



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

Order No. 4 of 2024, dated 15-04-2024

Present :	Thiru M. Chandrasekar Chairman
	Thiru K. Venkatesan Member
	Thiru B. Mohan Member (Legal)

**In the matter of : Provisional Tariff subsidy for FY 2024-25
by the Government of Tamil Nadu.**

The Government of Tamil Nadu (GoTN) had issued policy directions under sub-section (1) of section 108 of the Electricity Act, 2003, for extension of free supply / concessional tariff to different categories of consumers like Hut consumers, Agricultural consumers, Domestic consumers, Actual Places of Public Worship, Powerloom Consumers, Handloom Consumers and Lift Irrigation Co-operative Societies for Agriculture from 2004 onwards. The Government has also committed to provide subsidy to meet the shortfall in revenue to TANGEDCO u/s 65 of the Electricity Act, 2003.

(2) TANGEDCO, in their letter dated 26-03-2024 has stated that the Government of Tamil Nadu has allotted to provide Rs.15,224.52 Crores in the Budget Estimate for FY 2024-25 towards tariff subsidy payable to TANGEDCO.

(3) TANGEDCO has also stated that the following are the list of policy directives along with commitment letters issued at various stages by the Government of Tamil Nadu:

Sl. No.	Category of consumers	Details of G.O's issued from effective	Details of Government's commitment letters issued
1	a) Reduction in Tariff for Domestic Consumers b) Free electricity of 100 units bimonthly to all Domestic consumer in all slabs in the existing assessment system.	w.e.f:16-06-2004 G.O.(MS) No.36, Energy (A1) Department, dated 23-05-2016 (w.e.f:23-05-2016)	Letter MS.No.100, Energy (A1) Department, dated 07-06-2004. Letter (MS)No:37, Energy (A1) Department, Dated 23-05-2016.
2	Free units of electricity to HUT consumer	w.e.f:01-04-2004	Letter (MS)No: 100, Energy (A1) Department, Dated 07-06-2004.
3	a) Free electricity to Agricultural consumers	w.e.f:01-04-2004	Letter (MS)No: 100, Energy (A1) Department, Dated 07-06-2004.

	under Normal category b) Free electricity to Agricultural consumers under SFS category	w.e.f:01-04-2006	Letter (MS)No: 75/2006, Energy (C3) Department, Dated 11-08-2006.
4	Reduction in Tariff for Actual Places of Public Worship	w.e.f:01-01-2006	Letter (MS)No: 15/2006, Energy (C3) Department, Dated 31-01-2006.
5	Free Supply of electricity to HT Lift Irrigation consumers	w.e.f:01-12-2010	Govt: Letter (MS)No: 116, Energy (C3) Department, Dated 01-12-2010.
6	Reduction of ToD Charges from 25% to 15% during peak hours for LT Industries consumers	G.O.(MS) No.79, MSME (D2) Department, dated 08-11-2022 (w.e.f:08-11-2022)	Lr.No.9863/C2/2022, Energy (C2), Department, dated 06-02-2023.
7	Enhancement of ceiling for the supply of free electricity to all handloom consumers from 201 to 300 units bimonthly and reduction in tariff for remaining slabs.	G.O.(MS) No.40,Handlooms, Handicrafts, Textiles and Khadi (D2) Department, dated 03-03-2023 (w.e.f:03-03-2023)	Lr.No.1858/C2/2023, Energy (C2), Department, dated 27-03-2023.
8	Enhancement of free units	G.O.(MS) No.41,Handlooms,	Lr.No.1859/C2/2023, Energy (C2),

	from 750 units to 1000 units bimonthly to all Powerloom consumers and reduction in tariff for remaining slabs.	Handicrafts, Textiles and Khadi (D2) Department, dated 03-03-2023 (w.e.f:03-03-2023)	Department, dated 27-03-2023.
9	Reduction in tariff rate to certain categories of Multi-tenements consumers under LT Tariff ID as LT IE (Common Supply).	(w.e.f:01-11-2023)	G.O.(Ms) Lr.No.8303/C2/2023 Dated 30-10-2023
10	Non-collection of peak hour charges till installation of smart meters for LT Industries (IIIB)	G.O.(Ms.) No.75, Micro, Small and Medium Enterprises (D2) Department, dated 10-11-2023.	GoTN, in its letter No.8901/C2/2023 dated 11-11-2023
11	Reduction in Solar Roof Top Network Charges to 50% for LT Industries (IIIB)	(w.e.f:10-11-2023)	GoTN, in its letter No.8901/C2/2023 dated 11-11-2023

