



ANDHRA PRADESH ELECTRICITY REGULATORY COMMISSION

PRESS RELEASE

It is to inform that the Andhra Pradesh Electricity Regulatory Commission (APERC) has issued further draft amendment to the conduct of business regulation (Regulation No 2 of 1999) in respect of methodology of Fuel Surcharge Adjustment (FSA) leviable by the Licensees. The draft regulation has been notified in the AP Extraordinary Gazette vide No.115 Dt 22-June-2011. Copy of the draft amendment regulation has been placed in the Commission's website www.aperc.gov.in. Stakeholders/interested persons may furnish their suggestions / comments on the draft, by 3-08-2011 to The Secretary / APERC/5th Floor, Singareni Bhavan, Red Hills, Lakdi - Ka-Pool Hyderabad-04.

Place: Hyderabad

Date : 04-07-2011

Secretary (fac)

(Sanjeevarao Naidu)



ANDHRA PRADESH ELECTRICITY REGULATORY COMMISSION
#11-4-660, 5th floor, Singareni Bhavan, Red Hills, Hyderabad-500 004.

**FURTHER AMENDMENT OF CONDUCT OF BUSINESS
REGULATION IN RESPECT OF METHODOLOGY ON FUEL
SURCHARGE LEVIABLE BY THE LICENSEES REGULATION OF
2011**

DRAFT AMENDMENT REGULATION No. 1 OF 2011

PART-I

GENERAL

1. Short title, commencement, and interpretation

- (1) These Regulations may be called the Andhra Pradesh Electricity Regulatory Commission (Conduct of Business) Amendment Regulation, 1 of 2011.
- (2) They shall be deemed to have come into force with effect from 01-04-2011 onwards.
- (4) The Andhra Pradesh General Clauses Act 1891 shall apply to the interpretation of these Regulations.

PART-II

AMENDMENT

2. Amendment to Clause 45-B of Conduct of Business Regulations:

The Condition 1 of Clause 45-B of APERC (Conduct of Business) Regulation 2 of 1999 as amended by Amendment Regulation 1 of 2003 (as reproduced below)

Condition 1:

“The FSA as worked out will be distributed among all categories of consumers that existed in the quarter. However, the consumption by the agricultural sector will be excluded till the Commission is satisfied that metering of agricultural consumption is complete, as may be notified in the Tariff orders from time to time.”

shall be substituted by the following, namely:-

Condition 1:

- “(a) The FSA as worked out will be distributed among all categories of consumers that existed in the quarter. However, the consumption by the agricultural sector will be taken as estimated by distribution licensees and approved by the Commission till the Commission is satisfied that metering of agricultural consumption is complete, as may be notified in the Tariff orders from time to time.
- (b) The FSA amount for all un-metered agricultural consumers shall be computed by multiplying FSA per kWh based on the FSA formula with approved agricultural sales volume in kWh.
- (c) The amount so arrived at, shall be divided by the total connected load in HP, of all un-metered agricultural consumers, to arrive at the FSA chargeable on per HP basis. FSA per HP, shall be multiplied by individual consumer’s load, in HP (as per the records available with the respective DISCOM), to arrive at the FSA amount chargeable to individual agricultural consumer.
- (d) In respect of tariff years wherein there is a commitment from the Government of Andhra Pradesh (GoAP) during the process of issue of the Tariff Order for the relevant year to pay subsidy under section 65 of Electricity Act, 2003, for agricultural consumers, GoAP shall be informed in advance regarding the total amount chargeable to un-metered agricultural consumers, to elicit whether GoAP intends to provide such FSA amount to DISCOMs as additional subsidy towards FSA charges.
- (e) For computation of FSA amount chargeable to all consumers covered under kVAh billing, the DISCOMs shall furnish the

equivalent sales in kWh as per the monthly meter readings of relevant period/ quarter recorded for such consumers.”

(BY ORDER OF THE COMMISSION)

(K.Sanjeeva Rao Naidu)
SECRETARY(FAC)