

BEFORE THE TAMIL NADU ELECTRICITY REGULATORY COMMISSION CHENNAI

Order No. 3 of 2025, dated 26-03-2025

Present: Thiru R. Manivannan Chairman

Thiru K. Venkatesan Member

Thiru B. Mohan Member (Legal)

In the matter of: Provisional Tariff subsidy for FY 2025-26 by the Government of Tamil Nadu.

The Government of Tamil Nadu (GoTN) had issued policy directions under sub-section (1) of section 108 of the Electricity Act, 2003, for extension of free supply / concessional tariff to different categories of consumers like Hut consumers, Agricultural consumers, Domestic consumers, Actual Places of Public Worship, Powerloom Consumers, Handloom Consumers and Lift Irrigation Co-operative Societies for Agriculture from 2004 onwards. The Government has also committed to provide subsidy to meet the shortfall in revenue to TNPDCL u/s 65 of the Electricity Act, 2003.

(2) TNPDCL, in their letter dated 20-03-2025 has stated that the Government of Tamil Nadu has allotted to provide Rs.17,209.46 Crores in the Budget Estimate for FY 2025-26 towards tariff subsidy payable to TANGEDCO.

(3) TNPDCL has also stated that the following are the list of policy directives along with commitment letters issued at various stages by the Government of Tamil Nadu:

SI. No.	Category of consumers	Details of G.O's issued effective from	Details of Government's commitment letters issued
1	a) Reduction in Tariff for Domestic Consumers	w.e.f:16-06-2004	Letter MS.No.100, Energy (A1) Department, dated 07-06-2004.
	b) Free electricity of 100 units bimonthly to all Domestic consumer in all slabs in the existing assessment system.	Energy (A1) Department, dated	
2	Free units of electricity to HUT consumer	w.e.f:01-04-2004	Letter (MS)No: 100, Energy (A1) Department, Dated 07-06-2004.
3	a) Free electricity to Agricultural consumers	w.e.f:01-04-2004	Letter (MS)No: 100, Energy (A1) Department, Dated 07-06-2004.

	under Normal category b) Free electricity to Agricultural consumers under SFS category	w.e.f:01-04-2006	Letter (MS)No: 75/2006, Energy (C3) Department, Dated 11-08-2006.
4	Reduction in Tariff for Actual Places of Public Worship	w.e.f:01-01-2006	Letter (MS)No: 15/2006, Energy (C3) Department, Dated 31-01-2006.
5	Free Supply of electricity to HT Lift Irrigation consumers	w.e.f:01-12-2010	Govt: Letter (MS)No: 116, Energy (C3) Department, Dated 01-12-2010.
6	Reduction of ToD Charges from 25% to 15% during peak hours for LT Industries consumers	G.O.(MS) No.79, MSME (D2) Department, dated 08-11-2022 (w.e.f:08-11-2022)	
7	Enhancement of ceiling for the supply of free electricity to all handloom consumers from 201 to 300 units bimonthly and reduction in tariff for remaining slabs.	G.O.(MS) No.40,Handlooms, Handicrafts, Textiles and Khadi (D2) Department, dated 03-03-2023 (w.e.f:03-03-2023)	Lr.No.1858/C2/2023, Energy (C2), Department, dated 27-03-2023.
8	Enhancement of free units	G.O.(MS) No.41,Handlooms,	Lr.No.1859/C2/2023, Energy (C2),

	from 750 units to 1000 units bimonthly to all Powerloom consumers and reduction in tariff for remaining slabs.	and Khadi (D2)	Department, dated 27-03-2023.
9	Reduction in tariff rate to certain categories of Multitenements consumers under LT Tariff ID as LT IE (Common Supply).	(w.e.f:01-11-2023)	G.O.(Ms) Lr.No.8303/C2/2023 Dated 30-10-2023
10	Non-collection of peak hour charges till installation of smart meters for LT Industries (IIIB)	Micro, Small and Medium Enterprises (D2) Department,	GoTN, in its letter No.8901/C2/2023 dated 11-11-2023
11	Reduction in Solar Roof Top Network Charges to 50% for LT Industries (IIIB)	(w.e.f:10-11-2023)	GoTN, in its letter No.8901/C2/2023 dated 11-11-2023

- (4) The Commission has considered the following facts while determining the Subsidy payable by GoTN:
- (i) The subsidy rates as issued in the Government's Letter (Ms.) No. 4488/D3/2024-1, dated 05-07-2024 of Energy (C2) Department, GoTN.
- (ii) The GoTN, vide letter No.5434/D3/2024, dated 04-12-2024, declared tariff subsidy for each of consumer categories separately on per unit basis in consonance with standard operating procedure prescribed by Ministry of Power. The details of per unit subsidy are as follows:

