

2.2.5 Considering the above, the Commission finds it appropriate to approve the employee expenses for FY 2020-21, as shown in the Table below:

Table 2-2: Employee Expenses for FY 2020-21 as approved by the Commission (Rs. Crore)

Particulars	Approved in True-Up for FY 2019-20	SLDC filing	Approved after True-Up
Salary Expenses Including DA, Terminal Benefits and Pension Contribution	32.78	58.22	58.22
Other Employee Expenses	2.19	1.34	1.34
Total of Employee Expenses	34.97	59.55	59.55
Less: Expenses Capitalised	-	-	-
Net Employee Expenses	34.97	59.55	59.55

2.3 Administrative and General (A&G) Expenses

SLDC's Submission

2.3.1 SLDC submitted that A&G Expenses consists of Rent, Rates, Taxes, Telephone and Postage, Printing and Stationery, Advertisements Expenses, etc.

2.3.2 SLDC has submitted that the A&G expenses claimed in its Petition are based on the actuals as per the audited accounts, as shown in the table below:

Table 2-3: A&G Expenses for FY 2020-21 as submitted by SLDC

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Insurance expenses	-	-
Rent/Rates and taxes	0.03	0.03
License and other fees	-	-
Telephone and communication expenses	0.09	0.09
Legal and consulting charges expenses & Technical fees & professional charges	0.17	0.17
Travelling and conveyance expenses	0.73	0.73
Printing and stationary expenses	0.02	0.02
Security charges	0.16	0.16
Freight	-	-
Audit fees (expenses and Reimbursement)	-	-
Fuel for operating machines	-	-
Fees & Subscription	0.00	0.00
Books & Periodicals	0.00	0.00
Training Expenses	-	-
Advertisement Expenses	-	-

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Subscriptions/Contributions to Books & Periodicals	-	-
Electricity Charges	-	-
Water Charges	0.00	0.00
Entertainment/Recreations for employees	-	-
Petty Office Maintenance Expenses.	0.01	0.01
Other Purchase related Expenses.	-	-
Honorarium (Food Allowance) for SO in Chennai	-	-
Reward for theft of energy/Special reward vigilance	-	-
Miscellaneous A&G expense	0.06	0.36
Grand total	1.27	1.57

Commission's View

- 2.3.3 The Commission, in this Order, has approved the normative A&G Expenses, after truing up, as per Regulation 25 of the Tariff Regulations.
- 2.3.4 For computation of normative A&G Expenses for FY 2020-21, the escalation factor of 5.72% has been considered over the values approved in True-up Order for FY 2019-20.
- 2.3.5 Considering the above, the Commission finds it appropriate to approve the A&G expenses for FY 2020-21 as below:

Table 2-4: A&G Expenses for FY 2020-21 as approved by the Commission (Rs. Crore)

Particulars	Approved in True-Up for FY 2019-20	SLDC filing	Approved after True-Up
A&G Expenses	1.37	1.57	1.45
less: A&G expenses Capitalised	-	-	-
Net A&G Expenses	1.37	1.57	1.45

2.4 Repair and Maintenance (R&M) Expenses

SLDC's Submission

- 2.4.1 SLDC submitted that R&M Expenses are generally incurred on maintaining the SLDC assets and SLDC has been carrying out the repair and maintenance activities accordingly.
- 2.4.2 SLDC has submitted that major expense under R&M is under the sub-head of plant & machinery.
- 2.4.3 SLDC has submitted that the R&M Expenses have been claimed as per the audited accounting statements of FY 2020-21, as shown in the table below:

Table 2-5: R&M Expenses for FY 2020-21 as submitted by SLDC (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Plant & Machinery		0.02
Building		0.00
Civil Works		-
Hydraulic work		-
Lines & Cable network		0.00
Vehicles		-
Furniture & Fixtures		0.00
Office equipment		0.00
Total R&M Expenses	0.08	0.03

Commission's View

- 2.4.4 The Commission, in this Order, has approved the normative R&M Expenses, after truing up, as per Regulation 25 of the Tariff Regulations.
- 2.4.5 For computation of normative R&M Expenses for FY 2020-21, the escalation factor of 5.72% has been considered over the values approved in the True-up Order for FY 2019-20.
- 2.4.6 Considering the above, the Commission finds it appropriate to approve the R&M expenses for FY 2020-21, as below:

Table 2-6: R&M expenses for FY 2020-21 as approved by the Commission (Rs. Crore)

Particulars	Approved in True-Up for FY 2019-20	SLDC filing	Approved after True-Up
R&M Expenses	0.03	0.03	0.03
less: R&M expenses Capitalised	-	-	-
Net R&M Expenses	0.03	0.03	0.03

2.5 Net O&M Expenses**SLDC's Submission**

- 2.5.1 SLDC's submission of total O&M expenses, and the net amount after capitalization is summarised below:

Table 2-7: O&M Expenses for FY 2020-21 as submitted by SLDC (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Employee Expenses	44.87	59.55
A&G Expenses	1.27	1.57

Particulars	Approved earlier in Provisional True-Up	SLDC filing
R&M Expenses	0.08	0.03
Total O&M Expenses	46.22	61.15
(Less) O&M Expense Capitalization	-	-
(Less) Other Comprehensive Income	-	18.01
Net O&M Expenses	46.22	43.14

Commission's View

- 2.5.2 The Commission's analysis and approval on Employee expenses, A&G expenses, and R&M expenses has been detailed above. Accordingly, the Commission has approved the following O&M expenses:

Table 2-8: O&M Expenses for FY 2020-21 as approved by the Commission (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
Employee Expenses	44.87	59.55	59.55
A&G Expenses	1.27	1.57	1.45
R&M Expenses	0.08	0.03	0.03
Total O&M Expenses	46.22	61.15	61.03
(Less) O&M Expense Capitalization	-	-	-
(Less) Other Comprehensive Income	-	18.01	18.01
Net O&M Expenses	46.22	43.14	43.03

2.6 Capital Expenditure and Capitalization

SLDC's Submission

- 2.6.1 SLDC has claimed significant amount of Capital Expenditure and Capitalisation as shown below:

Table 2-9: Capital Expenditure and Capitalization for FY 2020-21 as submitted by SLDC (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Capital Expenditure	34.44	34.19
Capitalization	6.22	45.76

Commission's View

- 2.6.2 As the capitalization is as per the audited accounts, the Commission has relied on the same, and approves the same. The Commission notes the requirement of SLDC to

undertake this CAPEX. The Commission has considered the net addition to gross fixed assets during a particular year equivalent to capitalization for that year.

- 2.6.3 It has been observed that SLDC has claimed net GFA addition of Rs. 44.88 Crore, with the difference on account of deductions during the year of Rs. 0.88 Crore. Considering these, the Commission has approved the net capitalization as shown in the table below:

Table 2-10: Capital Expenditure and capitalization for FY 2020-21 approved by the Commission (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
Capital expenditure	34.44	34.19	34.19
Capitalization	6.22	45.76	44.88

2.7 Gross Fixed Assets (GFA) and Depreciation

SLDC's Submission

- 2.7.1 SLDC has submitted that the opening and closing balance of GFA have been considered as provided in the accounting statements of SLDC. SLDC has further submitted the depreciation has been claimed as per audited accounts.
- 2.7.2 Accordingly, the Depreciation claimed by SLDC for FY 2020-21 is as shown in the Table below:

Table 2-11: Depreciation for FY 2020-21 as submitted by SLDC (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Opening Gross Block	80.38	246.36
Addition of GFA	6.22	45.76
Deduction/Adjustment	-	0.88
Closing Gross Block	86.60	291.24
Depreciation during the year	4.20	14.50

Commission's View

- 2.7.3 The Commission has approved the depreciation in accordance with the approach adopted in the past Orders. For computation of depreciation, the Commission has considered the average rate of depreciation applied on the Opening GFA. The closing GFA for FY 2019-20, as approved in the true-up for FY 2019-20 has been considered as the opening GFA for FY 2020-21. Capitalisation approved for FY 2020-21 in this Order, is added to opening GFA to arrive at closing GFA of FY 2020-21. The rate of Depreciation approved by the Commission for FY 2020-21 works out to 5.89%.

