

A. Introduction

- 1.1 New Delhi Municipal Council (NDMC), the Distribution Licensee, has filed its Petition for Approval of True up for FY 2016-17 and ARR for FY 2018-19.
- 1.2 This Executive Summary contains the summary of the Petition filed by NDMC for True up for FY 2016-17 (based on audited accounts) and ARR and Tariff of FY 2018-19 (based on projections).
- 1.3 The Commission shall true-up the ARR for FY 2016-17 as per MYT Regulations, 2011, after prudence check.
- 1.4 ARR and Tariff for FY 2018-19 shall be based on the provisions of Delhi Electricity Regulatory Commission (Terms and Conditions for Determination of Tariff) Regulations, 2017, which broadly has the following components:
 - a. Power Purchase Cost including transmission charges
 - b. Operation and Maintenance (O&M) expenses
 - i. Employee Expenses
 - ii. Administrative & General Expenses
 - iii. Repair & Maintenance Expenses
 - c. Return on Capital Employed
 - d. Depreciation
 - e. Income Tax.
 - f. Non-tariff Income, etc.
- 1.5 Depreciation and RoCE shall be trued up based on the actual capital expenditure and actual capitalization vis-à-vis capital investment plan (capital expenditure and capitalization) approved by the Commission - Controllable parameters.
- 1.6 Variation in revenue / expenditure on account of uncontrollable sales / power purchase respectively – Uncontrollable parameters.
- 1.7 The figures of various components in the executive summary have been extracted from the Petitions filed by NDMC for ease of understanding to various stakeholders however the complete Petition is also available on DERC website <http://www.derc.gov.in/>