

SUBMISSION OF COMPLIANCE TO QUERIES RAISED BY HON'BLE OERC

Query No-1:-

OHPC to provide the audited accounts (P&L statement and Balance sheet) of each station for three years i.e. FY 2020-21, 2021-22 & 2022-23.

Response of OHPC

The audited accounts (P&L statement and Balance sheet) of each station of OHPC for three years i.e. FY 2020-21, 2021-22 & 2022-23 are enclosed herewith as **Annexure-I**.

Query No.2:-

OHPC to provide the life of the assets station-wise in detail.

Response of OHPC

Clause No. 3 (nnn) of OERC (Terms & Conditions for Determination of Generation) Tariff Regulation 2020 provides the provision of useful life of a hydro project. The relevant clause is reproduced as follows:

“Useful Life- in relation to a unit of a generating station from the COD shall mean the following, namely:-

(i) Coal based thermal generating station - 25 years

(ii) Hydro generating station including pumped storage hydro generation station - 40 years

Provided that the extension of life of the projects beyond the completion of their useful life shall be decided by the Commission on case to case basis;”

The old power stations of OHPC i.e. HHEP, Burla; CHEP, Chiplima; BHEP, Balimela, UKHEP, Baraniput and RHEP, Rengali were transferred to OHPC in 1995-96. However UIHEP was commissioned on 2001 by OHPC. The detail commissioning date of each Units of the power stations are provided at the Annexure-2 of the Original Tariff Applications of OHPC for the FY2024-25 which may please be referred.

Query No-3:-

OHPC to submit the Fixed Asset Register (Asset wise & Station wise) for three years i.e. FY 2020-21, 2021-22 & 2022-23.

Response of OHPC

Looking into the volume of the documents, the soft copies of the Fixed Asset Register (Asset wise & Station wise) for three years i.e. FY 2020-21, 2021-22 & 2022-23 have been forwarded vide email dated 06.01.2024 and the copy of email confirmation is attached as **Annexure-II**

Query No-4:-

OHPC to provide the details of actual loan availed along with rate of interest station-wise, sanction wise, sanction letter & repayment schedule.

Response of OHPC

The details of currently outstanding loan of OHPC are given as follows:-

Sl. No.	Year of Sanction / Conversion	Sanction Order No.	Amount sanctioned	Rate of Interest	Loan repaid	outstanding as on 31.03.2023	Remarks
1	2	3	4	5	6	7	8
1	1996 / 2014	SRO No. 256 dtd. 01.04.1996 followed by notification no 5843 dated 03.07.2015 of DoE, govt of Odisha	522.62	7%	392.99	129.63	Loan was payable in 15 equal annual instalments w.e.f. 2010-11 with 4 years moratorium. A schedule of repayment was submitted at page no 39 of the ARR application for FY 2024-25.
2	1996 / 2014	5843 dated 03.07.2015 of DoE, govt of Odisha	14.30	Interest Free	0	14.3	Loan was originally sanctioned for Potteru small Hydroelectric project which has not yet been commissioned.
3	1996 / 2014	SRO No. 256 dtd. 01.04.1996 followed by notification no 5843 dated 03.07.2015 of DoE, govt of Odisha	766.20	7%	0	766.2	Loan was created against upvaluation of assets & Hon'ble OERC denied to pass on the effect of upvaluation in tariff
TOTAL			1303.12		392.99	910.13	

N.B. Outstanding as on 31.03.2023 against loan of Rs 522.62 Cr:- Rs 99.39 Cr as shown under note no 18 and Rs 30.23 Cr as shown under note no 23 of the financial statement of OHPC for FY 2022-23

The copy of SRO No. 256 dtd. 01.04.1996 and 5843 dated 03.07.2015 of DoE, Govt. of Odisha sanctioning these loans are attached at **Annexure-III**.

Query No-5:-

OHPC to submit the reason, why in the Balance sheet there are long term borrowings amounting to Rs. 865.60 Cr despite having a bank balance amounting to Rs. 1896.32 cr. Detailed justification of non-repayment of the loan in spite of having such balance may be submitted for the benefit of consumers.

Response of OHPC

Long term borrowing amounting to Rs. 865.60 Cr as outstanding as on 31.03.2023 consists of loans mentioned above at Sl No. 1 & Sl No. 3 of response of OHPC against query no 4.