- 2.7.4 The depreciation approved by the Commission for FY 2020-21 after true-up is shown in the table below:

Table 2-12: Depreciation for FY 2020-21 approved by the Commission (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
Opening Gross Block	80.38	246.36	80.38
Net Addition of GFA	6.22	44.88	44.88
Closing Gross Block	86.60	291.24	125.26
Depreciation during the year	4.20	14.50	4.73

2.8 Interest and Finance Charges

SLDC's Submission

- 2.8.1 Interest and Finance Charges have been claimed based on the Interest on Loan and Other Finance Charges as per the Audited Accounts for FY 2020-21.
- 2.8.2 SLDC has submitted that as per norms specified in the Tariff Regulations, SLDC has arrived at the interest expenses corresponding to long-term loans and interest on working capital separately.
- 2.8.3 SLDC has submitted that the operational/revenue expenses are met by the SLDC from the SLDC charges collected for SLDC function. However, SLDC is borrowing loans for carrying out Capital works.
- 2.8.4 SLDC has submitted that the Other Finance Charges mainly comprise interest on consumers' security deposit and other charges such as cost of raising finance, bank remittance charges, Bank Commission, Bank Guarantee commission, stamp duty charges, Letter of Credit opening charges, etc.
- 2.8.5 The interest calculation for FY 2020-21 as submitted by SLDC is shown in the Table below:

Table 2-13: Interest and finance charges for FY 2020-21 as submitted by SLDC (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Opening Loan balance for the year	52.97	45.78
Loan addition during the year	6.22	41.24
Repayment during the year	4.20	14.50
Closing Loan balance for the year	54.98	72.52
Average loan during the year	53.97	-
Average Rate of Interest (%)	10.69%	10.69%

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Interest on Loan	5.77	4.67
Less: Interest and Finance Charges Capitalization	0.23	-
Other Finance charges	-	0.23
Net Interest & Finance Charges	5.54	4.90

Commission's View

- 2.8.6 The Commission has considered the opening loan balance for FY 2020-21 as the closing loan balance approved in the True-up Order for FY 2019-20, whereas SLDC has computed interest based on different loan balance. Loan addition during the year is considered as the Capitalisation approved for the year, considering 100% debt funding. Repayment of loan during the year is considered equal to the amount of depreciation approved in this Order. Average rate of interest is computed as 7.89% derived from actual loan details submitted by SLDC.
- 2.8.7 Other Finance Charges have been allowed at actuals based on Audited Accounts excluding penal interest.
- 2.8.8 After considering the above, the Commission has approved the interest and finance charges as shown in the table below:

Table 2-16: Interest and finance charges for FY 2020-21 approved by the Commission (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
Opening Loan balance for the year	52.97	45.78	52.97
Loan addition during the year	6.22	41.24	44.88
Repayment during the year	4.20	14.50	4.73
Closing Loan balance for the year	54.98	72.52	93.12
Average Loan balance	53.97	*59.15	73.04
Average rate of Interest	10.69%	10.69%	7.89%
Interest on Loan	5.77	4.67	5.76
Less: Interest Capitalization	0.23	-	-
Other Finance charges	-	0.23	0.23
Net Interest & Finance Charges	5.54	4.90	6.00

* Commission has computed the value based on Petitioner's submission

2.9 Interest on Working Capital (IoWC)

SLDC's Submission

- 2.9.1 SLDC submitted that the Interest on Working Capital has been computed based on the normative parameters specified in the Tariff Regulations.

2.9.2 The Tariff Regulations specify that rate of interest on working capital shall be considered on normative basis and shall be equal to the short-term Prime Lending Rate of State Bank of India as on 1st April of the relevant year.

2.9.3 SLDC has claimed IoWC for FY 2020-21 as shown in the table below:

Table 2-14: IoWC as submitted by SLDC (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing
O&M expenses	3.85	3.60
Maintenance Spares	0.85	3.07
Receivables	5.66	5.97
Total Working Capital	10.37	12.63
Rate of Interest on Working Capital	12.90%	12.90%
Interest on Working Capital	1.34	1.63

Commission's View

2.9.4 Regulations 26 (2) (d) & 27 of the Tariff Regulations specify as under:

“26. Working Capital

(2) (d) For Transmission System

(i) Operation and Maintenance expenses for one month

(ii) Maintenance spares @ 1% of the historical cost of the transmission asset escalated at 6% per annum from the date of commencement of operation;

(iii) Receivables equivalent to two months transmission charges calculated on target availability level.

