

No. MERC/TRF/ MYT Regulation/

October 1, 2009

Subject: Expert review on the draft approach paper for MYT Regulations for second Control Period (FY 2010-11 to FY 2014-15)

Sir/Madam,

The Electricity Act, 2003 (EA 2003), as amended in the year 2007 requires the appropriate Commission to be guided by Multi-Year Tariff (MYT) principles while specifying the Terms and Conditions for determination of tariff. Section 61 of the EA 2003 stipulates:

“The Appropriate Commission shall, subject to the provisions of this Act, specify the terms and conditions for the determination of tariff, and in doing so, shall be guided by the following, namely:-

...

(f) Multi year tariff principles;

...”

The Maharashtra Electricity Regulatory Commission (MERC or Commission) notified the Maharashtra Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2004 in June 2004, which was superseded by the MERC (Terms and Conditions of Tariff) Regulations, 2005 notified on August 26, 2005.

The Commission is in the process of formulation of MYT Regulations for the second Control Period from FY 2010-11 to FY 2014-15, and an Approach Paper for the same has been prepared.

Please find enclosed the above said Approach Paper on MYT Tariff Regulations for the State of Maharashtra.

The Commission would like to have your comments and suggestions on the Approach Paper, which could provide inputs for the MYT Regulations. Hence, an advance copy of the Approach Paper is being forwarded to you.

In this regard, the Commission invites you to attend an interactive consultation on the above matter to be held from 10.00 hours on Friday, 9th October 2009 at Southside Lobby Hall, Ground Floor , Centre No. 1, World Trade Centre, Cuffe Parade, Colaba, Mumbai 400 005.

Yours faithfully,

(Rajendra Ambekar)
Director (Tariff), MERC

Encl: List of Experts & MYT Approach Paper