

**HIMACHAL PRADESH ELECTRICITY REGULATORY COMMISSION  
SHIMLA**

**M.A.No. 213/2010  
Petition No.173/09  
Case No. 250/08**

**In the matter of:**      **Subsidy to be provided by the Govt. of H.P. on account of rollback of tariff in respect of Domestic and WIPS categories in the HPSEB schedule of tariff, 2009 approved in the First Annual Performance Review Order for MYT Period (FY09-FY11), in accordance with Section 65 of Electricity Act, 2003 – Issue of Consequential Orders.**

**In the matter of:**      **Himachal Pradesh State Electricity Board, Vidyut Bhawan, Shimla-171004.**

**ORDER**

**20.02.2010**

The Commission had given direction in the Tariff Order for financial year 2009-10 issued on 24.08.2009 that it would issue consequential order to give effect to the subsidy that the State Government may provide shall not be construed as amendment of the tariff.

Accordingly the Himachal Pradesh State Electricity Board (hereinafter called “the Board”) vide M.A. No.213/2010 has submitted the application for issuance of the consequential order to give effect to the subsidy which the State Government has now decided to provide to Domestic and WIPS categories, as per the approval of the Government conveyed vide Chief Secretary (Power) to the Government of Himachal Pradesh letter No. MPP-C(2)-1/2007-I dated 30<sup>th</sup> November, 2009.

In view of the decision of the Government of Himachal Pradesh for granting subsidy to domestic and agricultural consumers for financial year 2009-10 to the tune of Rs.140.00 crore in accordance with provisions of section 65 of the Electricity Act, 2003, the Commission in terms of sub-regulation (5) of Regulation 44 of the Himachal Pradesh Electricity Regulatory Commission (Terms and Conditions for Determination of Wheeling Tariff and Retail Supply Tariff) Regulations, 2007 in giving effect to the subsidy hereby makes the following consequential provisions :-

1. The effective energy charges for Domestic Supply (DS) category, after accounting for Government subsidy, as reflected in para 5.27 of the Tariff Order of the financial year 2009-10 shall be as follows: -

<b>Description</b>	<b>Unit/month</b>	<b>Tariff for Current Year</b>	<b>Govt. of HP Subsidy (In Rs./Unit)</b>	<b>Effective Tariff after subsidy</b>
BPL Consumers	Upto 50	1.80	1.10	0.70
Other Consumers	>0-<=150	1.90	1.20	0.70
	>150-<=300	3.15	1.45	1.70
	>300	3.15	0.70	2.45

2. The consumer service charges for BPL consumers (Up to 50 units per month) shall be Rs. 16. from April to August, 2009 and Rs. 20. From September, 2009 to March, 2010.
3. With respect to consumers under Water and Irrigation Pumping Supply (WIPS) category, the energy charges shall be Rs. 0.50 per kWh to the consumer category upto 20kW under single part tariff and Rs. 0.50 per kVAh only for LT category under two part tariff. The revised energy charges on the account of Government subsidy would only be applicable if such facilities are installed at the farmer's own fields and are paid for by the farmer himself.
4. The above revised tariffs in respect of DS and WIPS categories shall be effective retrospectively from 1.09.2009. The Board shall give appropriate adjustments in the bills for the subsidy amount.
5. The Commission further orders that subsidy amount shall be paid in advance, to the Board, as per the provisions of section 65 of the Electricity Act, 2003, and reconciled after every quarter. The Board is directed to submit quarterly report regarding the payment of subsidy as well as the outstanding amount, if any. In case the State Government fails to pay the subsidy, as per the provisions of section 65 of the Act, the tariffs in respect of above two categories shall stand reverted back to the original tariff, as approved the Commission in its tariff order issued on 24.08.2009.

(Yogesh Khanna)  
Chairman