

**KARNATAKA ELECTRICITY REGULATORY COMMISSION,
BENGALURU - 560 052****Dated 30th May, 2019****In the matter of:****Application of the Hubli Electricity Supply Company Limited, in respect of the Annual Performance Review for FY18, Approval of Annual Revenue Requirement for the next Control Period FY20-22 and Revision of Retail Supply Tariff for FY20 under Multi Year Tariff framework.**

Present:	Shri Shambhu Dayal Meena	Chairman
	Shri H.M. Manjunatha	Member
	Shri M.D. Ravi	Member

O R D E R

The Hubli Electricity Supply Company Ltd., (hereinafter referred to as HESCOM) is a Distribution Licensee under the provisions of the Electricity Act, 2003. The HESCOM, has filed its application on 30.11.2018 for consideration and orders on the following:

- Review of Annual Performance (APR) for the FY18, approval of Revised ARR thereon and carry forward of the deficit of Rs. 977.31 Crores to the ARR of FY20;
- Approval of Annual Revenue Requirement (ARR) for the fifth Control Period Financial Year 20-22 and approval of deficit of Rs. 1002.79 Crores for FY20 and approve total revenue deficit of Rs. 1980.09 Crores and allow HESCOM an increase of Rs.1.67 per unit across all categories of consumers;
- Approve the proposed purchase, sales, losses, Capex and ERC for FY20;

- d) Approval for Revised of Retail Supply Tariff, for the Financial Year 2020;
and
- e) Approve wheeling charges, cross subsidy charges and RPO compliance.

In exercise of the powers conferred under Sections 62 and 64 and other provisions of the Electricity Act, 2003, the KERC (Terms and Conditions for Determination of Tariff for Distribution and Retail Sale of Electricity) Regulations, 2006, read with the KERC (Tariff) Regulations, 2000 and other enabling Regulations, the Commission has considered the said application and also the views and objections submitted by the consumers and other stakeholders, while passing this Order. The Commission's decisions on various aspects, are brought out in the subsequent Chapters of this Order.