Regarding repayment of loan of Rs522.62 Cr , OHPC is repaying the loan @ 30.23 Cr per year as approved by Hon'ble OERC in the tariff order for FY 2013-14.

OHPC being a power generating company regulated by OERC, generates its revenue as per cost and RoE determined and approved by Hon'ble OERC. Further loan is also repaid as and when allowed by Hon'ble OERC through its tariff order. Further as far as repayment of Rs.766.22 Cr (sanctioned against up-valuation of assets) is concerned, since the tariff of OHPC has been approved by Hon'ble OERC based on historic project cost of old power stations and without considering the up-valuation of assets transferred to OHPC by Govt. of Odisha , OHPC has not made any repayment of the said loan.

Bank balance as shown in the balance sheet of OHPC arises due to the cumulative effect of the the following items and interest accrued thereon since inception of OHPC which are earned under regulatory frame work and approved by Hon'ble Commission from time to time.

1. Return on Equity on OHPC own investment.
2. Interest on Working Capital.
3. Interest on normative loan.
4. Balance Depreciation Fund after repayment of actual loan

Query No-6:-

OHPC need to provide the detailed utilization of the other income earned amounting to Rs.185.90 Cr for the FY 2022-23.

Response of OHPC

It may be noted that a sum of Rs 16.1846 Cr has also included in Rs.185.90 Cr. which has been received on account of Income Tax reimbursement from GRIDCO, Dam share from DoWR, sale of scrap & rent from land & building.

Out of remaining balance of Rs.169.7154 Cr (Rs.185.90Cr less Rs.16.18Cr), OHPC has paid dividend of Rs.118.00 Cr to Govt. of Odisha.

Query No-7:-

OHPC to submit the details of non tariff income claimed station wise for the last three years i.e. FY 2020-21, 2021-22 & 2022-23.

Response of OHPC

The details of non-tariff income claimed by OHPC & approved by Hon'ble OERC is as follows.

Non tariff income claimed for FY 2022-23 based on audited account of FY 2020-21 (Rs in Cr)							
	RHEP	UKHEP	BHEP	HHEP	CHEP	UHEP	Total
Rent from Land & Building	0.027	0.032	0.048	0.11	0.0125	0.041	0.2705
Sale of scrap	0.097	0.003	0.1755	1.8555	0	0	2.131
Advertisement	0	0	0	0	0	0	0
Total	0.124	0.035	0.2235	1.9655	0.0125	0.041	2.4015

Non tariff income claimed for FY 2023-24 based on audited account of FY 2021-22 (Rs in Cr)							
	RHEP	UKHEP	BHEP	HHEP	CHEP	UHEP	Total
Rent from Land & Building	0.125	0.01	0.015	0.065	0.015	0.05	0.28
Sale of scrap	0.91	0.5135	0.65	4.088	2.4915	2.552	11.205
Advertisement	0	0	0	0	0	0	0
Total	1.035	0.5235	0.665	4.153	2.5065	2.602	11.485

Non tariff income claimed for FY 2024-25 based on audited account of FY 2022-23 (Rs in Cr)							
	RHEP	UKHEP	BHEP	HHEP	CHEP	UHEP	Total
Rent from Land & Building	0.0255	0.037	0.0885	0.073	0.0105	0.0555	0.29
Sale of scrap	0.133	0.627	0.012	0.148	0.009	0.443	1.372
Advertisement	0	0	0	0	0	0	0
Total	0.1585	0.664	0.1005	0.221	0.0195	0.4985	1.662

Query No-8:-

OHPC to submit the audited actual expense item wise under Operation & maintenance station wise for the last three years i.e. FY 2020-21, 2021-22 & 2022-23 & actual upto 30th November for FY 2023-24.

Response of OHPC

The audited actual expense item wise under Operation & maintenance station wise for the last three years i.e. FY 2020-21, 2021-22 & 2022-23 and actual unaudited expense item wise upto 30.11.2023 under Operation & maintenance is attached as **Annexure-IV**.

Query No.9:-

OHPC to submit details of the projects completed and to be developed as shown in the ARR petition. The detail shall include the installed capacity, actual/estimated amount of expenditure, project starting date and year of commissioning.