Category	Slab	Subsidy/Unit
Domestic (IA)	Upto 500 units	Rs.4.80/unit.
	0 - 100 units (bimonthly)	
	101 – 200 units (bimonthly)	Rs.2.45/unit.
	201-300 units	Rs.0.10/unit
	301-400 units	Rs. 0.10/unit
	401-500 units	Rs. 0.15/unit
	Above 500 units	Rs.4.80/unit.
	0-100 units (bimonthly)	
	101-200	Rs.0.10/unit
	201-300	Rs.0.10/unit
	301-400	Rs.0.10/unit
	401-500	Rs. 0.15/unit
	501-600	Rs. 0.15/unit
	601-800	Rs. 0.20/unit
	801-1000	Rs. 0.20/unit
	Above 1000	Rs. 0.25/unit
Common	Reduction in tariff rate to	Rs.2.80/unit
Supply (IE)	certain categories of Multi-	
	tenements consumers	
Hut (IB)	No meter-Fixed charges	Rs.322/month/se

		rvice
	If meters fixed	Rs.9.80/unit
Places of Worship (IIC)	0-120 units	Rs.3.15/unit
Powerloom (IIIA2)	Upto 500 units	Rs.6.95/unit.
	501-750	Rs.8.00/unit.
	751-1000	Rs.8.00/unit.
	1001-1500	Rs.3.55/unit.
	Above 1500	Rs.2.35/unit.
Agriculture (IV)	No meter	Rs.3805/HP/year.
		Rs.4.80/unit
HT Lift Irrigation	All units	Rs.7.50/unit
	With smart meter	Rs.0.80/unit.
(IIIB) ToD	Without smart meter	Rs.2.00/unit
Charges during		
Peak Hours		
LT Industries	Reduction in Solar Roof Top	Rs.0.795/unit
(IIIB) (Network	Network Charges to 50% for	
Charges)	LT Industries (IIIB)	

(5) In the aforesaid commitment letter, the Government of Tamil Nadu, has specified the subsidy (unit / SC/HP, as the case may be) to be payable to the subsidized categories. The fixation of tariff is within the purview of the Commission. As far as the subsidy is concerned, the Government has to decide the grant of subsidy to any consumer. The GoTN specified the subsidy amount per unit to the respective subsidy categories.

The Provisional Tariff Subsidy payable by GoTN to TNPDCL for different category of consumers for FY 2025-26 is detailed below:

I. Domestic Consumers - LT Tariff I-A

The details of approved tariff, subsidy payable by the Government as per above revised directive and the tariff for energy charges payable by Domestic consumers with effect from 01-07-2024 are as follows:

Consumption slabs - Range in kWh	Approved Tariff Rate	Subsidy payable by GoTN	Payable by consumer	
(units) and billing period (one or two months)	Energy Charges in paise per kWh	Energy Charges in paise per kWh	Energy Charges in paise per kWh	
a) For consumers two months	who consume up to	50 units per month (or) 100 units for	
From 0 to 50 units per month (or) 0 to 100 units for two months	480	480	Nil	
1	who consume from 5 ts for two months	51 units to 100 units	per month (or)	
From 0 to 50 units per month (or) 0 to 100 units for two months	480	480	Nil	
From 51 to 100 units per month (or) 101 to 200 units for two months.	480	245	235	
	who consume from 1 ts for two months	101 units to 250 units	s per month (or)	
From 0 to 50 units per month (or) 0 to 100 units for two months	480	480	Nil	
From 51 to 100 units per month (or) 101 to 200 units for two months.	480	245	235	

Consumption slabs - Range in kWh (units) and billing period (one or two months)	Range in kWh in paise per kWh Tariff Rate by GoTN Energy Charges Energy Charges in paise per kWh		Payable by consumer Energy Charges in paise per kWh
From 101 to 200 units per month (or) 201 units to 400 units for two months	480	10	470
From 201 to 250 units per month (or) 401 units to 500 units for two months	645	15	630
d) For consumers units and abov	who consume 251 ure per month	nits and above per m	onth (or) 501
From 0 to 50 units per month (or) 0 to 100 units for two months	480	480	Nil
From 51 to 100 units per month (or) 101 to 200 units for two months.	480	10	470
From 101 to 200 units per month (or) 201 to 400 units for two months	480	10	470
From 201 units to 250 units per month (or) 401 units to 500 units for two months	645	15	630
From 251 to 300 units per month (or) 501 to 600 units for two months	855	15	840

