

**Karnataka Electricity Regulatory Commission**

Bengaluru

**Notification No. Y/01/17/1550 dated 15.12.2017**

**Preamble**

The Commission had published the draft of the Karnataka Electricity Regulatory Commission (Terms and Conditions for Open Access) (Fourth Amendment) Regulations, 2017, to further amend the KERC (Terms and Conditions for Open Access) Regulations, 2004, inviting comments, views and suggestions from the stakeholders as required under sub-section (3) of Section 181 of the Electricity Act, 2003. The Commission also held a public hearing in the matter on 29.11.2017. After considering the views/comments/suggestions of the Stakeholders in the matter, the Commission, in exercise of the powers conferred under sub-section (1) of Section 181, read with Sections 39(2)(d), 40(c), 42(2), 42(3), 42(4), 86(1)(a) and 86(1)(c) of the Electricity Act, 2003, hereby makes the following Regulations, namely, -

**Regulations**

**1. Title and Commencement. -**

- (i) These Regulations may be called as the Karnataka Electricity Regulatory Commission (Terms and Conditions for Open Access) (Fourth Amendment) Regulations, 2017
- (ii) They shall come into force with effect from the date of their publication in the Official Gazette of Karnataka.

**2. In the Karnataka Electricity Regulatory Commission (Terms and Conditions for Open Access) Regulations, 2004, in Regulation 11, for clause(iv), the following shall be substituted, namely, -**

“(iv) The open access customer shall be liable to pay the surcharge as determined by the Commission, from time to time, as per the following formula:

$$S = T - [C / (1 - L/100) + D + R]$$

Where

S is the surcharge

T is the tariff payable by the relevant category of consumers, including reflecting the Renewable Purchase Obligation

C is the per unit weighted average cost of power purchase by the Licensee, including meeting the Renewable Purchase Obligation

D is the aggregate of transmission, distribution and wheeling charge applicable to the relevant voltage level

L is the aggregate of transmission, distribution and commercial losses, expressed as a percentage applicable to the relevant voltage level

R is the per unit cost of carrying regulatory assets.

Provided that the surcharge shall not exceed 20% of the tariff applicable to the category of the consumers seeking open access.”

Approved by the Commission

Sd/-

SECRETARY