

**PUNJAB STATE ELECTRICITY BOARD  
THE MALL, PATIALA**

**PUBLIC NOTICE**

IN RESPECT OF

Aggregate Revenue Requirement and Tariff Petition  
Filed by Punjab State Electricity Board  
**With Punjab State Electricity Regulatory Commission**  
For the financial year 2009-10

1. Notice is hereby given to all that the Punjab State Electricity Board (Board) engaged in Electricity Generation, Transmission and Distribution and related activities has filed before the Punjab State Electricity Regulatory Commission (Commission) the Aggregate Revenue Requirement (ARR) and Tariff Petition for its generation, transmission and distribution business for the year 2009-10 on 29.12.2008, under Regulation 13 of the Punjab State Electricity Regulatory Commission (Terms and Conditions for Determination of Tariff) Regulations, 2005. The filing has been taken on record by the Honourable Commission in Petition No. 1 of 2009. Subsequently, the Board made submissions in its letter no. 465 dated 19.3.2009, which has been considered by the Commission as part of the ARR and Tariff Petition. The summary of ARR and the revenue gap is given in the Table below.

**Summary of Aggregate Revenue Requirement (ARR),  
Total Revenue @ existing Tariff and Revenue Gap**

Particulars of costs	(Rs. in crore)		
	FY 2007-08 (Actual)	FY 2008-09 (RE)	FY 2009-10 (Projected)
Fuel	2,625	2,749	3,047
Power Purchase	6,020	6,507	7,265
Employee	2,035	2,244	3,455
Repairs & Maintenance	294	354	407
Administration & General expenses	70	72	76
Interest	858	1,207	1,586
Depreciation	665	722	970
Fringe benefit tax	5	5	6
Extra ordinary items & other debits	5	5	5
Add: Prior period (debit/credit)	(111)	19	-
<b>Total costs</b>	<b>12,466</b>	<b>13,884</b>	<b>16,815</b>
Add: Reasonable Return/ROE	412	412	412
Less: Non-Tariff income	444	424	444
<b>Annual Revenue Requirement</b>	<b>12,435</b>	<b>13,872</b>	<b>16,783</b>

To be covered by			
Revenue @ existing tariff	7,785	8,868	9,340
AP consumers			2,808
SC DS consumers			282
Non SC BPL consumers			12
Total revenue @ existing tariff	7,785	8,868	12,442
Add: Govt. subsidy			
GoP subsidy to agriculture	2,284	2,480	
Domestic subsidy	271		
Govt. subsidy for tariff increase of other categories	293		
Past subsidy & interest payable by GoP		122	
Total Govt. subsidy	2,848	2,602	-
Revenue @ existing tariff + GoP subsidy	10,633	11,470	12,442
Revenue gap/(Surplus)	1,802	2,403	4,341
Cumulative revenue gap/(Surplus)	1,802	4,205	8,546

Note: The revenue from sale of power to AP consumers, Domestic SC and Domestic Non SC consumers is to be recovered from Govt. of Punjab as subsidy, subject to the commitment of the Govt. of Punjab.

2. The Board has worked out a cumulative revenue gap of Rs 8546.00 crores for the year 2009-10. **The petition filed by the Board did not contain any proposal to cover this gap, and has submitted that the Commission may determine the gap and fix the tariffs accordingly based on the details furnished by the Board in the ARR and Tariff Petition.**
3. The Board filed Petition No.14 of 2008 for review of Tariff Order dated 3.7.2008 passed by the Commission for the year 2008-09. The Commission has passed order dated 24.3.2009 in the said petition.
4. Copies of the Aggregate Revenue Requirement (ARR) and Tariff Petition of the Board for the financial year 2009-10, submissions made by the Board in its letter no. 465 dated 19.3.2009 and also order dated 24.3.2009 passed by the Commission in Petition No.14 of 2008 are available in the office of the Chief Engineer/ARR & TR, PSEB, Patiala, Liaison Officer, PSEB Guest House, Near Yadvindra Public School, Phase-8, Mohali and also in the offices of all Chief Engineers (Operations) and all Superintending Engineers, in-charge of Operation Circles of the Board.

5. Interested persons may inspect and peruse the said Aggregate Revenue Requirement (ARR) and Tariff Petition of the Board, submissions made by the Board in its letter no. 465 dated 19.3.2009 and also order dated 24.3.2009 passed by the Commission in Petition No.14 of 2008 and take notes thereof during office hours at the above said offices free of charge.
6. Copies of the above documents can also be obtained from the above offices on payment of Rs. 100/- for each set.
7. The Aggregate Revenue Requirement and Tariff Petition filed by the Board for the financial year 2009-10, submissions made by the Board in its letter no. 465 dated 19.3.2009 and also order dated 24.3.2009 passed by the Commission in Petition No.14 of 2008 are also available on the website of the Board at the address "psebindia.org" and can be down loaded therefrom.
8. Objections to the Aggregate Revenue Requirement (ARR) and Tariff Petition filed by the Board, if any, together with supporting material, may be filed with the Secretary, Punjab State Electricity Regulatory Commission, SCO 220-221, Sector-34A, Chandigarh in person or through Registered Post so as to reach her within 30 days of the publication of this notice. Copy of the same must also be sent to the Chief Engineer/ARR & TR, PSEB, Patiala and proof of service of the same must be enclosed with the filing made to the Secretary, Punjab State Electricity Regulatory Commission.
9. The objections as above should be filed in seven copies and carry full name and postal address of the person sending the objections and should be supported by an affidavit, duly attested. All the objectors, except the individual objectors, may also send a soft copy of their objections to the Secretary/PSERC. If the objection is filed on behalf of any organization or any class of consumers, it should be so mentioned. It may also be specifically mentioned if the person putting in objections/comments also wants to be heard in person.
10. The Punjab State Electricity Regulatory Commission, after perusing the written objections received in response to this notice may invite such objector(s) as it considers appropriate for a hearing on dates which will be notified by the Commission in due course.

Chief Engineer/ARR & TR,  
PSEB, Patiala.