TAMILNADU ELECTRICITY CONSUMERS ASSOCIATION

Regd. No. 181-8524/1998 1st Floor, SIEMA Building, 8/4, Race Course, Coimbatore - 641 018 Phone: (0422) 4351400 e-mail: teca@tecaonline.in

TECA: CIR/DB/2012-13/91 30th March 2013

CIRCULAR

To

All Members,

SUB 1: TNERC order on Power Factor Incentive – Reg

SUB 2: Interim order of TNERC on TANGEDCO Tariff Petition.

Dear Sir,

1. You may be aware that TECA had challenged the TNERC Tariff Order dated 31.07.2010 before Hon'ble Appellate Tribunal for Electricity. One of the important thing we objected was the withdrawal of power factor Incentive for maintaining power factor above the stipulated limit of 0.95(lag). The Hon'ble Tribunal in its order No. 192 dated. 28th July 2011 has considered our demand and has allowed it and has directed TNERC to decide on the incentive after giving proper reasoning for the same.

Hon'ble TNERC has now directed TANGEDCO to provide all consumers, incentives for maintaining power factor at the rate at which it extended prior to this withdrawal for the period from 01.08.2010 to 25.10.2010 since the Commission's supply code provided for incentive for higher power factor has amended on 25.10.2010. We are enclosing herewith the TNERC order for your ready reference.

2. You may be aware that TANGEDCO has filed a Tariff Petition for the year 2013-14 before TNERC on 19/03/2013. TANGEDCO has not proposed any Tariff revision to electricity consumers.

TNERC has accepted the petition vide Petition No. T.P. No. 1 of 2013, and passed an Interim Order dated 28.03.2013 stating that

"TANGEDCO has submitted that the tariff petition for the year 2013-14 has been filed on 19-02-2013 and as such it may not be possible for the Commission to issue new tariff order before 31st March 2013, after complying with all formalities specified in section 64 of the Act. The earlier tariff order issued in T.O.No.1 of 2012 dated 30-03-2012 will be valid till 31-03-3013, as per para 1.2.1 of the said order. He has therefore prayed to extend the period of validity of the said T.O.No.1 of 2012 dated 30-03-2012 till new tariff order is issued by the Commission in accordance with prayer of T.P.No.1 of 2013. Upon perusing the records and after hearing the party, the Commission directs that Tariff Order No.1 of 2012 dated 30-03-2012 shall continue to have effect till 20th June 2013 or till new tariff order is issued by this Commission, whichever is earlier".

We are enclosing herewith the order for your reference. With Warm Regards

D. Balasundaram President