Consumption slabs - Range in kWh (units) and billing period (one or two months)	Approved Tariff Rate Energy Charges in paise per kWh	Subsidy payable by GoTN Energy Charges in paise per kWh	Payable by consumer Energy Charges in paise per kWh
From 301 units to 400 units per month (or) 601 units to 800 units for two months	965	20	945
From 401 to 500 units per month (or) 801 to 1000 units for two months	1070	20	1050
From 501 units and above per month (or) from 1001 units and above for two months	1180	25	1155

The provisional tariff subsidy payable by the Government for the FY 2025-26 has been estimated as follows:

Slab	Consumption (in MU)/ No. of services (in lakhs)	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)	
I. Bi-Monthly	Consumption upto	100 units		
0-100 units	1862.02	4.80	893.77	
II. Bi-Monthly	Consumption above	ve 100 units and up	to 200 units	
0-100 units	3441.91	4.80	1652.12	
101-200 units	2057.99	2.45	504.21	
III. Bi-Month	y Consumption abo	ove 200 units and u	pto 500 units	
0-100 units	5240.29	4.80	2515.34	
101-200 units	5240.29	2.45	1283.87	
201-300 units	4117.52	0.10	41.18	
301-400 units	1900.95	0.10	19.01	

Slab	Consumption (in MU)/ No. of services (in lakhs)	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
401-500 units	633.03	0.15	9.50
IV. Bi-Monthly	y Consumption abov	ve 500 units	
0-100 units	1409.91	4.80	676.76
101-200 units	1409.91	0.10	14.10
201-300 units	1409.91	0.10	14.10
301-400 units	1409.91	0.10	14.10
401-500 units	1409.91	0.15	21.15
501-600 units	1288.66	0.15	19.33
601-800 units	1453.61	0.20	29.07
801-1000 units	713.40	0.20	14.27
Above 1000 units	1229.15	0.25	30.73
Total (A)			7752.61

Hence, a subsidy of Rs.7752.61 Crores is provisionally approved for FY 2025-26 in respect of reduction in tariff to Domestic Consumers based on the estimated data furnished by TNPDCL.

II-A. Agricultural consumers under normal category:

The details of approved tariff, subsidy payable by the Government and the tariff payable by consumers in respect of Agriculture consumers are as below;

	TNERC a	•	7 - 7		• •	
Description	Fixed	Energy	Fixed	Energy	Fixed	Energy
	Charges	Charges	Charges	Charges	Charges	Charges
	(Rs. Per	(Paise /	(Rs. Per	(Paise /	(Rs. Per	(paise /
	HP/annum)	kWh)	HP/annum)	kWh)	HP/annum)	kWh)

Till installation of Energy Meters	3805	Nil	3805	Nil	Nil	Nil
On installation of Energy Meters	Nil	480	Nil	480	Nil	Nil

(a) TNPDCL has estimated the connected load for FY 2025-26 as 1,55,14,875 HP. Therefore the estimated subsidy for 1,55,14,875 HP for FY 2025-26 works out as under:

Connected Load (in HP)	Subsidy payable by the Government	Estimated Subsidy (Rs. in Crs.)	
1,55,14,875	Rs.3805/HP/ Annum	5903.41	
	Total (A)	5903.41	

The Government of Tamil Nadu, in its letter dated 04-12-2024, has granted subsidy of Rs.3805/HP/Annum in respect of Agriculture consumers. Since it is a fully subsidized category, the Government of Tamil Nadu has to pay the tariff as fixed by the Commission.

(d) Therefore, a subsidy of Rs. 5903.41 Crores is provisionally approved for FY 2025-26 in respect of agricultural consumers under normal category.

II-B. Agricultural consumers under SFS category:

TNPDCL has estimated the connected load for FY 2025-26 as 30,07,838 HP. Therefore, the estimated subsidy for 29,23,952 HP works out as under:

Connected Load (in HP)	Subsidy payable by the Government (Rs./HP)	Estimated Subsidy (Rs. in Crs.)
30,07,838	Rs.3805/HP/ Annum	1144.48
	Total (A)	1144.48

The Government of Tamil Nadu,in its letter dated 04-12-2024, has granted subsidy of Rs.3805/HP/Annum in respect of Agriculture consumers. However, as it is fully subsidized category, the Government of Tamil Nadu has to pay the tariff as fixed by the Commission.

Therefore, a subsidy of Rs.1144.48 Crores is provisionally approved for FY 2025-26 for agricultural consumers under SFS category.

