



## **KERALA STATE ELECTRICITY REGULATORY COMMISSION**

### **ORDER**

MODIFIED PROPOSALS SUBMITTED BY KSEB LTD TO REVISE  
'SCHEDULE OF TARIFF AND TERMS AND CONDITIONS FOR RETAIL  
SUPPLY OF ELECTRICITY WITH EFFECT FROM 01.07.2024 TO  
31.03.2027

**OP NO. 18/2023**

**5<sup>th</sup> DECEMBER 2024**

**KERALA STATE ELECTRICITY REGULATORY COMMISSION**  
**THIRUVANANTHAPURAM**

Present : **Shri T K Jose, Chairman**  
**Adv. A.J Wilson, Member**  
**Shri B Pradeep, Member**

**OP. No 18/2023**

In the matter of : Proposals to revise 'Schedule of tariff and terms and conditions for Retail Supply of Electricity by KSEB Ltd with effect from 01.07.2024 to 31.03.2027'

Petitioner : Kerala State Electricity Board Ltd  
Vydhyuthi Bhavanam,  
Pattom Thiruvananthapuram

**ORDER DATED 05.12.2024**

The Kerala State Electricity Regulatory Commission considered the modified proposals dated 02.08.2024 submitted by KSEB Ltd for revising the 'Schedule of tariff and terms and conditions for Retail Supply of Electricity by KSEB Ltd with effect from 01.07.2023 to 31.03.2027.

In compliance to Regulation 27(6) of KSERC (Conduct of Business) Regulations 2003, KSEB Ltd published a summary of the modified proposals in three dailies, Mathrubhumi, Mangalam and The New Indian Express on 14.08.2024. The proposals were also published in the web sites of the Commission and KSEB Ltd, for the information of the public. Thereafter, as per Regulation 32 of KSERC (Conduct of Business) Regulations, 2003 public hearings on the proposals were held at the Nalanda auditorium, Kozhikode on 03.09.2024, EMS Smaraka Hall, Jilla Panchayath, Palakkad on 04.09.2024, Corporation Town Hall, Ernakulam on 05.09.2024 and Grama Panchayat Association Hall, Thiruvananthapuram on 11.09.2024, wherein stakeholders presented their views and objections.

After having carefully considered the submissions, suggestions, objections and written submissions filed by KSEB Ltd, electricity consumers/general public and other stakeholders and in exercise of the

powers vested in the Commission under Section 62 and 64 of the Electricity Act, 2003 (Central Act 36 of 2003) and Regulation 85 of KSERC (Terms and Conditions for Determination of Tariff) Regulations, 2021, the Commission hereby passes the following Order.

Dated this the 5<sup>th</sup> December 2024 .

**Sd/-  
T K Jose  
Chairman**

**Sd/-  
Adv. A J Wilson  
Member**

**Sd/-  
B Pradeep  
Member**

Approved for issue

**Sd/-  
C R Satheesh Chandran  
Secretary**

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## CHAPTER-1

### INTRODUCTION

- 1.1 The Commission vide the Interim tariff Order dated 31.10.2023 in petition OP No. 18/2022, had approved the 'Schedule of Tariff and Terms and Conditions for Retail Supply of Electricity by KSEB Ltd and other licensees' from 01.11.2023 to 30.06.2024. The Commission further ordered that **"the interim tariff so approved for the year 2023-24 is applicable for the period from 01.11.2023 to 30.06.2024 this was further extended upto 30.11.2024. The Commission may, in the present petition and after duly taking into account the net revenue gap/surplus approved in the process of Truing Up of accounts for the year 2022-23 determine the tariff from the period 01.07.2024 onwards."**
- 1.2 Subsequently, the Commission vide the Order dated 28.06.2024 has approved the Truing Up for the Year 2022-23, approving a net revenue gap of Rs 30.80 crore.
- 1.3 KSEBL vide the submission dated 02.08.2024 has submitted the modified proposals for 'Revision of Tariff and Terms & Conditions of KSEBL and other licensees w.e.f 01.07.2024 to 31.03.2027. The summary of the Tariff revision proposed by KSEBL is given as Appendix to this Order. The average increase in tariff and additional revenue expected through the tariff revision proposed by KSEBL is given below.

Table 1.1  
Avg. increase in tariff and additional revenue expected through the tariff revision proposed by KSEBL

| Year   | Avg. tariff increase<br>(Rs/ kWh) |
|--|-----------------------------------|
| 2024-25  | 0.302                             |
| 2025-26  | 0.195                             |
| 2026-27  | 0.020                             |
| Summer tariff for the energy consumption from January to May every year from 2024-25 onwards | 0.100                             |

- 1.4 The year wise details of the additional revenue expected through the modified proposals of KSEBL is given below.

Table 1.2  
Addl revenue expected through the tariff revision proposed by KSEBL

| Year    | Energy sale<br>(MU) | Addl revenue @<br>Rs 0.302/<br>kWh from<br>2024-25<br>onwards<br>(Rs. Cr) | Addl revenue<br>@ Rs 0.195/<br>kWh from<br>2025-26<br>onwards<br>(Rs. Cr) | Addl<br>revenue @<br>Rs 2 paise<br>/unit from<br>2026-27<br>onwards<br>(Rs. Cr) | Summer<br>tariff @Rs<br>0.10/unit<br>(Rs. Cr) | Total<br>(Rs. Cr) |
|---------|---------------------|---|---|---|---|-------------------|
| 2024-25 | 26897               | 812.16  |   |   | 111.08  | 923.24            |
| 2025-26 | 28180               | 850.92  | 549.01  |   | 116.34  | 1516.27           |
| 2026-27 | 29588               | 893.43  | 576.44  | 53.82   | 122.08  | 1645.77           |

- 1.5 KSEBL has submitted the modified proposals dated 02.08.2024 to bridge the revenue gap approved by the Commission vide the MYT Order dated