(4) The Commission has considered the following facts while determining the Subsidy payable by GoTN:

(i) The subsidy rates as issued in the Government's Letter (Ms.) No. 6129/C2/2023-1, dated 23-11-2023 of Energy (C2) Department, GoTN are as follows:

Category	Slab	Subsidy/Unit
Domestic (IA)	Upto 500 units 0 - 100 units (bimonthly)	Rs.4.60/unit.
	101 - 200 units (bimonthly)	Rs.2.35/unit.
	201-300 units	Rs.0.10/unit
	301-400 units	Rs. 0.10/unit
	401-500 units	Rs. 0.15/unit
	Above 500 units 0-100 units (bimonthly)	Rs.4.60/unit.
	101-200	Rs.0.10/unit
	201-300	Rs.0.10/unit
	301-400	Rs.0.10/unit
	401-500	Rs. 0.15/unit
	501-600	Rs. 0.15/unit
	601-800	Rs. 0.20/unit
	801-1000	Rs. 0.20/unit
	Above 1000	Rs. 0.25/unit
Hut (IB)	No meter-Fixed charges	Rs.307/month/service
		Rs.9.35/unit
Places of Worship (IIC)	0-120 units	Rs.3.00/unit
Powerloom (IIIA2)	Upto 500 units	Rs.6.65/unit.
	501-750	Rs.7.65/unit.
	751-1000	Rs.7.65/unit.
	1001-1500	Rs.3.40/unit.
	Above 1500	Rs.2.25/unit.
Agriculture (IV)	No meter	Rs.3630/HP/year.
HT Lift	All units	Rs.7.15/unit.

Irrigation		
LT Industries (IIIB)	Reduction in ToD Charges during Peak Hours	Rs.0.80/unit

In the aforesaid commitment letter, the Government of Tamil Nadu, has specified the subsidy (unit / SC/HP, as the case may be) to be payable to the subsidized categories. The fixation of tariff is within the purview of the Commission. As far as the subsidy is concerned, the Government has to decide the grant of subsidy to any consumer. The GoTN specified the subsidy amount per unit to the respective subsidy categories.

The Provisional Tariff Subsidy payable by GoTN to TANGEDCO for different category of consumers for FY 2023-24 is detailed below:

I. Domestic Consumers - LT Tariff I-A

The details of approved tariff, subsidy payable by the Government as per above revised directive and the tariff for energy charges payable by Domestic consumers with effect from 01-07-2023 are as follows:

Consumption slabs – Range in kWh (units) and billing period (one or two months)	Approved Tariff Rate	Subsidy payable by GoTN	Payable by consumer
	Energy Charges in paise per kWh	Energy Charges in paise per kWh	Energy Charges in paise per kWh
a) For consumers who consume up to 50 units per month (or) 100 units for two months			

Consumption slabs – Range in kWh (units) and billing period (one or two months)	Approved Tariff Rate	Subsidy payable by GoTN	Payable by consumer
	Energy Charges in paise per kWh	Energy Charges in paise per kWh	Energy Charges in paise per kWh
From 0 to 50 units per month (or) 0 to 100 units for two months	460	460	Nil
b) For consumers who consume from 51 units to 100 units per month (or) 101 to 200 units for two months			
From 0 to 50 units per month (or) 0 to 100 units for two months	460	460	Nil
From 51 to 100 units per month (or) 101 to 200 units for two months.	460	235	225
c) For consumers who consume from 101 units to 250 units per month (or) 201 to 500 units for two months			
From 0 to 50 units per month (or) 0 to 100 units for two months	460	460	Nil
From 51 to 100 units per month (or) 101 to 200 units for two months.	460	235	225
From 101 to 200 units per month (or) 201 units to 400 units for two months	460	10	450
From 201 to 250 units per month (or) 401 units to 500 units for two months	615	15	600