III. Hut Consumers

The details of approved tariff, subsidy payable by the Government and the tariff payable by consumers in respect of Hut consumers are as under:

	TNERC approved Tariff Rate		Subsidy payable by GoTN		Tariff Rate payable by Consumer	
Description	Fixed Charges (Rs. /Service / Month)	Energy Charges (Paise / kWh)	Fixed Charges (Rs. /Service /Month)	Energy Charges (Paise / kWh)	Fixed Charges (Rs./ month)	Energy Charges (paise / kWh)
Till installation of Energy Meters	322	Nil	322	Nil	Nil	Nil
On installation of Energy Meters	Nil	980	Nil	980	Nil	Nil

The number of hut consumers for FY 2025-26 has been estimated as 9,33,092 nos.

No. of consumers	Subsidy payable by the Government (Rs./Service/Month)	Estimated Subsidy (Rs. in Crs.)
9,33,092	Rs.322/Month/Service	360.55
	Total (A)	360.55

Therefore, a subsidy of Rs. 360.55 Crores is provisionally approved for FY 2025-26 in respect of Hut consumers.

IV. Reduction in Tariff rate to Actual Places of Public Worship

The details of approved tariff, subsidy payable by the Government and the tariff payable by the consumers in respect of Actual Places of Public Worship are as under:

	TNERC approved Tariff Rate		Subsidy payable by GoTN		Tariff Rate payable by Consumer	
Description Fixed Charges (Rs./kW/month)		Energy Charges (paise / kWh)	Fixed Charges (Rs./kW /month)	Energy Charges (paise / kWh)	Fixed Charges (Rs./kW /month)	Energy Charges (paise / kWh)
0 to 120 units for two months	107	620	Nil	315	107	305
Above 120 units for two months	107	750	IVII	Nil	107	750

The tariff subsidy payable by the Government for the FY 2025-26 has been calculated on the estimated energy consumption and claimed a subsidy as follows:

Slab	Consumption (in MU)	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)				
I. Bi-Monthly Consumption upto 120 units							
0-120 units	29.19	3.15	9.19				
II. Bi-Monthly	Consumption ab	ove 120 units					
First 120 Units	34.13	3.15	10.75				
Above 120 units	115.49	Nil	Nil				
Total (A)			19.94				
	Total (A)						

Therefore, subsidy of Rs.19.94 Crores is provisionally approved for FY 2025-26 for reduction in tariff rate to Actual Places of Public Worship.

V. Reduction in tariff and Fixed Charges to Power Loom consumers and extended free supply upto 1000 units:

The details of approved tariff, subsidy payable by the Government and the tariff payable by consumers in respect of Power loom consumers with effect from 01-07-2024 are as follows:

Consumption slabs – Range		TNERC approved Tariff Rate		Subsidy payable by GoTN		Tariff payable by consumer	
in KWH (units) and billing period two months	Fixed Charges (Rs. / kW / month)	Energy Charges (paise / kWh)	Fixed Charges (Rs. / kW / month)	Energy Charges (paise / kWh)	Fixed Charges (Rs. / kW / month)	Energy Charges (paise / kWh)	
a. For consum	ers who d	consume u	ıp to 500 u	nits for tv	vo month:	S	
0 to 500 units for two months	107	695	107	695	Nil	Nil	
b. For consumers who consume 501 units and above for two months							
First 500 units	107	695	107	695		Nil	

Consumption slabs – Range		TNERC approved Tariff Rate		Subsidy payable by GoTN		Tariff payable by consumer	
in KWH (units) and billing period two months	Fixed Charges (Rs. / kW / month)	Energy Charges (paise / kWh)	Fixed Charges (Rs. / kW / month)	Energy Charges (paise / kWh)	Fixed Charges (Rs. / kW / month)	Energy Charges (paise / kWh)	
501 units to 1000 units		800		800	Nil	Nil	
1001 units to 1500 units		800	53.50	355	53.50	445	
1501 units and above		800	33.50	235	33.30	565	

The tariff subsidy payable by the Government for the FY 2025-26 has been estimated as follows:

Slab	Consumption (in MU)/ Connected load (in kW)	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)			
I. Consumption upt	o 500 units for two	months				
0-500 units	119.26	6.95	82.89			
Fixed Charges	3,63,501	Rs.107 per kW/month	46.67			
II. Consumption ab months	ove 500 units and u	pto 750 units f	or two			
First 500 units	65.60	6.95	45.59			
501-750 units	16.20	8.00	12.96			
Fixed Charges	94,161	Rs.107 per kW/month	12.09			
III. Consumption above 750 units and upto 1000 units for two months						
First 500 units	34.41	6.95	23.91			
501-750 units	17.21	8.00	13.77			