27. Interest on Working Capital

The short term rate of interest on working capital shall be on normative basis and shall be equivalent to the primary lending rate of State Bank of India as on 1st April of the relevant year.”

2.9.5 The Commission has computed the normative IoWC in accordance with the Tariff Regulations. The Commission has considered one-twelfth (1/12th) of the amount of O&M Expenses approved for FY 2020-21, while the receivables have been considered equivalent to two month's actual revenue received as per the Audited Accounts for FY 2020-21. Maintenance Spares have been considered at 1% of the opening GFA for FY 2020-21 with escalation of 6%. The Commission has considered rate of interest as 12.90%, which is equivalent to State Bank of India Prime Lending Rate as on 1st April 2020.

2.9.6 After considering the above, the Commission has approved the interest on working capital as shown in the table below:

Table 2-15: IoWC for FY 2020-21 approved by the Commission (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
O&M expenses	3.85	3.60	3.59
Maintenance Spares	0.85	3.07	0.85
Receivables	5.66	5.97	5.97
Total Working Capital	10.37	12.63	10.40
Rate of Interest on Working Capital	12.90%	12.90%	12.90%
Interest on Working Capital	1.34	1.63	1.34

2.10 Return on Equity (RoE)

SLDC's Submission

- 2.10.1 SLDC submitted that RoE for FY 2020-21 has been calculated on the basis of average equity for the year, which is in line with the Tariff Regulations. The Rate of Return on Equity has been considered at 14%.
- 2.10.2 SLDC submitted that there is no equity addition during the year. SLDC has claimed RoE for FY 2020-21 as shown in the table below:

Table 2-16: RoE for FY 2020-21 as submitted by SLDC (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Opening Equity	17.12	17.12
Addition during the year	-	-
Closing Equity	17.12	17.12
Average Equity	17.12	17.12
Return on Equity @ 14%	2.40	2.40

Commission's View

- 2.10.3 The Commission has considered the opening equity equivalent to the closing equity approved in the final True-up Order for FY 2019-20. Addition during the year is considered as Nil.
- 2.10.4 The Commission has allowed 14% RoE on average equity contribution as determined for the year, in accordance with the Tariff Regulations. The RoE approved by the Commission after Truing up for FY 2020-21 is summarized in the following Table.

Table 2-17: RoE for FY 2020-21 approved by the Commission (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
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Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
Opening Equity	17.12	17.12	17.12
Addition during the year	-	-	-
Closing Equity	17.12	17.12	17.12
Average Equity	17.12	17.12	17.12
Return on Equity @ 14%	2.40	2.40	2.40

2.11 Other Income

SLDC's Submission

2.11.1 SLDC submitted that the Other Income includes interest on staff and welfare activities and interest from banks. These items are recurring in nature and likely to be realised periodically during the year.

2.11.2 SLDC claimed Other Income for FY 2020-21 as shown in the table below:

Table 2-18: Other Income for FY 2020-21 as submitted by SLDC (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Other Income	2.22	1.24

Commission's view

2.11.3 The Commission has approved the Other Income for FY 2020-21 as per the Audited Accounts, as shown in the Table below:

Table 2-19: Other Income for FY 2020-21 approved by the Commission (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
Interest on staff loans and advances		0.03	0.03
Income from Investments		-	-
Interest on Loans & Advances to Licensees		-	-
Delayed Payment Surcharges collected from consumers		-	-
Interest on Advances to Suppliers/ Contractors		-	-
Interest from Banks (Other than Fixed Deposit)		-	-
Income from Trading		-	-
Income from sale of Scrap		0.01	0.01

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
Rebate on Power Purchase Bills		-	-
Income from Staff Welfare activities		-	-
Miscellaneous Receipts		1.17	1.17
Other non-operating income		0.03	0.03
Other Income	2.22	1.24	1.24

2.12 Prior Period Expenses

SLDC's Submission

2.12.1 SLDC submitted that Prior Period Expenses incurred for FY 2020-21 are as per the Audited accounts as shown in the table below:

Table 2-20: Prior Period Income & Expenses for FY 2020-21 as submitted by SLDC (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Prior Period Expenses (Net)	-	(0.08)

Commission's View

2.12.2 The Commission has analysed the Prior Period Expenses for FY 2020-21 as per the Audited Accounts.

2.12.3 Only prior period entries linked to income/expenses that were allowed on actual basis have been considered. Other prior period entries have not been considered, since, they have already been allowed on normative basis, without any linkage to the actual expenses booked earlier.

