

ISSUES FOR HEARING

PETITION FILED BY TRIBAL AREAS ELECTRICITY SUPPLY COMPANY LIMITED (TESCO) FOR DETERMINATION OF TARIFF FOR DISTRIBUTION OF POWER FOR THE FY 2019-20.

1. The following issues have been framed to be considered during the hearing and for presenting written as well as oral evidence and arguments;
 - i. Whether the Petitioner has complied with the direction of the Authority in their earlier determination?
 - ii. Whether the projected sales (GWh) is reasonable?
 - iii. Whether the projected Distribution Margin (excluding RoRB) is justified? The petitioner is required to provide Grid wise plan of its proposed O&M.
 - iv. Whether the projected Return on Regulatory Asset base (RORB) for the FY 2019-20 is justified?
 - v. Whether the requested Financial Charges are justified? Especially when the Petitioner is requesting RoRB?
 - vi. Whether the distribution margin should be recovered on Rs./kW or Rs./kWh basis?
 - vii. Whether the Petitioner's request for allowance of working capital is justified?
 - viii. Whether the requested T&D loss target for the FY 2019-20 is reasonable? Whether this target comprises of both Technical and Commercial losses?
 - ix. Whether TESCO fully utilized the investments in different heads allowed previously in FY 2016-17 and FY 2017-18? TESCO is required to provide project wise detailed report showing benefits achieved so far.
 - x. Whether the petitioner's proposed Investment Plan for the FY 2019-20 is justified? Whether the requested investment without submission of 5 Year IGTDP is justified? Petitioner must provide the project wise detailed report along with rationale against the requested investment for FY 2019-20.
 - xi. What are the proposed plans specifically for loss reduction and removal of overloading and system constraints/congestions with TESCO?
 - xii. Whether the ToU meters installed on Residential connections have the capability to record MDI?
 - xiii. Whether the basis used by the Petitioner for bifurcation of its costs into supply and distribution segments is justified?
 - xiv. Whether TESCO is currently facing network congestions? If yes, TESCO is required to submit detailed analysis by identifying the grey areas which causes congestions in its transmission and distribution system.
 - xv. As provided in NEPRA Amendment Act, 2018, TESCO as Distribution Licensee shall be deemed to hold Supply License also for a period of 5-years. In this regard, TESCO is required to explain its organizational restructuring in respect of segregation of responsibilities for

Distribution Business and Sale Business?

- xvi. As per NEPRA Amendment Act, 2018, obligations of procurement of assets including meters (for satisfying its services) and disconnection / reconnection services (on demand of Supplier) are with Distribution Licensee whereas procedure for metering, billing, collection of approved charges and recovery of arrears are the obligations of Supply Licensee. In this scenario, TESCO is required to state the mode and manner being developed and followed for appropriate coordination between Distribution Licensee and Supply Licensee?
- xvii. What are the reasons for delay in installation of pending connections?
- xviii. Whether the concerns raised by the intervener/ commentator if any are justified?
- xix. Any other issue that may come up during or after the hearing?