Slab	Consumption (in MU)/ Connected load (in kW)	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
751-1000 units	9.24	8.00	7.39
Fixed Charges	57,931	Rs.107 per kW/month	7.44
IV. Consumption all months	pove 1000 units and	upto 1500 unit	ts for two
First 500 units	30.04	6.95	20.88
501-750 units	15.02	8.00	12.02
751-1000 units	15.02	8.00	12.02
1001-1500 units	14.93	3.55	5.30
Fixed Charges	59,308	Rs.53.50 per kW/month	3.81
V. Consumption abo	ove 1500 units for t	vo months	
First 500 units	81.15	6.95	56.40
501-750 units	40.57	8.00	32.46
751-1000 units	40.57	8.00	32.46
1001-1500 units	81.15	3.55	28.81
1501 units & above	379.67	2.35	89.22
Fixed Charges	2,23,312	Rs.53.50 per kW/month	14.34
Total	960.04/7,98,213		560.43

Therefore, a subsidy of Rs.560.43 Crores is provisionally approved for FY 2025-26 towards free supply and reduction in tariff and fixed charges in respect of power loom consumers.

VI. Free supply to Hand Loom consumers upto 300 units bimonthly

The Handloom consumers are categorized under Domestic category. All the Handloom weavers are to be extended with free electricity of 300 units (bi-monthly) in addition to reduction in tariff rate applicable to domestic consumers. The Government has committed to provide tariff subsidy for the consumption of first 300 units at entire tariff rate in respective slabs by Handloom weavers.

The approved tariff issued by the Commission, subsidy payable by the Government with effect from 01-07-2024 is as follows:

Consumentian slake	Approved Tariff Rate		Subsidy payable by GoTN		Payable by consumer	
Consumption slabs – Range in kWh (units) and billing period (one or two months)	Fixed Charges (Rs.per month/ service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/ service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/ service)	Energy Charges in paise per kWh
a) For consumers to 500 units fo			n 0 units t	o 250 units	per month	(or) 0
From 0 to 50 units per month (or) 0 to 100 units for two months	Nil	480	Nil	Domestic 480 + Handloom 0	Nil	Nil
From 51 to 100 units per month (or) 101 to 200 units for two months	Nil	480	Nil	Domestic 245 + Handloom 235	Nil	Nil
From 101 to 150 units per month (or) 201 to 300 units for two months.		480		Domestic 10 + Handloom 470	IVII	Nil

Consumption slabs -	Approved Tariff Rate		Subsidy payable by GoTN		Payable by consumer	
Range in kWh (units) and billing period (one or two months)	Fixed Charges (Rs.per month/ service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/ service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/ service)	Energy Charges in paise per kWh
From 151 to 200 units per month (or) 301 to 400 units for two months.		480		Domestic 10 + Handloom 0		470
From 201 to 250 units per month (or) 401 to 500 units for two months.		645		Domestic 15 + Handloom 0		630
b) For consumers 501 units above			251 units	s and above	per month	(or)
From 0 to 50 units per month (or) 0 to 100 units for two months		480		Domestic 480 + Handloor 0		Nil
From 51 to 100 units per month (or) 101 to 200 units for two months.	Nil	480	Ni	Domestic 10 + Handloor 470		Nil
From 101 to 150 units per month (or) 201 units to 300 units for two months		480		Domestic 10 + Handloor 470		Nil
From 151 to 200 units per month (or) 301 units to 400 units for two months	Nil	480		Domestic 10 + Handloor 0		470

Consumption slabs -	Approved Tariff Rate		_	, payable GoTN	Payable by consumer	
Range in kWh (units) and billing period (one or two months)	Fixed Charges (Rs.per month/ service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/ service)	Energy Charges in paise per kWh	Fixed Charges (Rs.per month/ service)	Energy Charges in paise per kWh
From 201 units to 250 units per month (or) 401 units to 500 units for two months		645		Domestic 15 + Handloon 0		630
From 251 to 300 units per month (or) 501 to 600 units for two months		855		Domestic 15 + Handloon 0		840
From 301 units to 400 units per month (or) 601 units to 800 units for two months		965		Domestic 20 + Handloon 0		945
From 401 to 500 units per month (or) 801 to 1000 units for two months		1070		Domestic 20 + Handloon 0		1050
From 501 units and above per month (or) from 1001 units and above for two months		1180		Domestic 25 + Handloon 0		1155

The tariff subsidy payable by the Government for the FY 2025-26 has been estimated as follows:

