

**KERALA STATE ELECTRICITY REGULATORY COMMISSION  
THIRUVANANTHAPURAM**

**NOTICE**

No. 1122/F&T/KSERC/2021      Dated, Thiruvananthapuram 12<sup>th</sup> August, 2021

The Kerala State Electricity Regulatory Commission hereby publishes under sub section (3) of Section 181 of the Electricity Act, 2003, the following draft of the Kerala State Electricity Regulatory Commission (Conduct of Business) (Amendment) Regulations, 2021, for information of persons likely to be affected thereby. Any objection or suggestion thereon may be forwarded to the Secretary Kerala State Electricity Regulatory Commission, KPFC Bhavanam, C.V.Ramanpilli Road, Vellayambalam, Thiruvananthapuram-10 on or before 06-09-2021. Objections and suggestions received on or before the said date shall be considered by the Commission before finalization of the said draft regulation.

**(DRAFT)**

**NOTIFICATION**

In exercise of the powers conferred by sub-section (1) of section 181 of the Electricity Act, 2003 (Central Act 36 of 2003), and all other powers enabling it in this behalf and after previous publication, the Kerala State Electricity Regulatory Commission hereby makes the following Regulation to amend the Kerala State Electricity Regulatory Commission (Conduct of Business) Regulations, 2003, namely:-

**Kerala State Electricity Regulatory Commission (Conduct of Business)  
(Amendment) Regulations, 2021**

1. Short title and commencement.- (1) This Regulation may be called the Kerala State Electricity Regulatory Commission (Conduct of Business) (Amendment) Regulations, 2021.

(2) It shall come into force with effect from the date of publication of the same in the Government gazette.

2. Amendment of Regulation.- (1) In the Kerala State Electricity Regulatory Commission (Conduct of Business) Regulations, 2003, in Annex II, Schedule of Fees, in Sl. No.1, against item No. (ii) for the existing entry in column No. (3), the following entry shall be substituted, namely:-

“ 0.004% of the sum of the revenue expected for the entire MYT control period subject to a minimum of Rs.50,000/- ”

(2) in Annex II, Schedule of Fees, in Sl. No.1, against item No. (iii) for the existing entry in column No. (2), the following entry shall be substituted, namely:-

“in case of Truing up and/or Annual Performance Review for any year within the MYT control period”

(3) in Annex II, Schedule of Fees, in Sl. No.1, against item No. (iii) for the existing entry in column No. (3), the following entry shall be substituted, namely:-

“0.006% of the annual revenue for the year subject to a minimum of Rs.20,000/-”

By order of the Commission,

SECRETARY

### **EXPLANATORY NOTE**

(This does not form part of the notification, but is intended to achieve to general purport)

The fee levied by the Kerala State Electricity Regulatory Commission for every application and petition is specified in the ‘Annex II SCHEDULE OF FEES’ of Kerala State Electricity Regulatory Commission (Conduct of Business) Regulations, 2003 amended from time to time. The existing fee applicable in the case of initial filing of petition under Multi Year Tariff (MYT) system for approval of Aggregate Revenue Requirement and Expected Revenue from Charges and / or for determination of revision of tariff by a licensee is 0.010% of the revenue expected for the entire period. Further, for Annual Performance Review (APR) and/or Truing up also, the stipulated fee is 0.010% of the Annual revenue. Since the fee stipulated is linked to the annual revenue, the amount of fee for processing the petitions is increasing every year commensurate to the increase in revenue of the licensee. The licence fee is already specified as a percentage of annual revenue. Considering the expenses relating to processing these petitions, the Commission proposes to rationalise and reduce the above fee by stipulating a lower fee for processing the ARR&ERC/tariff petitions and truing up petitions, by amending the ‘Annex II SCHEDULE OF FEES’ of Kerala State Electricity Regulatory Commission (Conduct of Business) Regulation, 2003, suitably. Accordingly a draft of the Kerala State Electricity Regulatory Commission (Conduct of Business) (Amendment) Regulations, 2021 is published for fulfilling the previous publication and for obtaining suggestions from the general public and other stakeholders. The comments and suggestion on the draft is to be received by 06-09-2021. This draft notification is intended to achieve the above purpose.