Consumption slabs – Range in kWh (units) and billing period (one or two months)	Approved Tariff Rate	Subsidy payable by GoTN	Payable by consumer
	Energy Charges in paise per kWh	Energy Charges in paise per kWh	Energy Charges in paise per kWh
d) For consumers who consume 251 units and above per month (or) 501 units and above per month			
From 0 to 50 units per month (or) 0 to 100 units for two months	460	460	Nil
From 51 to 100 units per month (or) 101 to 200 units for two months.	460	10	450
From 101 to 200 units per month (or) 201 to 400 units for two months	460	10	450
From 201 units to 250 units per month (or) 401 units to 500 units for two months	615	15	600
From 251 to 300 units per month (or) 501 to 600 units for two months	815	15	800
From 301 units to 400 units per month (or) 601 units to 800 units for two months	920	20	900
From 401 to 500 units per month (or) 801 to 1000 units for two months	1020	20	1000
From 501 units and above per month (or) from 1001 units and above for two months	1125	25	1100

The provisional tariff subsidy payable by the Government for the FY 2024-25 has been estimated as follows:

Slab	Consumption (in MU)/ No. of services (in lakhs)	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
I. Bi-Monthly Consumption upto 100 units			
0-100 units	2003.21	4.60	921.47
II. Bi-Monthly Consumption above 100 units and upto 200 units			
0-100 units	3499.99	4.60	1610.00
101-200 units	2143.73	2.35	503.78
III. Bi-Monthly Consumption above 200 units and upto 500 units			
0-100 units	4939.39	4.60	2272.12
101-200 units	4939.39	2.35	1160.76
201-300 units	3913.72	0.10	39.14
301-400	1780.13	0.10	17.80
401-500	586.41	0.15	8.80
IV. Bi-Monthly Consumption above 500 units			
0-100 units	1212.77	4.60	557.87
101-200 units	1212.77	0.10	12.13
201-300 units	1212.77	0.10	12.13
301-400	1212.77	0.10	12.13
401-500	1212.77	0.15	18.19
501-600	1112.99	0.15	16.69
601-800	1247.73	0.20	24.95
801-1000	614.30	0.20	12.29
Above 1000	987.89	0.25	24.70
Total (A)			7224.95

Hence, a subsidy of Rs.7224.95 Crores is provisionally approved for FY 2024-25 in respect of reduction in tariff to Domestic Consumers based on the estimated data furnished by TANGEDCO.

(II-A) Agricultural consumers under normal category:

The details of approved tariff, subsidy payable by the Government and the tariff payable by consumers in respect of Agriculture consumers are as below;

Description	TNERC approved Tariff Rate		Subsidy payable by GoTN		Tariff Rate payable by Consumer	
	Fixed Charges (Rs. Per HP/annum)	Energy Charges (Paise / kWh)	Fixed Charges (Rs. Per HP/annum)	Energy Charges (Paise / kWh)	Fixed Charges (Rs. Per HP/annum)	Energy Charges (paise / kWh)
Till installation of Energy Meters	3630	Nil	3630	Nil	Nil	Nil
On installation of Energy Meters	Nil	460	Nil	460	Nil	Nil

(a) TANGEDCO has estimated the connected load for FY 2024-25 at 1,57,54,397 HP. Therefore the estimated subsidy for 1,57,54,397 HP for FY 2024-25 works out as under:

Connected Load (in HP)	Subsidy payable by the Government	Estimated Subsidy (Rs. in Crs.)
1,57,54,397	Rs.3630/HP/ Annum	5718.85
	Total (A)	5718.85

The Government of Tamil Nadu, in its letter dated 23-11-2023, has granted subsidy of Rs.3630/HP/Annum in respect of Agriculture consumers. Since it is a fully subsidized category, the Government of Tamil Nadu has to pay the tariff as fixed by the Commission.

(d) Therefore, a subsidy of Rs. 5718.85 Crores is provisionally approved for FY 2024-25 in respect of agricultural consumers under normal category.

(II-B) Agricultural consumers under SFS category:

TANGEDCO has estimated the connected load for FY 2024-25 at 29,23,952 HP. Therefore, the estimated subsidy for 29,23,952 HP works out as under:

Connected Load (in HP)	Subsidy payable by the Government (Rs./HP)	Estimated Subsidy (Rs. in Crs.)
29,23,952	Rs.3630/HP/ Annum	1061.39
	Total (A)	1061.39

The Government of Tamil Nadu, in its letter dated 23-11-2023, has granted subsidy of Rs.3630/HP/Annum in respect of Agriculture consumers. However, as it is fully subsidized category, the Government of Tamil Nadu has to pay the tariff as fixed by the Commission.

Therefore, a subsidy of Rs. 1061.39 Crores is provisionally approved for FY 2024-25 for agricultural consumers under SFS category.