Consumption (in MU) / No. of services	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
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Slab	Consumption (in MU) / No. of services	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
I. Bi-Monthly	Consumption upto	100 units	
0-100 units	4.43	0.00	0.00
II. Bi-Monthly	Consumption abo	ve 100 units and u	pto 200 units
0-100 units	11.89	0.00	0.00
101-200 units	7.33	2.35	1.72
III. Bi-Monthl	y Consumption ab	ove 200 units and	upto 500 units
0-100 units	21.07	0.00	0.00
101-200 units	21.07	2.35	4.95
201-300 units	16.23	4.70	7.63
301-400 units	6.10	0.00	0.00
401-500 units	1.50	0.00	0.00
IV. Bi-Monthly	Consumption abo	ve 500 units	
0-100 units	1.28	0.00	0.00
101-200 units	1.28	4.70	0.60
201-300 units	1.28	4.70	0.60
301-400 units	1.28	0.00	0.00
401-500 units	1.28	0.00	0.00
501-600 units	1.05	0.00	0.00
601-800 units	0.64	0.00	0.00
801-1000 units	0.16	0.00	0.00
Above 1000	0.07	0.00	0.00
Total	97.94		15.50

Therefore, a subsidy of Rs.15.50 Crores is provisionally approved for FY 2025-26 towards free supply to handloom consumers.

VII.Free supply for HT - Lift Irrigation Co-operative Societies

The details of approved tariff, subsidy payable by the Government and the tariff payable by consumers in respect of HT Lift Irrigation Co-operative societies are as follows:

	Tariff Rate	applicable	Subsidy p GoTN	ayable by	Tariff Rate by Consum	• •
Tariff	Demand Charge in Rs./kVA/ Month	Energy Charges in paise per kWh	Demand Charge in Rs./kVA /Month	Energy Charges in paise per kWh	Demand Charge in Rs./kVA/ Month	Energy Charges in paise per kWh
HT Tariff IV Lift Irrigation	589	750	589	750	Nil	Nil

Meter Rent	Approved Tariff Rate	•	Tariff Rate payable by Consumers
HT Tariff IV Lift Irrigation	3965	3965	Nil

The tariff subsidy payable by the Government for the FY 2025-26 has been estimated as follows:

Consumption in MU/No. of consumers	Subsidy payable by the Government / HP	Estimated Subsidy (Rs. in Crs.)
58.73 MUs	Rs.7.50/unit	44.05
63 Nos.	Rs.3965/service/month	0.30
36,602.50 kVA Rs.589/kVA/month		25.87
	70.22	

Hence, a subsidy of Rs.70.22 Crores is provisionally approved for Lift Irrigation Co-operative Societies for FY 2025-26.

VIII. LT III B Industries- ToD charges:

a) The details of approved tariff, subsidy payable by the Government and the tariff payable by consumers in respect of LT Industries are as follows:

Consumption slabs - Range	Tariff applicable	Rate	Subsidy pa	ayable by	Tariff Rate by Consum	
in kWh (units) and billing period (one or two months)	Fixed Charge (Rs./month /services)	Energy Charges in paise per kWh	Fixed Charge (Rs./month /services)	Energy Charges in paise per kWh	Fixed Charge (Rs./month /services)	Energy Charges in paise per kWh
0-50 kW	81	8.00	0.00	0.00	81	8.00
Above 50-112 kW	160	8.00	0.00	0.00	160	8.00
Above 112 kW	589	8.00	0.00	0.00	589	8.00
ToD Charges with Smart Meters		10	0.00	0.80		9.20
ToD Charges without Smart Meters		10	0.00	2.00		8.00

B) The tariff subsidy payable by the Government for reduction in Time of Day charges during peak hours from 25% to 15% to LT IIIB Industrial consumers with smart meters and non-collection of ToD charges during peak hours for LT IIIB Industrial consumers without smart meters for the FY 2025-26 has been estimated by TNPDCL are as follows:

Slab	20% Consumption (in MUs)	Subsidy payable by the Government (Rs./unit)	Estimated tariff subsidy (Rs. in Crs.)
ToD Charges with Smart Meters	0.76	0.80	0.06
ToD Charges without Smart Meters	1936.64	2.00	387.33
Total	1937.40		387.39

Hence, a subsidy of Rs.387.39 Crores is provisionally approved for reduction in Time of Day charges during peak hours from 25% to 15% to LT IIIB Industrial consumers with smart meters and non-collection of ToD charges during peak hours for LT IIIB Industrial consumers without smart meters for the FY 2025-26.

