicable to Domestic lighting / Combined lighting, Heating & Motive power			LED Lighting (Rs./unit)	4.50	5.98
LT-2 a (i) Applicable to areas coming under City Municipal Corporations and Urban Local Bodies			LT-7 (a) : Applicable to Temporary Supply for all purpose.		
For 1 to 30 units	3.00	4.48	Energy Charges (Rs./unit) (for less than 67 HP)	9.50	10.98
For 31 to 100 units	4.40	5.88	subject to Weekly minimum of Rs.170/- per KW of sanctioned load		
For 101 to 200 units	5.90	7.38	LT-7 (b) : Applicable to Temporary Supply for Hoardings Ad.Boards, etc on permanent basis		
For above 200 units	6.90	8.38	Energy Charges (Rs./unit) (for less than 67 HP)	9.50	10.98
LT-2 a (ii) Applicable to areas coming under Village Panchayat Area			subject to Fixed Charges (Rs.50/kw/month) (for less than 67 HP)		
For 1 to 30 units	2.90	4.38	HT-1 : Applicable to Water supply, Drainage & Sewerage pumping installations.		
For 31 to 100 units	4.10	5.58	Energy Charges (Rs./unit)	4.50	5.98
For 101 to 200 units	5.60	7.08	HT-2 (a): HT-Industries, Factories, work shops etc., Applicable to all areas of HESCOM.		
For above 200 units	6.40	7.88	For 1-100000 Units (Rs./unit)	6.20	7.68
LT-2 b Applicable to Pvt. Professional & other Pvt. Educational Institutions			For above 100000 units (Rs./unit)	6.60	8.08
LT-2 b (i) Applicable to areas coming under ULBs including CMCs.			Railway Traction and Effluent Treatment Plants	5.90	7.38
For 1 to 200 units	6.25	7.73	HT-2 (b) Commercial complexes, Cinemas etc., Applicable to all areas of HESCOM.		
For above 200 units	7.45	8.93	For 1- 200000 Units (Rs./unit)	7.85	9.33
LT-2 b (ii) Applicable to areas coming under Village Panchayats			For above 200000 units (Rs./unit)	8.15	9.63
For 1 to 200 units	5.70	7.18	HT-2 c.(i) Applicable to Govt Hospitals/Educational Institutions & Universities.		
For above 200 units	6.90	8.38	For 1- 100000 Units (Rs./unit)	6.00	7.48
LT-3 Applicable to Commercial lighting, Heating & Motive power			For above 100000 units (Rs./unit)	6.50	7.98
LT-3 (i) : Applicable to areas coming under ULBs including CMCs.			HT-2 c.(ii)Hospitals/Educational Institutions,excluding instns under HT-2 (c).(i)		
For 1 to 50 units	7.15	8.63	For 1- 100000 Units (Rs./unit)	7.00	8.48
For above 50 units	8.15	9.63	For above 100000 units (Rs./unit)	7.50	8.98
LT-3 (ii) : Applicable to areas coming under Village Panchayats.			HT-3 (a) : Applicable to Lift Irrigation Schemes/Lift Irrigation Societies		
For 1 to 50 units	6.65	8.13	HT-3 (a)(i) : Applicable to Lift Irrigation Schemes (Govt.) Govt corporations.		
For above 50 units	7.65	9.13	Energy Charges, (Min-Rs.1120/HP/annum of SL)	2.00	3.48
LT-4 (a) : Applicable to IP sets up to and inclusive of 10HP			HT-3 (a)(ii) : Applicable to Private L.I. Schemes/L.I. Societies (Urban & Express feeders).		
Free power supply. Subsidized by GoK. Commission Determined Tariff is Rs. /unit	5.56 (C.D.T)	7.04	Energy Charges (Rs / Unit) (FC: Rs. 40 per HP per month)	2.00	3.48
LT-4 (b) : Applicable to IP sets above 10HP			HT-3 (a)(iii) : Applicable to Private L.I. Schemes/L.I. Societies other than those covered under HT-3(a) (ii).		
