



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

Order No. 4 of 2023, dated 30-03-2023

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

**In the matter of : Provisional Tariff Subsidy for Powerloom and
Handloom Consumers for the period from 03-03-2023
to 31-03-2023 by the GoTN.**

1) The Government of Tamil Nadu, in its Government Order (Ms.) Nos.40 & 41, Handlooms, Handicrafts, Textiles and Khadi (D2) Department, dated 03-03-2023, have issued the following orders:

a) Enhancement of free units of electricity from 201 units to 300 units bimonthly for Handloom consumers.

b) Enhancement of free units of electricity from 751 units to 1000 units bimonthly with uniform increase of Rs.0.70 per unit to all slabs for Powerloom consumers respectively.

2) The Energy Department, GoTN, vide its letter Nos.1858 & 1859/C2/2023, dated 27-03-2023, has issued a commitment letters under section 65 of the Electricity Act, 2003 with regard to the aforesaid subject committing to provide the additional subsidy for Rs.8.41 Crore p.a and Rs.53.62 Crore p.a for handloom and powerloom consumers respectively.

3) TANGEDCO in their letter No.CFC/RC/FC/DFC/RC/F.ARR/D.No.205 /2023 dated 30-03-2023 has requested the Commission to issue the provisional subsidy for Powerloom and Handloom Consumers for the period from 03-03-2023 to 31-03-2023 to compensate the revenue loss to TANGEDCO as the Government of Tamil Nadu has issued the commitment letter enhancing the free of supply of electricity for handloom and powerloom consumers with uniform increase of Rs.0.70 per unit.

4) TANGEDCO has claimed the provisional subsidy due to enhancement of free units of electricity from 201 units to 300 units bimonthly for Handloom consumers and increase of free units of electricity from 751 units to 1000 units bimonthly with uniform increase of Rs.0.70 per unit to all slabs for Powerloom consumers for the period from 03-03-2023 to 31-03-2023 is as follows:

LT – IA – Handlooms :-

Tariff Category	Slab (Bi-monthly)	Consumption (in MUs)	T.O.No.7 of 2022 dated 09-09-22	Existing subsidy (Rs. / Unit)	Revised subsidy (Rs. / Unit)	Amount of Subsidy (Rs.in cr)
			Energy Charges (Rs./unit)			
LT (I-A) Handloom	Category:- Upto 500 Units					
	201 to 300 units	17.95	4.50	0.00	4.50	8.08
	Category:- Above 500 Units					
	201 to 300 units	0.74	4.50	0.00	4.50	0.33
Subsidy for 29 days (03.03.2023 to 31.03.2023) (Rs. in Crores)						0.67

LT – IIIA(2) – Powerlooms :-

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)
For consumers who consume upto 500 units for two months						
0 to 500 units	100	650	100	650	Nil	Nil
For consumers who consume 501 units and above for two months						
First 500 units	100	650	100	650	Nil	Nil
501 units to 1000 units		750		750		Nil
1001 units to 1500 units		750	50	335	50	415

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)
1501 units and above		750		220		530

Slab	Consumption in MU/ Connected load in Lakh kW	Subsidy payable by the Government (Rs/unit) Addl. subsidy	Amount of Subsidy (Rs.in cr)
I. Consumption above 750 units and upto 1000 units			
751-1000 units	64.40	3.00	21.90
Fixed Charges	0.43	Rs.50 per KW/month	
II. Consumption above 1000 units and upto 1500 units			
1001-1500 units	92	0.35	3.22
III. Consumption above 1500 units			
1501 & above units	406.84	0.70	28.48
Total			53.60
Subsidy for 29 days (03.03.2023 to 31.03.2023) (Rs. in Crores)			4.26

5) The implementation of the enhanced free units of electricity from 201 units to 300 units bimonthly for Handloom consumers and enhancement of free units of electricity from 751 units to 1000 units bimonthly with uniform increase

of Rs.0.70 per unit to all slabs for Powerloom consumers for the period from 03-03-2023 to 31-03-2023 will result in a revenue loss of Rs.4.93 crores (Rupees four Crores and ninety three Lakhs) for 29 days i.e 03-03-2023 to 31-03-2023. Therefore, TANGEDCO has requested to issue the orders for release of the aforesaid subsidy amount immediately.

6) The Commission after considering all the above, approves the provisional subsidy of Rs.4.93 Crores for enhanced free units of electricity from 201 units to 300 units bimonthly for Handloom consumers and enhancement of free units of electricity from 751 units to 1000 units bimonthly with uniform increase of Rs.0.70 per unit for all slabs of Powerloom consumers for the period from 03-03-2023 to 31-03-2023 as claimed by the TANGEDCO. The Government of Tamil Nadu may release the aforesaid subsidy immediately.

7) The subsidy approved is only a provisional subsidy and shall be reconciled later based on the actuals. TANGEDCO shall reconcile and submit the report to the Commission.

(By Order of the Commission)

(Sd.....)
Secretary
Tamil Nadu Electricity Regulatory Commission.

To
The Chairman and Managing Director, Tamil Nadu Generation and Distribution Corporation Ltd.,

The Principal Secretary to Government, Energy Department, Secretariat, Chennai – 9.

The Principal Secretary to Government, Finance Department, Secretariat, Chennai – 9.

The Principal Secretary to Government, Handlooms, Handicrafts, Textiles and Khadi (D2) Department, Secretariat, Chennai – 9.