

BEFORE THE TAMIL NADU ELECTRICITY REGULATORY COMMISSION, CHENNAI

Order No T.O. 1 - 91 dated 15/09/2006

Present : **Hon'ble Thiru S.Thangarathnam, Member**
Hon'ble Thiru B.Jeyaraman, Member

In the matter of : **Balance subsidy payable for free supply upto 500 units bimonthly to Power loom consumers for the period from 01.08.2006 to 31.03.07.**

The Government of Tamil Nadu issued following directives for extension of free supply and commitment for provision of subsidy as follows:

Letter No.	Details of free supply	Subsidy for full year (Rs. in cr.)
1. Ms.75/2006 dr.11.08.2006	Free supply to Agricultural consumers under SFS from 01.04.2006.	37.48
2. Ms.90/2006 dt.06.09.2006	(i) Free supply upto 100 units bimonthly to handloom weavers from 01.08.2006	16.80
	(ii) Free supply upto 500 units bimonthly to power loom consumers from 01.08.2006	23.46
		77.74

(2) The Commission in its Order T.O. 1-90 dt.-8.09.2006 has issued orders for payment of following subsidy for 2006-07.

(i) Free supply to Agriculture consumers under SFS from 01.04.2006 to 31.03.2007	37.48
(ii) Free supply to Handloom consumers for the period from 01.08.2006 to 31.03.2007	11.20
(iii) Free supply to power loom consumers for the period from 01.08.2006 to 31.03.2007	15.46
	64.14

(3) The subsidy payable for free supply upto 500 units bimonthly to powerloom consumers for one year from 01.08.2006 is **Rs.23.46 cr.** and accordingly the proportionate subsidy for 8 months from 01.08.2006 to 31.03.2007 shall be **Rs.15.64 cr.** However, in order T.O.1 – 90 dated 08.09.2006 subsidy of Rs.15.46 cr. has been ordered by oversight. The subsidy for the year 2006-07 payable by the Government of Tamil Nadu to compensate the loss in revenue to TNEB would be Rs.64.32 crores as against Rs.64.14 crores mentioned in para (6) (ii) of T.O. 1-90 dated 8.9.06.

(4) Hence the Government shall provide the balance subsidy of Rs.0.18 cr. (15.64 – 15.46) to TNEB or or before 30.09.2006 towards balance subsidy for the year 2006-07 for extending free supply upto 500 units bimonthly to power loom consumers.

(By Order of the Commission)

**R. Balasubramanian
Secretary**

To

The Chairman, Tamil Nadu Electricity Board, Chennai 600 002.

The Principal Secretary to Government, Energy Department, Chennai 600 009.