



CHHATTISGARH VIDYUT MANDAL ABHIYANTA SANGH

छ.ग. विद्युत मंडल अभियंता संघ

(अखिल भारतीय विद्युत अभियंता महासंघ से सम्बद्ध)

(AFFILIATED WITH ALL INDIA POWER ENGINEERS FEDERATION)

एम् - 9, कृष्णानगर, डंगनिया, रायपुर- 492013 (छ.ग.) • M - 9 Krishana Nagar, Daganiya, Raipur - 492013 (C.G.)

Ref. No. 02/2016/155

Date 11/02/2016

To,

The Secretary,

CSERC, Raipur.

Sub – Suggestions, objection in respect of tariff petitions filed by state power companies for the year 2016-17 and onwards.

Respected Sir,

Being a important stake holders of the state power companies we herby submit the objections and suggestions in respect of tariff petitions filed by state power companies for the year 2016-17 and onwards as following –

1. Annual revenue requirement should be calculated considering the estimated expenditure and collections but as per our analysis the expenditure estimated towards liability of retirement benefits is not realistic and needs to be reworked again considering following -
 - a. Fund requirement to meet the deficit in pension and gratuity fund of around Rs. more than 5400 Crore as on 31-Mar-2015; as per latest actuarial analysis.
 - b. Fund requirement about 40 crores per month for all state power companies, to meet the statutory obligations of monthly contribution towards pension and gratuity fund towards working employee. Fund requirement to meet the statutory obligations of monthly contribution to pension and gratuity fund towards retired employee to adjust the additional requirements of fund to meet the obligation of regular hike in dearness allowances.
 - c. Additional fund requirements to meet the financial burden in Pension and Gratuity fund which may arise due to increase in salary due to wage revisions as due in 1st April 2014 and 1st April 2019.
 - d. Additional fund requirements to meet the financial burden arisen due to not contributing the funds in Pension and Gratuity trusts as per previous CSERC's Tariff orders.
 - e. Fund requirements to meet the changes in NPS, as proposed in 7th pay commission.

2. Wage revision and other fringe benefits of employees of all state power companies is due from 1st April 2014 and as per prevailing practices next wage revision is also due in 1st April 2019. So following expected expenditure needs to be estimated properly-
- As per prevailing practices, the salary hike was always given more than what the wage advisory committee had advised, so in case of wage revision due from 1st April 2014 salary hike may be estimated as per report submitted by wage advisory committee.
 - As per prevailing practices next wage revision is also due in 1st April 2019, so proper estimation of expenditure is also needed to carefully estimated and accounted for.

It is requested with the Hon'ble CSERC to review the expenditure, as estimated, in ARR of all state power companies (to determine the tariff for 2016 to 2021 in MYT regime) towards, the above suggestions.

Thus we file our objections and suggestion as above in respect of tariff petitions filed by state power companies for the year 2016-17 and onwards and request to provide us the reply of all the respondents in above matter so that further facts can be brought in your notice.

Thanks!



P.K. Khare
(General Secretary)
CGVMAS, Raipur

Copy To:

- (1) The Chairman, Chhattisgarh State Power Companies, Raipur
- (2) The Principal Secretary (Energy), Govt. Of C.G., Raipur
- (3) The MD, CSPHCL, CSPDCL, CSPTCL, CSPGCL Raipur – For information and necessary action please.