III. Hut Consumers

The details of approved tariff, subsidy payable by the Government and the tariff payable by consumers in respect of Hut consumers are as under:

Description	TNERC approved Tariff Rate		Subsidy payable by GoTN		Tariff Rate payable by Consumer	
	Fixed Charges (Rs. /Service / Month)	Energy Charges (Paise / kWh)	Fixed Charges (Rs. /Service /Month)	Energy Charges (Paise / kWh)	Fixed Charges (Rs./ month)	Energy Charges (paise / kWh)
Till installation of Energy Meters	307	Nil	307	Nil	Nil	Nil
On installation of Energy Meters	Nil	935	Nil	935	Nil	Nil

The number of hut consumers for FY 2024-25 has been estimated as 9,39,875 nos.

No. of consumers	Subsidy payable by the Government (Rs./Service/Month)	Estimated Subsidy (Rs. in Crs.)
9,39,875	Rs.307/Month/Service	346.25
	Total (A)	346.25

Therefore, a subsidy of Rs. 346.25 Crores is provisionally approved for FY 2024-25 in respect of Hut consumers.

IV. Reduction in Tariff rate to Actual Places of Public Worship

The details of approved tariff, subsidy payable by the Government and the tariff payable by the consumers in respect of Actual Places of Public Worship are as under:

Description	TNERC approved Tariff Rate		Subsidy payable by GoTN		Tariff Rate payable by Consumer	
	Fixed Charges (Rs./kW /month)	Energy Charges (paise / kWh)	Fixed Charges (Rs./kW /month)	Energy Charges (paise / kWh)	Fixed Charges (Rs./kW /month)	Energy Charges (paise / kWh)
0 to 120 units for two months	102	590	Nil	300	102	290
Above 120 units for two months		715		Nil		715

The tariff subsidy payable by the Government for the FY 2024-25 has been calculated on the estimated energy consumption and claimed a subsidy of Rs.18.21 Crores as follows:

Slab	Consumption (in MU)	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
<i>I. Bi-Monthly Consumption upto 120 units</i>			
0-120 units	29.54	3.00	8.86
<i>II. Bi-Monthly Consumption above 120 units</i>			
First 120 Units	31.18	3.00	9.35
Above 120 units	103.95	Nil	Nil
Total (A)	164.67		18.21
Total (A)			18.21

Therefore, subsidy of Rs.18.21 Crores is provisionally approved for FY 2024-25 for reduction in tariff rate to Actual Places of Public Worship.

V. Reduction in tariff and Fixed Charges to Power Loom consumers and extended free supply upto 1000 units:

The details of approved tariff, subsidy payable by the Government and the tariff payable by consumers in respect of Power loom consumers with effect from 01-07-2023 are as follows:

Consumption slabs – Range in KWH (units) and billing period two months	TNERC approved Tariff Rate		Subsidy payable by GoTN		Tariff payable by consumer	
	Fixed Charges (Rs. / kW / month)	Energy Charges (paise / kWh)	Fixed Charges (Rs. / kW / month)	Energy Charges (paise / kWh)	Fixed Charges (Rs. / kW / month)	Energy Charges (paise / kWh)
<i>a. For consumers who consume up to 500 units for two months</i>						
0 to 500 units for two months	102	665	102	665	Nil	Nil
<i>b. For consumers who consume 501 units and above for two months</i>						
First 500 units	102	665	102	665	Nil	Nil
501 units to 1000 units		765		765		Nil
1001 units to 1500 units		765	51	340	51	425
1501 units and above		765		225		540

The tariff subsidy payable by the Government for the FY 2024-25 has been estimated as follows:

Slab	Consumption (in MU)/ Connected load (in kW)	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
<i>I. Consumption upto 500 units for two months</i>			
0-500 units	120.59	6.65	80.19
Fixed Charges	343724	Rs.102 per kW/month	42.07
<i>II. Consumption above 500 units and upto 750 units for two months</i>			
First 500 units	70.63	6.65	46.97
501-750 units	17.89	7.65	13.68
Fixed Charges	99660	Rs.102 per kW/month	12.20
<i>III. Consumption above 750 units and upto 1000 units for two months</i>			
First 500 units	34.04	6.65	22.64
501-750 units	17.02	7.65	13.02
751-1000 units	9.20	7.65	7.04
Fixed Charges	56887	Rs.102 per kW/month	6.96
<i>IV. Consumption above 1000 units and upto 1500 units for two months</i>			
First 500 units	31.38	6.65	20.87
501-750 units	15.69	7.65	12.00
751-1000 units	15.69	7.65	12.00
1001-1500 units	15.63	3.40	5.31
Fixed Charges	62352	Rs.51 per kW/month	3.82

