



**BEFORE THE TAMIL NADU ELECTRICITY REGULATORY COMMISSION,
CHENNAI**

Order No. 3 of 2026 dated 06-04-2026

Present : Thiru. R. Manivannan Chairman
Thiru K. Venkatesan Member

**In the matter of: Interest on Security Deposit for the Financial year
2026-27 in respect of HT and LT consumers –
Ordered.**

As per sub-section (4) of Section 47 of Electricity Act, 2003, the Distribution Licensee shall pay interest equivalent to the bank rate or more, as may be specified by the Commission, on the security in respect of electricity supplied to the consumers as well as for the meter provided to the consumers.

2) As per Regulation 5(5)(i) of the Tamil Nadu Electricity Supply Code, rate of interest on Security Deposit shall be on the basis of the Commission's direction.

3) As per Regulation 5(5)(iii) of the Tamil Nadu Electricity Supply Code, the interest at Bank Rate or more as specified by the Commission shall be calculated and credited to the Security Deposit Accounts of the

consumers **at the beginning of every financial year** and the credit available including the interest shall be informed to each consumer before the end of the year.

4) The Weighted Average Bank rate for the period from April 2025 to March 2026 is 5.76% p.a.

5) The Commission directs that the TNPDC shall pay interest at 5.76% p.a on the Security Deposit from the consumers for the financial year 2026-27. The interest on Meter Caution Deposit shall be 5.76% p.a as per the Commission's Order on Non-Tariff related miscellaneous charges.

6) The credit including interest available in the accounts of the consumers as on 31-03-2026 shall be intimated to the consumers by 30-06-2026 and submit compliance report to the Commission on or before 31-07-2026.

(By Order of the Commission)

**Sd/-
Secretary**

Tamil Nadu Electricity Regulatory Commission

To

1) The Chairman and Managing Director, TNPDC
144, Anna Salai, Chennai 600002.