

**KARNATAKA ELECTRICITY REGULATORY COMMISSION****No.16C-1. Miller Tank Bed Area, Vasanthanagar  
BENGALURU - 560 052****Dated 4<sup>th</sup> November, 2020****In the matter of:**

**Application of the Bangalore Electricity Supply Company Limited, in respect of the Annual Performance Review for FY19, Approval of Annual Revenue Requirement for FY21 and Revision of Retail Supply Tariff for FY21 under Multi Year Tariff framework.**

<b>Present:</b>	<b>Shri Shambhu Dayal Meena</b>	<b>Chairman</b>
	<b>Shri H.M. Manjunatha</b>	<b>Member</b>
	<b>Shri M.D. Ravi</b>	<b>Member</b>

**O R D E R**

The Bangalore Electricity Supply Company Ltd. (hereinafter referred to as BESCOM) is a Distribution Licensee, under the provisions of the Electricity Act, 2003. The BESCOM has filed an application on 28.11.2019 for consideration and approval of the Commission on the following:

- Revised ARR for FY19 considering the Annual Performance Review based on audited accounts.
- Hiking the average tariff by 1.96 paise across all the categories of consumers to meet the unmet revenue gap of Rs.5872.08 Crores (Rs.2224.99 Crores for FY-19 and Rs.3647.09 Crores for FY-21) during FY-21. The expected additional revenue through tariff revision approximately works out to Rs.5872.08 Crores.

- c) The proposed redesign in additional surcharge and cross subsidy surcharge for open access consumers.
- d) Increased demand charges for HT category above 1 MW, and
- e) Proposed new HT incentive scheme during monsoon period.

In exercise of the powers conferred under Sections 62 and 64 and other provisions of the Electricity Act, 2003, the KERC (Terms and Conditions for Determination of Tariff for Distribution and Retail Sale of Electricity) Regulations, 2006, read with the KERC (Tariff) Regulations, 2000 and other enabling Regulations, the Commission has considered the said application and also the views and objections submitted by the consumers and other stakeholders while passing this Order. The Commission's decisions on various aspects, are brought out in the subsequent Chapters of this Order.