Slab	Consumption (in MU)/ Connected load (in kW)	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
<i>V. Consumption above 1500 units for two months</i>			
First 500 units	84.52	6.65	56.21
501-750 units	42.26	7.65	32.33
751-1000 units	42.26	7.65	32.33
1001-1500 units	84.52	3.40	28.74
1501 units & above	396.86	2.25	89.29
Fixed Charges	236946	Rs.51 per kW/month	14.50
Total	998.18/799569		552.17

Therefore, a subsidy of Rs.552.17 Crores is provisionally approved for FY 2024-25 towards free supply and reduction in tariff and fixed charges in respect of power loom consumers.

VI. Free supply to Hand Loom consumers upto 300 units bi-monthly

The Handloom consumers are categorized under Domestic category. All the Handloom weavers are to be extended with free electricity of 300 units (bi-monthly) in addition to reduction in tariff rate applicable to domestic consumers. The Government has committed to provide tariff

subsidy for the consumption of first 300 units at entire tariff rate in respective slabs by Handloom weavers.

The approved tariff issued by the Commission, subsidy payable by the Government and the Tariff payable by the consumer is as follows:

Consumption slabs – Range in kWh (units) and billing period (one or two months)	Approved Tariff Rate		Subsidy payable by GoTN		Payable by consumer	
	Fixed Charges (Rs.per month/service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/service)	Energy Charges in paise per kWh
a) For consumers who consume from 0 units to 250 units per month (or) 0 to 500 units for two months						
From 0 to 50 units per month (or) 0 to 100 units for two months	Nil	460	Nil	Domestic 460 + Handloom 0	Nil	Nil
From 51 to 100 units per month (or) 101 to 200 units for two months	Nil	460	Nil	Domestic 235 + Handloom 225	Nil	Nil
From 101 to 150 units per month (or) 201 to 300 units for two months.		460		Domestic 10 + Handloom 450		Nil
From 151 to 200 units per month (or) 301 to 400 units for two months.		460		Domestic 10 + Handloom 0		450
From 201 to 250 units per month (or) 401 to 500 units for two months.		615		Domestic 15 + Handloom 0		600

Consumption slabs – Range in kWh (units) and billing period (one or two months)	Approved Tariff Rate		Subsidy payable by GoTN		Payable by consumer	
	Fixed Charges (Rs.per month/service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/service)	Energy Charges in paise per kWh
b) For consumers who consume from 251 units and above per month (or) 501 units above for two months						
From 0 to 50 units per month (or) 0 to 100 units for two months	Nil	460	Ni	Domestic 460 + Handloom 0	Nil	Nil
From 51 to 100 units per month (or) 101 to 200 units for two months.		460		Domestic 10 + Handloom 450		Nil
From 101 to 150 units per month (or) 201 units to 300 units for two months		460		Domestic 10 + Handloom 450		Nil
From 151 to 200 units per month (or) 301 units to 400 units for two months	Nil	460		Domestic 10 + Handloom 0		450
From 201 units to 250 units per month (or) 401 units to 500 units for two months		615		Domestic 15 + Handloom 0		600
From 251 to 300 units per month (or) 501 to 600 units for two months		815		Domestic 15 + Handloom 0		800
From 301 units to 400 units per month (or) 601 units to 800 units for two		920		Domestic 20 + Handloom 0		900

Consumption slabs – Range in kWh (units) and billing period (one or two months)	Approved Tariff Rate		Subsidy payable by GoTN		Payable by consumer	
	Fixed Charges (Rs.per month/service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/service)	Energy Charges in paise per kWh
months						
From 401 to 500 units per month (or) 801 to 1000 units for two months		1020		Domestic 20 + Handloom 0		1000
From 501 units and above per month (or) from 1001 units and above for two months		1125		Domestic 25 + Handloom 0		1100

The tariff subsidy payable by the Government for the FY 2024-25 has been estimated as follows:

Slab	Consumption (in MU) / No. of services	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
I. Bi-Monthly Consumption upto 100 units			
0-100 units	5.27	0.00	0.00
II. Bi-Monthly Consumption above 100 units and upto 200 units			
0-100 units	13.83	0.00	0.00
101-200 units	8.82	2.25	1.98
III. Bi-Monthly Consumption above 200 units and upto 500 units			
0-100 units	19.05	0.00	0.00
101-200 units	19.05	2.25	4.29
201-300 units	14.49	4.50	6.52

Slab	Consumption (in MU) / No. of services	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
301-400 units	5.28	0.00	0.00
401-500 units	1.32	0.00	0.00
IV. Bi-Monthly Consumption above 500 units			
0-100 units	0.98	0.00	0.00
101-200 units	0.98	4.50	0.44
201-300 units	0.98	4.50	0.44
301-400 units	0.98	0.00	0.00
401-500 units	0.98	0.00	0.00
501-600 units	0.81	0.00	0.00
601-800 units	0.48	0.00	0.00
801-1000 units	0.12	0.00	0.00
Above 1000	0.10	0.00	0.00
Total	93.52		13.67

Therefore, a subsidy of Rs.13.67 Crores is provisionally approved for FY 2024-25 towards free supply to handloom consumers.

VII.Free supply for HT – Lift Irrigation Co-operative Societies

The details of approved tariff, subsidy payable by the Government and the tariff payable by consumers in respect of HT Lift Irrigation Co-operative societies are as follows:

Tariff	Tariff Rate applicable		Subsidy payable by GoTN		Tariff Rate payable by Consumers	
	Demand Charge in Rs./kVA/ Month	Energy Charges in paise per kWh	Demand Charge in Rs./kVA /Month	Energy Charges in paise per kWh	Demand Charge in Rs./kVA/ Month	Energy Charges in paise per kWh
HT Tariff IV Lift Irrigation	562	715	562	715	Nil	Nil

Meter Rent	Approved Tariff Rate	Subsidy payable by GoTN	Tariff payable by Consumers
HT Tariff IV Lift Irrigation	3780	3780	Nil

The tariff subsidy payable by the Government for the FY 2024-25 has been estimated as follows:

Consumption in MU/No. of consumers	Subsidy payable by the Government / HP	Estimated Subsidy (Rs. in Crs.)
57.17 MU	Rs.7.15/unit	40.88
58	Rs.3780/service/month	0.26
34255.83 kVA	Rs.562/kVA/month	23.10
Total		64.24

Hence, a subsidy of Rs.64.24 Crores is provisionally approved for Lift Irrigation Co-operative Societies for FY 2024-25.

VIII. LT III B Industries- ToD charges :

a) The details of approved tariff, subsidy payable by the Government and the tariff payable by consumers in respect of LT Industries are as follows:

Consumption slabs – Range in kWh (units) and billing period (one or two months)	Tariff applicable		Subsidy payable by GoTN		Tariff Rate payable by Consumers	
	Fixed Charge (Rs./month /services)	Energy Charges in paise per kWh	Fixed Charge (Rs./month /services)	Energy Charges in paise per kWh	Fixed Charge (Rs./month /services)	Energy Charges in paise per kWh
0-50 kW	77	7.65	0.00	0.00	77	7.65
Above 50-112 kW	153	7.65	0.00	0.00	153	7.65
Above 112 kW	562	7.65	0.00	0.00	565	7.65
ToD Charges with Smart Meters		9.5626 25%	0.00	0.80		8.7975 15%
ToD Charges without Smart Meters		9.5626		1.9125		0.00

B) The tariff subsidy payable by the Government for reduction in Time of Day charges during peak hours from 25% to 15% to LT IIIB Industrial consumers with smart meters and non-collection of ToD charges during peak hours for LT IIIB Industrial consumers without smart meters for the FY 2024-25 has been estimated by TANGEDCO are as follows:

Slab	Total Consumption (in MUs)	20% Consumption (in MUs)	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
ToD Charges with Smart Meters	659	131.80	0.80 10% from EC	10.54
ToD Charges without Smart Meters	8128	1625.60	1.9125 25% from EC	310.90
Total	8787	1757.4		321.44

Hence, a subsidy of Rs.321.44 Crores is provisionally approved for reduction in Time of Day charges during peak hours from 25% to 15% to LT IIIB Industrial consumers with smart meters and non-collection of ToD charges during peak hours for LT IIIB Industrial consumers without smart meters for the FY 2024-25.