Energy Charges	2.80	4.28	Energy Charges (Rs / Unit) (FC: Rs. 20 per HP per month)	2.00	3.48
LT-4 (c) (i) :Pvt. Horti. Nurseries, Coffee, Tea & Rubber plantations of 10HP & below			HT-3 (b) : Irrigation & Agricultural Farms, Nurseries & Plantations.		
Energy Charges (Rs./unit)	2.80	4.28	Energy Charges (Min-Rs.1120/HP/annum of SL Rs./unit)	4.00	5.48
LT-4 (c) (ii) : Pvt. Horti. Nurseries, Coffee Tea & Rubber plantations of above10HP.			HT-4 : Residential Apartments & Colonies		
Energy Charges (Rs./unit)	2.80	4.28	HT-4 : Applicable to all areas		
LT-5(a) : Applicable to Heating & Motive power (including lighting)- Industries.(Municipal Corpn area)			Energy Charges (Rs./unit)	5.85	7.33
For 1 to 500 units	4.95	6.43	HT-5 Temporary supply applicable to 67 HP & above		
For 501 to 1000 units	5.85	7.33	Energy Charges (Rs./unit) (FC: Rs. 220 per HP per month)	9.50	10.98
For above 1000 units	6.15	7.63	Note: In addition the taxes levied/leviable by the State Govt. from time to time shall be applicable		
LT-5(b) : Applicable to Heating & Motive power (including lighting)- Industries.(Other than LT-5(a) area)					
For 1 to 500 units	4.85	6.33			
For 501 to 1000 units	5.70	7.18			
For above 1000 units	6.00	7.48			
Demand based Tariff (optional)					
Energy Charges (Rs./unit) as above					
LT-6 : Applicable to Water supply & sewerage, Public street lights / park lights.					
Energy Charges (Rs./unit)	3.90	5.38			
LT-6 (a): Applicable to Water supply & Sewerage pumping installations					
Energy Charges (Rs./unit)	3.90	5.38			

READY RECKONER Annexure-2						
Category	Load	Consumption level (KWH) per month (units)	Monthly bill as per existing Tariff (Rs.)	Monthly bill as per proposed Tariff (Rs.)	%age of increase (without tax)	
LT2a(i)	Domestic-Applicable to areas coming under City Municipal Council & ULBS					
	upto 1 KW	50	208.00	282.00	35.58	
		100	428.00	576.00	34.58	
	3 KW	200	1098.00	1394.00	26.96	
		300	1788.00	2232.00	24.83	
400		2478.00	3070.00	23.89		
LT2a(ii)	Domestic-Applicable to areas under Village Panchayats					
	upto 1 KW	50	189.00	263.00	39.15	
		100	394.00	542.00	37.56	
	3 KW	200	1014.00	1310.00	29.19	
		300	1654.00	2098.00	26.84	
400		2294.00	2886.00	25.81		
LT2b(i)	Pvt. Educational Institutions/Areas under Urban Local bodies including CMCs					
	upto 1 KW	100	700.00	848.00	21.14	
		200	1385.00	1681.00	21.37	
	3 KW	300	2130.00	2574.00	20.85	
400		2875.00	3467.00	20.59		
LT2b(ii)	Pvt. Educational Institutions/Applicable in areas under Village Panchayats					
	upto 1 KW	100	630.00	778.00	23.49	
		200	1245.00	1541.00	23.78	
	3 KW	300	1935.00	2379.00	22.95	
400		2625.00	3217.00	22.55		
LT3(i)	Commercial-Applicable to areas under City Municipal Corporation & ULBS.					
