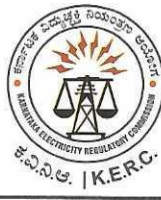


ಕರ್ನಾಟಕ ವಿದ್ಯುಚ್ಛಕ್ತಿ
ನಿಯಂತ್ರಣ ಆಯೋಗ



KARNATAKA ELECTRICITY
REGULATORY COMMISSION

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

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

KERC/DD(Tariff)/B/15/12/216/

Date: 02.06.2023

Encl: As per letter (2 pages)

The Managing Director,
BESCOM / MESCOM / CESC / HESCOM / GESCOM /
HREC / AEQUS / MSEZ.

Sir,

Sub: In the matter of extension of time for implementation of Commissions' FPPCA Order dated 13th March, 2023 relating to Fuel and Power Purchase Cost Adjustment (FPPCA) to be recovered in the third billing quarter April-2023 to June-2023.

On the subject, the Commission has issued the Order, on recovery of FPPCA pertaining to third quarter of FY23, on 02nd June, 2023. As per the order the licensees are required to The copy of this Order 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

Yours faithfully,

Secretary

for Karnataka Electricity Regulatory Commission

**BEFORE THE KARNATAKA ELECTRICITY REGULATORY COMMISSION
BANGALORE**

Dated this day, the 02nd June, 2023

In the matter of extension of time for implementation of Commissions' FPPCA Order dated 13th March, 2023 relating to Fuel and Power Purchase Cost Adjustment (FPPCA) to be recovered in the third billing quarter April-2023 to June-2023.

Present:

- | | |
|------------------------|----------------|
| 1. Sri. P. Ravikumar, | Chairman, |
| 2. Sri H.M. Manjunatha | Member (Legal) |
| 3. Sri M.D. Ravi | Member |

References:

1. Commissions' FPPCA order dated 13th March, 2023.
2. BESCOM , CESC, GESCOM and HESCOM letter dated 31.05.2023.

PREAMBLE:

1. The Commission has issued the order dated 13th March, 2023 approving the Fuel and Power Purchase Cost Adjustment (FPPCA) relating to third quarter of FY23, to be recovered in the billing quarter April-2023 to June-2023, as follows:

ESCOM	FPPCA (Paise/Unit)
BESCOM	101
MESCOM	93
CESC	82
HESCOM	100
GESCOM	67

2. BESCOM has requested the Commission to approve for spread over of the recovery of FPPCA approved in the Commission's Order dated 13th March, 2023 over a period of six months from July-2023 to December-2023, for the following reasons;
 - (a) FPPCA for Jan-2023 to be billed in March-2023 is not implemented in the month of March-2023 due to billing issues and also scarcity of time for implementation of regulation and computation of FPPCA.
 - (b) Consequently, FPPCA of Rs.1.49 per unit will have to be levied in June-2023 and Rs.1.81 per unit is carried forward to July-2023.
 - (c) As per the tariff order dated 12.05.2023, 70 paise per unit hike have to be claimed in June-2023. In addition to this, arrears of 70 paise per unit pertaining to April-2023 will also be added to June-2023 billing.



- (d) Thus, there will be overall increase in tariff for June-2023 by Rs.2.89 / unit.
- (e) On the similar lines, HESCOM, GESCOM and CESC have also requested to defer the claims to be recovered from July-2023 to Dec-2023.
3. The Commission has examined the proposals and decided to approve extended time for recovery of FPPCA as ordered in the Commission's Order dated 13th May, 2023.

Therefore, the Commission hereby orders as follows;

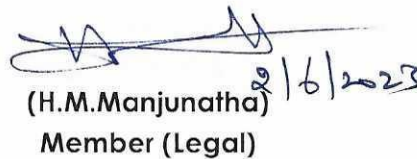
ORDER

In partial modification to the Commission's FPPCA Order dated 13th March 2023, approval is hereby accorded to allow the ESCOMs to recover the fuel and power purchase cost adjustment charges, relating to third quarter of FY23, in the energy bills to be issued to their consumers during the billing period from 1st July, 2023 to 31st December, 2023, instead of the billing quarter 1st April, 2023 to 30th June, 2023, as follows;

ESCOM	FPPCA	FPPCA
	To be recovered during the period July-2023 to Sep-2023 (Paise/Unit)	To be recovered during the period Oct-2023 to Dec-2023 (Paise/Unit)
BESCOM	51	50
MESCOM	47	46
CESC	41	41
HESCOM	50	50
GESCOM	34	33

The other contents of the FPPCA order dated 13th May, 2023 shall remain unaltered.


(P. Ravikumar)
Chairman


(H.M. Manjunatha)
Member (Legal)


(M.D. Ravi)
Member