IX LT III B Industries – Network charges :

The details of approved tariff, subsidy payable by the Government and the tariff payable in respect of Network charges by LT Industries consumers are as follows:

Description	Tariff Rate applicable	Subsidy payable by GoTN	Tariff Rate payable by Consumers
	Energy Charges in paise per kWh	Energy Charges in paise per kWh	Energy Charges in paise per kWh
Network charges	1.53	0.765	0.765

The tariff subsidy payable by the Government for reduction in Network charges for LT IIIB Industries consumers for the FY 2024-25 has been estimated by TANGEDCO are as follows:

Description	Generation (in MUs)	Subsidy payable by GoTN (Rs. / unit)	Estimated Tariff Subsidy (Rs in Crs.)
Network charges	104	0.765	7.96
Total	104		7.96

Hence, a subsidy of Rs.7.96 Crore is provisionally approved for reduction in Network charges for LT IIIB Industries consumers for the FY 2024-25.

X Common Supply I E Category : -

The details of approved tariff, subsidy payable by the Government and the tariff payable in respect of Network charges by LT Industries consumers are as follows:

Description	Tariff applicable		Subsidy payable by GoTN		Tariff Rate payable by Consumers	
	Fixed Charge (Rs./kW/ Month)	Energy Charges in paise per kWh	Fixed Charge (Rs./kW/ Month)	Energy Charges in paise per kWh	Fixed Charge (Rs./kW/ Month)	Energy Charges in paise per kWh
IE Category Common Supply	102	8.15	0.00	2.65	102	5.50

The tariff subsidy payable by the Government for reduction in charges for common supply consumers under IE category for the FY 2024-25 has been estimated by TANGEDCO are as follows:

Description	Consumption (in MUs)	Subsidy payable by GoTN (Rs. / unit)	Estimated Tariff Subsidy (Rs in Crs.)
IE Category Common Supply	13	2.65	3.45
Total			3.45

Hence, a subsidy of Rs.3.45 Crore is provisionally approved for reduction in charges for Common Supply consumers under IE Category for the FY 2024-25.

XI. Payment of additional subsidy/adjustment of excess subsidy for the FY 2023-24 will be adjusted during the 2nd quarter of FY 2024-25 as detailed below:

The Commission has made an amendment in Regulation 5(ii) & (vii) of the Procedure for payment of subsidy by the State Government Regulations, 2008 to adhere to the Standard Operating Procedure framed by the Ministry of Power, GoI which has been launched to ensure the compliance of pre-

qualifying criteria to avail funds under Revamped Distribution Sector Scheme.

In the aforesaid amendment, it has been stipulated that TANGEDCO has to reconcile the actual subsidy received with the actual consumption within 60 days from the closure of quarterly accounts and send the proposal for adjustment of subsidy. Accordingly, TANGEDCO has submitted the actual consumption details from 1st April to 31st December 2023 i.e upto 3 quarters I, II, III and IV quarter of FY 2023-24 to be submitted by TANGEDCO before 31st May 2024. The annual reconciliation for the FY 2023-24 has to be carried out as per clause 3.1.2 (xviii) of the Standard Operating Procedure (SOP). Therefore, the additional subsidy / excess subsidy relating to FY 2023-24 will be adjusted during the 2nd quarter of FY 2024-25.

The provisional subsidy payable for FY 2024-25 by the Government of Tamil Nadu will be as under:

(Rs. in Crores)

Sr. No.	Categories of Consumers	Subsidy (Rs. in Crores)
1	Domestic (Free supply/Reduction in tariff)	7224.95
2	Agricultural consumers under normal category (Free supply)	5718.85

3	Agricultural consumers under SFS category (Free supply)	1061.39
4	Hut consumers (Free supply)	346.25
5	Actual Place of Public Worship (Reduction in tariff)	18.21
6	Power loom weavers (Free Supply / Reduction in tariff)	552.17
7	Hand Loom Weavers (Free supply)	13.67
8	Lift Irrigation Co-operative Societies (Free supply)	64.24
9	LT IIIB Industries ToD Charges	321.44
9	LT IIIB Network Charges	7.96
10	IE – Common Supply	3.45
11	Net provisional subsidy payable by GoTN to TANGEDCO for FY 2024-25	15332.58

(a) As regards the reconciliation of subsidy for the 4th quarter of FY 2023-24, TANGEDCO has yet to submit the actual details of energy consumption and other load details. As and when it is submitted, this will be reconciled and appropriate action for payment of additional subsidy / recovery of excess subsidy will be intimated immediately and it will be adjusted during the 2nd quarter of FY 2024-25.

b) The Commission has made an amendment in the Procedure for payment of subsidy by the State Government Regulations. Therefore, GoTN is advised to release the advance subsidy before the commencement of every quarter for all categories of consumer.