Response of OHPC

The detail information regarding installed capacity, actual/estimated amount of expenditure, project starting date and year of commissioning of the projects under GEDCOL is enclosed at **Annexure-V** of this compliance for kind reference.

Query No.10:-

OHPC to submit the reservoir level of OHPC Power Stations as on 31.12.2023 vis-à-vis as on 31.12.2022.

Response of OHPC

The Reservoir Level of OHPC Power Stations as on 31.12.23 vis-à-vis on 31.12.22 is given below:

Table-1

Sl. No.	Reservoirs	As on 31.12.2022	As on 31.12.2023
1.	Rengali	121.15mtr	121.83mtr
2.	Kolab	855.48mtr.	856.13mtr.
3.	Balimela	450.38mtr.	452.85mtr.
4.	Hirakud	191.08mtr.	191.42mtr.
5.	Indravati	638.20mtr.	636.45mtr.

Query No.11:-

OHPC to submit the actual sale of energy to CSPDCL from 2018-19 to 2022-23 and the current year upto 31.12.2023.

Response of OHPC

The actual sale of energy to CSPDCL from 2018-19 to 2022-23 and current year upto 31st December, 2023 is furnished in the Table below:

Financial Year	Actual Energy sold to CSPDCL (in MU)
2018-19	16.391
2019-20	16.481
2020-21	16.436
2021-22	16.436
2022-23	16.436
2023-24 upto 31 st December 2023	12.384

Query No.12:-

OHPC to submit the approvals as required under Regulation 12 of the OERC (Terms and Conditions for Determination of Generation Tariff) Regulations, 2020 for the claims of the additional capitalization of assets station wise for the FY2023-24 and FY2024-25.

Response of OHPC

The major capitalization approved by Hon'ble OERC for the FY2023-24 based on the audited account of OHPC for the FY2021-22 & for the FY2024-25 based on audited accounts of OHPC for the FY2022-23 are due to the RM&U works of Unit-5 & 6 of HHEP, Burla; R&M works of Unit-1&2 of BHEP, Balimela; Capital Maintenance work of Unit-2 & 4 of UIHEP, Mukhiguda & Capital Maintenance work for construction of 220/33KV Substation with 7.5MVA SST at UKHEP.

The approval of above said R&M work & Capital Maintenance work is already submitted as Annexure in the Tariff Application of OHPC for the FY2024-25. The details are shown in the Table below.

Sl No.	Particulars of works	Approved Cost (in Crs.)	Approved Orders of Hon'ble OERC	Remarks
1	Renovation & Modernisation of Unit-1 to 6 of BHEP	382.191	Case No-67 & 68 of 2013(Order dtd.31.03.2014) and Para No 136 of the Tariff Order of OHPC for FY2017-18. (Please refer Annexure-11 & 12 of OHPC ARR application for FY2024-25)	Unit-1 & 2 R&M Completed; Unit-3 & 4 R&M under progress & thereafter R&M of Unit-5 & 6 shall be taken.
2	Renovation & Modernisation & Uprating of Unit-5&6 of HHEP, Burla	158.77		Completed.

3	Capital Maintenance of Unit-2 UIHEP	26.816	Case No. 56 of 2019 (Order dtd. 11.06.2020). (Please refer Annexure-13 of OHPC ARR application for FY2024-25)	Materials procured & Retrofitting work Under progress
4	Capital Maintenance of Unit-4 UIHEP	50.288		Completed.
5	Construction of 220KV Sub-Stations with Station Transformer of 7.5MVA and Control Panel with accessories along with extension of existing 220KV Bay of UKHEP.	3.824		Completed. Rs7.535 Crs Capitalised in UKHEP for FY2024-25. However Rs0.609Crs and Rs2.940Crs are deducted from Capital Cost of UKHEP for FY2023-24 & FY2024-25 as these are fund received as PSDF Grant.

Query No-13

OHPC to submit the actual cash flow statement (considering revenue items only) month wise & item wise for FY 2021-22, FY 2022-23, FY2023-24 & FY 2023-24 (from Apr 2023 to Nov 2023).

Response of OHPC

The actual cash flow statement month wise & item wise for FY 2021-22, FY 2022-23, FY2023-24 & FY 2023-24 (from Apr 2023 to Nov 2023) is attached as **Annexure-VI**.