

A. INTRODUCTION

- 1.1 Delhi Transco Limited (DTL), the Transmission Licensee in Delhi, has filed the Petitions for Approval of True-up of Expenses of FY 2021-22 and determination of Aggregate Revenue Requirement (ARR) & Tariff for FY 2023-24.
- 1.2 This Executive Summary contains the summary of the Petitions filed by DTL for True-up of FY 2021-22 and approval of ARR & Tariff for FY 2023-24.
- 1.1 True-up of FY 2021-22, ARR & Tariff for FY 2023-24 for DTL shall be 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*, after prudence check. ARR broadly has the following components:
- a) Operation and Maintenance (O&M) expenses
 - b) Return on Capital Employed
 - c) Depreciation
 - d) Income Tax.
 - e) Non-tariff Income, etc.
- 1.3 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 Petitions are also available on DERC website i.e. <http://www.derc.gov.in>.

B. TRUE-UP OF FY 2021-22

- 1.4 DTL has claimed the True-up of FY 2021-22 as follows:

Table 1: True-Up of ARR of FY 2021-22 (Rs. Cr.)

Sr. No.	Particulars	Allowed in Tariff Order dated 30/09/2021	As claimed in True up Petition
1	O&M Expenses	363.30	479.79
2	Depreciation	294.44	278.61
3	Return on Capital Employed	483.56	347.04
4	Income Tax		213.01
5	Additional Liability on account of payment to IPGCL	-	17.35
6	Less: Non-Tariff Income	26.98	15.49
7	Less: Income from other Business	-	-
Aggregate Revenue Requirement (ARR)		1114.32	1320.31

Executive Summary - DTL for True-up of FY 2021-22 and ARR for FY 2023-24

Sr. No.	Particulars	Allowed in Tariff Order dated 30/09/2021	As claimed in True up Petition
	Surplus/ (Deficit)		(205.99)

- 1.5 For FY 2021-22, 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. The impact of deficit of amount of Rs. 205.99 Crore on account of True-up of FY 2021-22 is dealt separately in ARR for FY 2023-24.

C. ARR FOR FY 2023-24

- 1.6 The details of ARR submitted by DTL for FY 2023-24 is as follows:

Table 2: Aggregate Revenue Requirement for FY 2023-24 (Rs. Cr.)

Sr. No.	Particulars	FY 2023-24
1	O&M Expenses	411.20
2	Depreciation	308.81
3	Return on Capital Employed	476.53
4	Income Tax	234.62
5	Less: Non-Tariff Income	2.14
6	Less: Income from other Business	-
Aggregate Revenue Requirement (ARR)		1429.02

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

Sr. No.	Particulars	FY 2020-21	FY 2021-22	FY 2022-23
1	Opening Gap	17.78	1.16	215.83
2	Addition on account of past True-Up	-	205.99	-
3	Amortization in Previous ARR Orders	17.43	1.16	-
4	Carrying Cost Rate	8.95%	9.50%	9.50%
5	Carrying Cost	0.81	9.84	20.50
6	Closing Gap	1.16	215.83	236.34