Directives:

- i) The Government of Tamil Nadu shall provide the above subsidy in advance in the manner specified in the annexure to this order for the FY 2024-25 to compensate the shortfall in revenue to TANGEDCO consequent to the extension of free supply/ reduction of tariff as per the policy direction.
- ii) The TANGEDCO shall extend free supply / collect reduced tariff as per the policy directives of the Government of Tamil Nadu.
- iii) The Government of Tamil Nadu as well as the TANGEDCO will have to abide by the provision under Section 65 of the Electricity Act, 2003 which reads as below:

"Provided that no such direction of the State Government shall be operative if the payment is not made in accordance with the provisions contained in this section and the tariff fixed by the State Commission shall be applicable from the date of issue of orders by the Commission in this regard."
- iv) The TANGEDCO shall reconcile the subsidy allowed with the actual consumption and revenue assessed for the 4th quarter of FY 2023-24 and to furnish the report on or before 31-05-2024.
- v) While furnishing the actual consumption details, it should be ensured that slab-wise consumption is furnished correctly.

- vi) It should be ensured that the details are furnished by the Chief Engineers uniformly in the same format.
- vii) The TANGEDCO shall furnish the actual connected load of Agricultural consumers as on 01-04-2024 immediately and the connected load as on 01-10-2024 before 31-12-2024.
- viii) TANGEDCO shall furnish the circle-wise No. of Hut consumers as on 01-04-2024 immediately and number of consumers as on 01-10-2024 before 31-12-2024.

(By Order of the Commission)



Secretary
Tamil Nadu Electricity Regulatory Commission

Encl. : Annexure

Annexure**Subsidy Payable by Government for FY 2024-25**

Sl. No.	Category	Subsidy period	Subsidy (Rs. in Crores)	Payable on or before
1	Domestic	01-04-2024 to 30-06-2024 (1 st Quarter)	1806.24	Immediate
2	Agriculture – Normal Category		1429.71	Immediate
3	Agriculture – SFS Category		265.35	Immediate
4	Hut		86.56	Immediate
5	Actual places of Public worship		4.55	Immediate
6	Powerloom		138.04	Immediate
7	Handloom		3.42	Immediate
8	HT Lift Irrigation		16.06	Immediate
9	LT IIIB ToD		80.36	Immediate
10	LT IIIB Network Charges		1.99	Immediate
11	IE Common Supply		0.86	Immediate
12	XI Additional subsidy / Excess subsidy relating to FY 2023-24 will be adjusted in the 2 nd quarter of FY 2024-25			
13	Domestic	01-07-2024 to 30-09-2024 (2 nd Quarter)	1806.24	30-06-2024
14	Agriculture – Normal Category		1429.71	
15	Agriculture – SFS Category		265.35	
16	Hut		86.56	
17	Actual places of Public worship		4.55	
18	Powerloom		138.04	
19	Handloom		3.42	
20	HT Lift Irrigation		16.06	

21	LT IIIB ToD		80.36	
22	LT IIIB Network Charges		1.99	
23	IE Common Supply		0.86	
24	Domestic	01-10-2024 to 31-12-2024 (3 rd Quarter)	1806.24	30-09-2024
25	Agriculture - Normal Category		1429.71	
26	Agriculture - SFS Category		265.35	
27	Hut		86.56	
28	Actual places of Public worship		4.55	
29	Powerloom		138.04	
30	Handloom		3.42	
31	HT Lift Irrigation		16.06	
32	LT IIIB ToD		80.36	
33	LT IIIB Network Charges		1.99	
34	IE Common Supply		0.86	
35	Domestic	01-01-2025 to 31-03-2025 (4 th Quarter)	1806.23	31-12-2024
36	Agriculture - Normal Category		1429.72	
37	Agriculture - SFS Category		265.34	
38	Hut		86.57	
39	Actual places of Public worship		4.56	
40	Powerloom		138.05	
41	Handloom		3.41	
42	HT Lift Irrigation		16.06	
43	LT IIIB ToD		80.36	
44	LT IIIB Network Charges		1.99	
45	IE Common Supply	0.87		
Total			15,332.58	