IX. LT III B Industries - Network charges:

The details of approved tariff, subsidy payable by the Government and the tariff payable in respect of Network charges by LT Industries consumers are as follows:

Description	Tariff Rate applicable	Subsidy payable by GoTN	Tariff Rate payable by Consumers
	Energy Charges in paise per kWh	Energy Charges in paise per kWh	Energy Charges in paise per kWh
Network charges	1.59	0.795	0.795

The tariff subsidy payable by the Government for reduction in Network charges for LT IIIB Industries consumers for the FY 2025-26 has been estimated by TNPDCL are as follows:

Description	Generation (in MUs)	Subsidy payable by GoTN (Rs. / unit)	Estimated Tariff Subsidy (Rs in Crs.)
Network charges	139	0.795	11.05
Total	139		11.05

Hence, a subsidy of Rs.11.05 Crore is provisionally approved for reduction in Network charges for LT IIIB Industries consumers for the FY 2025-26.

X. Common Supply I E Category: -

The details of approved tariff, subsidy payable by the Government and the tariff payable in respect of Network charges by LT Industries consumers are as follows:

	Tariff applicable	Rate	Subsidy by GoTN	payable	Tariff Rate by Consume	
Description	Fixed Charge (Rs./kW/ Month)	Energy Charges in paise per kWh	Fixed Charge (Rs./kW/ Month)	Energy Charges in paise per kWh	Fixed Charge (Rs./kW/ Month)	Energy Charges in paise per kWh
IE Category Common Supply	107	8.55	0.00	2.80	107	5.75

The tariff subsidy payable by the Government for reduction in charges for common supply consumers under IE category for the FY 2025-26 has been estimated by TNPDCL are as follows:

Description	Consumpti on (in MUs)	Subsidy payable by GoTN (Rs. / unit)	Estimated Tariff Subsidy (Rs in Crs.)
IE Category	175	2.80	49.00
Common			
Supply			
Total			49.00

Hence, a subsidy of Rs.49.00 Crore is provisionally approved for reduction in charges for Common Supply consumers under IE Category for the FY 2025-26.

XI. Payment of additional subsidy/adjustment of excess subsidy for the FY 2024-25 will be adjusted during the 2nd quarter of FY 2025-26 as detailed below:

The Commission has made an amendment in Regulation 5(ii) & (vii) of the Procedure for payment of subsidy by the State Government Regulations, 2008 to adhere to the Standard Operating Procedure framed by the Ministry of Power, GoI which has been launched to ensure the compliance of pre-

qualifying criteria to avail funds under Revamped Distribution Sector Scheme.

In the aforesaid amendment, it has been stipulated that TNPDCL has to reconcile the actual subsidy received with the actual consumption within 60 days from the closure of quarterly accounts and send the proposal for adjustment of subsidy. Accordingly, TNPDCL has submitted the actual consumption details from 1st April to 31st December 2024 i.e upto 3 quarters I, II, III. TNPDCL has to submit the fourth quarter of FY 2024-25 on or before 31st May 2025.

The annual reconciliation for the FY 2024-25 has to be carried out as per clause 3.1.2 (xviii) of the Standard Operating Procedure (SOP). Therefore, TNPDCL and GoTN have to adjust the additional subsidy / excess subsidy relating to FY 2024-25 during the 2^{nd} quarter of FY 2025-26.

The provisional subsidy payable for FY 2025-26 by the Government of Tamil Nadu will be as under:

(Rs. in Crores)

Sr. No.	Categories of Consumers	Subsidy (Rs. in Crores)
1	Domestic (Free supply/Reduction in tariff)	7752.61
2	Agricultural consumers under normal category (Free supply)	5903.41
3	Agricultural consumers under SFS category (Free supply)	1144.48
4	Hut consumers (Free supply)	360.55

5	Actual Place of Public Worship (Reduction in tariff)	19.94
6	Power loom weavers (Free Supply / Reduction in tariff)	560.43
7	Hand Loom Weavers (Free supply)	15.50
8	Lift Irrigation Co-operative Societies (Free supply)	70.22
9	LT IIIB Industries (ToD Charges)	387.39
10	LT IIIB Industries (Network Charges)	11.05
11	IE – Common Supply	49.00
12	Net provisional subsidy payable by GoTN to TNPDCL for FY 2025-26	16274.58

- (a) As regards the reconciliation of subsidy for the 4th quarter of FY 2024-25, TNPDCL has yet to submit the actual details of energy consumption and other load details. As and when it is submitted, this will be reconciled and appropriate action for payment of additional subsidy / recovery of excess subsidy will be intimated immediately with direction to adjust during the 2nd quarter of FY 2025-26.
- b) The Commission has made an amendment in the Procedure for payment of subsidy by the State Government Regulations. Therefore, GoTN is requested to release the advance subsidy before the commencement of every quarter for all categories of consumer.

