

Tariff Order for the 17-18

Dt. 10th June 2017

Dear Members of our Constituent Associations,

FIA is pleased to share with all members that Hon'ble JERC has pronounced the Tariff Order for the 17-18 and uploaded it http://jercuts.gov.in/writereaddata/UploadFile/DNHPDCLFY18_1907.pdf . It can also be seen at FIA website http://www.fiasilvassa.com/slider/downloads/pic1355828950_1.pdf It is being studied in details, prime facie, the order seems to be reasonable. Special features are:

- 1. Net impact on prevailing power tariff will be "reduction by 10 paisa per unit".
- 2. For computation of FPPCA, the approved power price has been enhanced from Rs 3.26 to Rs 4.49. It means FPPCA @67 paise will go away; There will be minimal possibility of any FPPCA during the year.
- 3. With the reduction of FPPCA, now it will not remain lucrative to purchase power through open access. If that happens, problem of loading of burden of fixed charges on account of non purchase of power due to open access will also go away.
- 4. Another good trend is that Hon'ble JERC has started now to pass on part of accumulated surplus to consumers. This year revenue requirement has been approved with a loss of 200Cr. Even after meeting this loss and with open access possibility, DNH PDCL will be with an accumulative profit of Rs. 345 Cr.

In new of above, Federation welcome the Order. Expect the members to demonstrate the same level of solidarity and unity on other pressing problems of Industries.

Regards

Chandrkant Parekh
President
Federation of Industries Associations, Silvassa