Table 2-21: Prior Period Income & Expenses for FY 2020-21 approved by the Commission (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
Income relating to previous year			
Fuel related gains	-	-	-
Receipts from consumers	-	-	-
Interest Income	-	-	-
Excess provision for I.T.	-	-	-
Excess provision for Depreciation	-	-	-
Excess provision for Int.& Fin. Charges	-	-	-
Other excess provision	-	0.08	-
Other income	-	0.01	0.008
Total Income	-	0.09	0.008

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
Prior Period Expenses/losses			
Short provision for power purchase	-	-	-
Fuel related losses and expenses	-	-	-
Operating expenses	-	-	-
Material related expenses	-	-	-
Employees cost	-	0.003	0.003
Depreciation under provided	-	-	-
Interest & Finance charges	-	-	-
Other charges	-	-	-
Administrative Expenses (Previous years)	-	-	-
Total Expenses	-	0.00	0.003
Total Net Prior Period (Credit) / Charges	-	(0.08)	(0.004)

2.13 Revenue

SLDC's submission

2.13.1 SLDC has considered the revenue from scheduling and system operating charges for FY 2020-21, as shown in the Table below:

Table 2-22: Revenue received for FY 2020-21 as submitted by SLDC (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing
Total Revenue	33.97	35.79

Commission's view

2.13.2 The actual Revenue from scheduling and system operating Charges for FY 2020-21 has been approved by the Commission based on the Audited Accounts, same as submitted by SLDC, as shown in the Table below:

Table 2-23: Revenue for FY 2020-21 approved by the Commission (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved after True-Up
Total Revenue	33.97	35.79	35.79

2.14 Aggregate Revenue Requirement

2.14.1 Based on the above component-wise submission made by SLDC and approval by the Commission, the ARR and Revenue Gap for FY 2020-21 is summarized in the following Table:

Table 2-24: Approved ARR for SLDC for FY 2020-21 (Rs. Crore)

Particulars	Approved earlier in Provisional True-Up	SLDC filing	Approved by the Commission
Employee Cost	44.87	59.55	59.55
A&G Expenses	1.27	1.57	1.45
R&M Expenses	0.08	0.03	0.03
<i>Less: O&M Capitalization</i>	-	-	-
<i>Less: Other Comprehensive Income</i>	-	(18.01)	(18.01)
Depreciation	4.20	14.50	4.73
Interest & Finance Charges	5.77	4.90	6.00
<i>Less: Interest Expenses Capitalized</i>	(0.23)	-	-
Interest on Working Capital	1.34	1.63	1.34
Prior Period (Income)/ Expenses	-	(0.08)	(0.004)
Total Expenditure	57.30	64.09	55.09
Return on Equity	2.40	2.40	2.40
<i>Less: Other Income</i>	(2.22)	(1.24)	(1.24)
Net Aggregate Revenue Requirement	57.48	65.25	56.25
Revenue from SLDC Charges	33.97	35.79	35.79
Gap/(Surplus)	23.50	29.46	20.46

2.15 Treatment of Revenue Gap/(Surplus)

2.15.1 The carrying cost of past year's deficit/(surplus) is as given below:

Table 2-29: Cumulative Revenue Deficit/(Surplus) approved by the Commission till FY 2020-21 (Rs. Crore)

Particulars	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21
Opening balance	-	(60.62)	(68.69)	(64.26)
Addition of Revenue Gap/(Surplus) during the year	(57.65)	(1.82)	10.86	20.46
Closing balance	(57.65)	(62.43)	(57.83)	(43.80)
Average balance	(28.83)	(61.52)	(63.26)	(54.03)
Weighted average rate of interest (%)	10.28%	10.17%	10.17%	7.89%
Carrying/(Holding) Cost	(2.96)	(6.26)	(6.43)	(4.26)
Closing balance with Carrying/(Holding) cost	(60.62)	(68.69)	(64.26)	(48.06)