	for 1 KW	50	407.50	481.50	18.16	
		100	815.00	963.00	18.16	
	for 5 KW	100	1015.00	1163.00	14.58	
		300	2645.00	3089.00	16.79	
		500	4275.00	5015.00	17.31	
	for 10 KW	100	1265.00	1413.00	11.70	
		300	2895.00	3339.00	15.34	
		500	4525.00	5265.00	16.35	
	LT3(ii)	Commercial-Applicable in areas under Village Panchayats				
for 1 KW		50	372.50	446.50	19.87	
		100	755.00	903.00	19.60	
for 5 KW		100	915.00	1063.00	16.17	
		300	2445.00	2889.00	18.16	
		500	3975.00	4715.00	18.62	
for 10 KW		100	1115.00	1263.00	13.27	
		300	2645.00	3089.00	16.79	
		500	4175.00	4915.00	17.72	
LT5(a)		Industrial, Non-Industrial Heating and Motive power including Lighting (Applicable to areas under Municipal Corporation)				
	5 HP	200	1140.00	1436.00	25.96	
		300	1635.00	2079.00	27.16	
		500	2625.00	3365.00	28.19	
	10 HP	600	3410.00	4298.00	26.04	
		800	4580.00	5764.00	25.85	
		1000	5750.00	7230.00	25.74	
	20 HP	1500	9175.00	11395.00	24.20	
		2000	12250.00	15210.00	24.16	
		3000	18400.00	22840.00	24.13	
	50 HP	3000	19700.00	24140.00	22.54	
		4000	25850.00	31770.00	22.90	
		7000	44300.00	54660.00	23.39	
	65 HP	4000	26450.00	32370.00	22.38	
		5000	32600.00	40000.00	22.70	
		10000	63350.00	78150.00	23.36	
	75 HP	7000	49800.00	60160.00	20.80	
		9000	62100.00	75420.00	21.45	
11000		74400.00	90680.00	21.88		
LT5(b)	Industrial, Non-Industrial Heating and Motive power including Lighting (Applicable to all areas other than those covered in LT-5(a))					
	5 HP	200	1120.00	1416.00	26.43	
		300	1605.00	2049.00	27.66	
		500	2575.00	3315.00	28.74	
	10 HP	600	3345.00	4233.00	26.55	
		800	4485.00	5669.00	26.40	
		1000	5625.00	7105.00	26.31	
	20 HP	1500	8975.00	11195.00	24.74	
		2000	11975.00	14935.00	24.72	
		3000	17975.00	22415.00	24.70	
	50 HP	3000	19275.00	23715.00	23.04	
		4000	25275.00	31195.00	23.42	
		7000	43275.00	53635.00	23.94	
	65 HP	4000	25875.00	31795.00	22.88	
		5000	31875.00	39275.00	23.22	
		10000	61875.00	76675.00	23.92	
	75 HP	7000	48775.00	59135.00	21.24	
		9000	60775.00	74095.00	21.92	
11000		72775.00	89055.00	22.37		
LT6(a)	Water Supply and Sewerage pumping installations					
	3 HP	500	2085.00	2825.00	35.49	
	5 HP	1000	4125.00	5605.00	35.88	
LT6(b)	Street Lights/Public Lighting Installations					
	3 KW	200	1280.00	1576.00	23.13	
	5 KW	300	1950.00	2394.00	22.77	
HT 1	Water supply and Sewerage Installations					
	100 KVA	9000	59500.00	72820.00	22.39	
		10000	64000.00	78800.00	23.13	
		11000	68500.00	84780.00	23.77	
	300 KVA	10000	102000.00	116800.00	14.51	
		14000	120000.00	140720.00	17.27	
		20000	147000.00	176600.00	20.14	
	1000 KVA	110000	685000.00	847800.00	23.77	
		130000	775000.00	967400.00	24.83	
		150000	865000.00	1087000.00	25.66	
	6000 KVA	400000	2940000.00	3532000.00	20.14	
		500000	3390000.00	4130000.00	21.83	
		600000	3840000.00	4728000.00	23.13	
	HT2(a)	Industry				
		300 KVA	12000	128400.00	146160.00	13.83
			15000	147000		