Directives:

- i) The Government of Tamil Nadu shall provide the above subsidy in advance in the manner specified in the annexure to this order for the FY 2025-26 to compensate the shortfall in revenue to TNPDCL consequent to the extension of free supply/ reduction of tariff as per the policy direction.
- ii) The TNPDCL shall extend free supply / collect reduced tariff as per the policy directives of the Government of Tamil Nadu.
- iii) The Government of Tamil Nadu as well as the TNPDCL will have to abide by the provision under Section 65 of the Electricity Act, 2003 which reads as below:
 - "Provided that no such direction of the State Government shall be operative if the payment is not made in accordance with the provisions contained in this section and the tariff fixed by the State Commission shall be applicable from the date of issue of orders by the Commission in this regard."
- iv) The TNPDCL shall reconcile the subsidy allowed with the actual consumption and revenue assessed for the 4^{th} quarter of FY 2024-25 and to furnish the report on or before 31-05-2025.
- v) While furnishing the actual consumption details, it should be ensured that slab-wise consumption is furnished correctly.

vi) It should be ensured that the details are furnished by the Chief Engineers

uniformly in the same format.

vii) The TNPDCL shall furnish the actual connected load of Agricultural

consumers as on 01-04-2025 immediately and the connected load as on

01-10-2025 before 31-12-2025.

viii) TNPDCL shall furnish the circle-wise No. of Hut consumers as on 01-04-

2025 immediately and number of consumers as on 01-10-2025 before

31-12-2025.

ix) TNPDCL shall furnish the details of meters installed in the case of Hut

consumers and Agriculture consumers immediately.

x) TNPDCL shall furnish the details of number of services for which

assessment is being made in the Hut & Agriculture categories in each

circle along with the reconciliation report of 4th guarter of FY 2024-25.

(By Order of the Commission)

Ignum

Secretary
Tamil Nadu Electricity Regulatory Commission

Encl.: Annexure

Annexure

Subsidy Payable by Government for FY 2025-26

SI. No.	Category	Subsidy	Subsidy	Payable on	
		period	(Rs. in	or before	
			Crores)		
1	Domestic		1938.15	Immediate	
2	Agriculture –		1475.85	Immediate	
	Normal Category				
3	Agriculture - SFS		286.12	Immediate	
	Category				
4	Hut		90.14	Immediate	
5	Actual places of	01-04-2025 to	4.99	Immediate	
	Public worship	30-06-2025			
6	Powerloom	(1 st Ouartor)	140.10	Immediate	
7	Handloom	(1 st Quarter)	3.88	Immediate	
8	HT Lift Irrigation		17.55	Immediate	
9	LT IIIB ToD		96.85	Immediate	
10	LT IIIB Network Charges		2.76	Immediate	
11	IE Common Supply		12.25	Immediate	
	XI Additional subsidy / Excess subsidy relating to FY 2024-25				
10	will be adjusted in	the 2" quarter of			
12	Domestic		1938.15		
13	Agriculture –		1475.85		
	Normal Category				
14	Agriculture - SFS		286.12		
	Category				
15	Hut	01-07-2025 to	90.14	00.06.555-	
16	Actual places of	30-09-2025	4.99	30-06-2025	
	Public worship	(and Outsite in)			
17	Powerloom	(2 nd Quarter)	140.10		
18	Handloom		3.88		
19	HT Lift Irrigation		17.55		

20	LT IIIB ToD		96.85	
21	LT IIIB Network		2.76	
	Charges			
22	IE Common		12.25	
	Supply			
23	Domestic		1938.15	
24	Agriculture –		1475.85	
	Normal Category			
25	Agriculture – SFS		286.12	
	Category			
26	Hut		90.14	
27	Actual places of	01-10-2025 to	4.99	30-09-2025
	Public worship	31-12-2025		
28	Powerloom	(ard o	140.10	
29	Handloom	(3 rd Quarter)	3.88	
30	HT Lift Irrigation		17.55	
31	LT IIIB ToD		96.85	
32	LT IIIB Network		2.76	
	Charges			
33	IE Common		12.25	
	Supply			
34	Domestic		1938.16	
35	Agriculture –		1475.86	
	Normal Category			
36	Agriculture – SFS		286.12	
	Category			
37	Hut	01-01-2026 to	90.13	31-12-2025
38	Actual places of	31-03-2026	4.97	
	Public worship	(4th 0		
39	Powerloom	(4 th Quarter)	140.13	
40	Handloom		3.86	
41	HT Lift Irrigation		17.57	
42	LT IIIB ToD		96.84	
43	LT IIIB Network		2.77	
	Charges			
44	IE Common		12.25	
	Supply			
Total			16,274.58	