

**CENTRAL ELECTRICITY REGULATORY COMMISSION
NEW DELHI**

Petition No. 350/GT/2014

Coram:

**Shri A. S. Bakshi, Member
Dr. M. K. Iyer, Member**

Date of Order : 19.5.2017

In the matter of:

Corrigendum to order dated 27.9.2016

In the matter of:

Approval of tariff for Bokaro Thermal Power Station, Unit-I to III (3 x 130 MW) for the period from 1.4.2014 to 31.3.2019.

And in the matter of

Damodar Valley Corporation,
DVC Towers, VIP Road
Kolkata

.....**Petitioner**

Versus

1. West Bengal State Electricity Distribution Company Limited
Block 'DJ' Sector-11, Salt Lake City,
Kolkata-700 091
2. Jharkhand Bijli Vitran Nigam Limited
Engineering Building, HEC, Dhurwa,
Ranchi- 834 004

.....**Respondents**

Corrigendum

The Commission vide order dated 27.9.2016 in Petition No. 350/GT/2014 had approved the tariff of Bokaro Thermal Power Station, Unit-I to III (3 x 130 MW) for the period 2014-19 in terms of the 2014 Tariff Regulations.



2. It is observed that certain arithmetical / clerical error had crept in the Order dated 27.9.2016 with respect to the calculation of Receivables and Interest on Working Capital and the total of the Annual Fixed Charges allowed.

3. Accordingly, in terms of Regulation 103 A of the CERC (Conduct of Business) Regulations, 1999, the inadvertent arithmetical/clerical error is rectified and the order dated 27.2016 stands revised as under:

Receivables

4. Receivable component of working capital is revised as under:

	(₹ in lakh)				
	2014-15	2015-16	2016-17	2017-18	2018-19
Variable Charges -2 months	10661.79	10691.00	10661.79	10661.79	10661.79
Fixed Charges - 2 months	3970.45	4166.08	4507.06	4630.74	4719.35
Total	14632.24	14857.08	15168.85	15292.53	15381.14

5. Based on the above, the Interest on Working Capital stands revised as under:

	(₹ in lakh)				
	2014-15	2015-16	2016-17	2017-18	2018-19
Cost of coal for stock for 30 days	5003.68	5017.39	5003.68	5003.68	5003.68
Cost of coal for Generation for 30 days	5003.68	5017.39	5003.68	5003.68	5003.68
Oil stock -2 months	654.42	656.22	654.42	654.42	654.42
O & M expenses	1254.75	1333.50	1417.50	1506.75	1601.78
Spares	3011.40	3200.40	3402.00	3616.20	3844.26
Receivables	14632.24	14857.08	15168.85	15292.53	15381.14
Total Working Capital	29560.18	30081.98	30650.14	31077.27	31488.96
Rate of Interest	13.500%	13.500%	13.500%	13.500%	13.500%
Total Interest on Working capital	3990.62	4061.07	4137.77	4195.43	4251.01

6. Consequent upon the changes in amount of Interest on Working Capital allowed as above, the annual fixed charges in para 98 of the order dated 27.9.2016 is revised as under:

	(₹ in lakh)				
	2014-15	2015-16	2016-17	2017-18	2018-19
Depreciation	156.51	313.06	1216.92	795.96	147.14
Interest on Loan	19.76	14.14	27.85	21.90	0.00
Return on Equity	4598.82	4606.20	4649.80	4690.17	4696.65
Interest on Working Capital	3990.62	4061.07	4137.77	4195.43	4251.01
O&M Expenses	15057.00	16002.00	17010.00	18081.00	19221.30
Compensation Allowance	420.00	420.00	210.00	210.00	210.00



	2014-15	2015-16	2016-17	2017-18	2018-19
Sub-Total	24242.72	25416.47	27252.35	27994.47	28526.09
Share of Common Office Expenses	99.64	91.77	85.72	85.62	84.63
Additional O&M on account of Ash Evacuation, Mega Insurance, CISF Security and Share of subsidiary activities	-	-	-	-	-
Share of Pension & Gratuity Contribution	-	-	-	-	-
Sub-Total	99.64	91.77	85.72	85.62	84.63
Total Annual Fixed Charges	24342.36	25508.24	27338.06	28080.09	28610.72

7. All other terms of the order remain unchanged.

Sd/-
(Dr. M. K. Iyer)
Member

Sd/-
(A.S. Bakshi)
Member