- 2.15.2 The Commission has approved cumulative Revenue Surplus of Rs. 64.26 Crore after true-up of FY 2019-20, in the Order dated September 09, 2022. In this Order, the Commission has carried out the true-up of FY 2020-21 and the Revenue Gap of Rs. 20.46 Crore has been added to arrive at the total cumulative Revenue Surplus of Rs. 48.06 Crore, including holding cost of Rs. 4.26 Crore. The Commission would re-calculate this surplus at the time of final true-up for FY 2021-22.

3 Directives

- 3.1.1 SLDC shall file the subsequent True-ups on a timely basis every year, as per TNERC (Terms and Conditions for Determination of Tariff) Regulations, 2005, with its subsequent amendments thereof and the TNERC (Terms and Conditions for Determination of Tariff for Intra state Transmission / Distribution of Electricity under MYT Framework) Regulations, 2009, with its subsequent amendments thereof, along with the Fees as specified in the TNERC Fees and Fines Regulations, 2022.
- 3.1.2 The Commission directs SLDC to maintain separate Trial Balance, Accounts, Asset Registers, etc., for SLDC and submit such Trial Balance/Balance Sheet for SLDC separately at the time of filing of next Tariff Petition and file Capital Investment Plan (CIP) before Tariff Petition.
- 3.1.3 The Commission directs SLDC to submit on a quarterly basis, the details of monthly revenue earned from Scheduling Charges and System Operation Charges, along with number of transactions, revenue computation, allotted capacity, etc.
- 3.1.4 Status report on implementation of SAMAST Scheme and Cyber Security improvement of the communication networks shall be submitted to the Commission within 4 weeks from the issuance of this Order.
- 3.1.5 The Commission directs SLDC to submit Deviation Settlement Mechanism (DSM) report on a quarterly basis.
- 3.1.6 The Commission directs SLDC to upload the details of Open Access Consumers, Revenue from Open Access, Procedure for Seeking Open Access, Available TTC and ATC, Outage Management and other reports like Power Supply Position, Energy Management Report, Planned Shutdown, etc., on quarterly basis within 30 days from the end of each quarter.
- 3.1.7 The Commission directs SLDC to provide Status Report on quarterly basis for projects implemented along with the details of scheduled Commercial Operation Date (COD), actual COD and actual Interest During Construction (IDC) incurred on the projects developed within 30 days of CoD of the project/works. SLDC shall submit the detailed capital investment plans and other capital expenditure of value for prior approval as per MYT Regulations, failing which the Commission may not allow the capex in the ARR and Tariff. Such investment approval Petitions should be accompanied with detailed techno-economic analysis preferably based on Internal Rate of Return (IRR) computations, if any.
- 3.1.8 The Commission directs SLDC to submit the Operation/Performance Report on grid stability and security on half-yearly basis to the Commission, in accordance with the provisions of the Grid Code Regulations. SLDC shall also submit the measures, if any, specifically taken by the SLDC in critical operational parameters conditions. SLDC

shall also ensure that no gaming is done by any entity connected with the grid in terms of the DSM Order and provisions of Grid Code and report the same, if such activities are found.

- 3.1.9 The Commission directs SLDC to maintain Monthly and Yearly Availability for all Generating Stations and for the Transmission system. SLDC to provide such certificates for the respective utilities during Tariff Filing for assessing the Availability.
- 3.1.10 The Commission directs SLDC to maintain separate details of the revenue realized in the following heads in its audited accounts:
- Revenue from Scheduling Charges
 - Revenue from SOC
 - Other Miscellaneous Revenue (along with the detailed break-up of its components)
- 3.1.11 The Commission directs SLDC to strictly comply with curtailment in line with the Detailed procedure for Management of RE Curtailment for wind for Wind and Solar Generation issued by the Commission and submit quarterly report on details of curtailment carried out against conventional and RE generation with reason for such curtailment within 15 days of completion of each quarter.