

A. INTRODUCTION

- 1.1 Delhi Transco Limited (DTL), the Transmission Licensee in Delhi, has filed the Petition for True-up of Expenses of FY 2022-23 and determination of Aggregate Revenue Requirement (ARR) for FY 2024-25.
- 1.2 This Executive Summary contains the summary of the Petition filed by DTL for True up of FY 2022-23 and determination of ARR for FY 2024-25.
- 1.3 True-up of FY 2022-23 and ARR for FY 2024-25 for DTL are based on the provisions of *DERC (Terms and Conditions for Determination of Tariff) Regulations, 2017*, *DERC (Business Plan) Regulations, 2019* and *DERC (Business Plan) Regulations, 2023*, which broadly has the following components:
- a. Return on Capital Employed
 - b. Depreciation, and
 - c. Operation and Maintenance (O&M) expenses
- 1.4 The figures of various components in the Executive Summary have been extracted from the Petitions filed by DTL for ease of understanding of various stakeholders, however, the complete petition is also available on DERC website <http://www.derc.gov.in>.

B. TRUE-UP OF FY 2022-23

- 1.5 DTL has claimed the following components of ARR for True-up of FY 2022-23:

Table 1: True-Up of ARR of FY 2022-23 (Rs. Cr.)

Sr. No.	Particulars	As claimed in True up Petition
1	O&M Expenses	417.46
2	Depreciation	283.06
3	Return on Capital Employed	376.52
4	Income Tax	275.44
5	Less: Non-Tariff Income	(10.33)
6	Less: Income from other Business	-
Aggregate Revenue Requirement (ARR)		1362.81

- 1.6 For FY 2022-23, DTL has been billing to Distribution Companies (DISCOMs) on the basis of Transmission Tariff approved by the Commission vide Tariff Order dated 30/09/2021 for FY 2021-22 in absence of ARR Order for FY 2022-23. The impact of deficit of amount of

Rs. 248.49 Crore on account of True-up of ARR for FY 2022-23 is dealt separately in the Tariff Petition for ARR of FY 2024-25.

C. ARR FOR FY 2024-25

1.7 The details of ARR submitted for FY 2024-25 are as follows:

Table 2: Aggregate Revenue Requirement for FY 2024-25 (Rs. Cr.)

Sr. No.	Particulars	FY 2024-25
1	O&M Expenses	437.91
2	Depreciation	313.51
3	Return on Capital Employed	451.57
4	Income Tax	275.44
5	Less: Non-Tariff Income	(10.31)
6	Less: Income from other Business	-
Aggregate Revenue Requirement (ARR)		1488.74

Table 3: Balance impact of Past True-Ups (Rs. Cr.)

Sr. No.	Particulars	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24
1	Opening Gap	17.78	344.42	591.70	908.21
2	Addition on account of past True-Up	328.56	205.99	248.49	0.00
3	Amortization in Previous ARR Orders	17.43	1.16	0.00	0.00
4	Carrying Cost Rate	8.95%	9.50%	9.50%	9.50%
5	Carrying Cost	15.51	42.45	68.02	86.28
6	Closing Gap	344.42	591.70	908.21	994.49

1.8 Hon'ble Commission is requested to kindly consider and allow the amortization of balance impact of past True-ups, while approving the ARR for FY 2024-25.