



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

Order No.1 of 2017 dated 03-03-2017

Present : Thiru S. Akshayakumar, Chairman
Thiru G. Rajagopal, Member
Dr. T. Prabhakara Rao Member

**In the matter of : Interest on Security Deposit from consumers
for the Year 2016-17 - 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 2016 to till March 2017 is 6.89%.

5) The Commission directs that the TANGEDCO shall pay interest at 6.90% on the Security Deposit from the consumers for the year 2016-17. The interest on Meter Caution Deposit shall be 6.90% 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 31-03-2017 shall be intimated to the consumers by 30-06-2017.

(By Order of the Commission)

Secretary
Tamil Nadu Electricity Regulatory Commission

To

The Chairman,
Tamil Nadu Generation & Distribution Corporation Ltd.,
144, Anna Salai,
Chennai 600002.