

# 23<sup>rd</sup> Annual ACCOUNT

Financial Year - 2021-22



**Gujarat Electricity Regulatory Commission**

# Gujarat Electricity Regulatory Commission

# 23<sup>rd</sup>

## ANNUAL ACCOUNT

Financial Year : 2021-22



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# Gujarat Electricity Regulatory Commission



The Commission presents the  
**23<sup>rd</sup>** Annual Account for FY 2021-22, as  
required under Section 104(4) of the Electricity Act, 2003.

**Roopwant Singh, IAS**

**Secretary**

Gujarat Electricity Regulatory Commission







# Gujarat Electricity Regulatory Commission

## An Overview

The Gujarat Electricity Regulatory Commission (GERC) has been functioning for the past 23 years discharging its functions of determination of tariff for generation, supply, transmission, wheeling, wholesale, bulk and retail supply within the State of Gujarat. It also undertakes the functions of enabling open access, regulating the power purchase and procurement process, facilitating intra-state transmission, issuing licences for transmission and distribution, promoting co-generation and generation of electricity from renewable adjudicating on the disputes between licensees and the utilities, specifying the State Grid Code, Supply Code, fixing trading margin for intra-state trading of electricity and discharging such other functions assigned to it under the Electricity Act, 2003 and the Gujarat Electricity Industry (Reorganization and Regulation) Act, 2003. The Commission was constituted under the Electricity Regulatory Commissions Act, 1998 (ERC Act) and was subsequently deemed to have been established under sub-section (1) of Section 3 of the Gujarat Electricity Industry (Reorganization and Regulation) Act, 2003 and in terms of Section 82 of the Electricity Act, 2003.

The Gujarat Electricity Regulatory Commission Fund is operated as per the GERC Fund Rules, 2005. The income of the GERC consists of mainly license and petition fees. The GERC fund is audited every year by the Comptroller and Auditor General of India, who certifies the Annual Accounts, which are laid before the State Legislative Assembly. The CAG audit was held on Date : 25/08/2022 to 07/09/2022.

This fund is operated through nationalized banks and State sponsored financial institutions only. The utilization of fund is governed by the Gujarat Financial Rules, 1971 amended from time to time, and surplus funds are invested in the form of Fixed Deposits in the nationalized banks and/or State Government financial institutions. The GERC is not getting any grant/financial support from the Government of Gujarat and is financially self-reliant since 2005. GERC's main source of income is annual license fee and petition fee in pursuance of the Fees, Fines and Charges Regulations, notification no. 6 of 2005 of GERC.

GERC received an annual license fee of Rs.19,13,05,602.90 (including recognized as receivable or payable) and petition fee Rs.9,00,51,358.00 during the year 2021-22 and an amount of Rs.17,37,53,394.40 was earned as interest on Fixed/Term deposits and savings account from



# Gujarat Electricity Regulatory Commission

nationalized banks/state sponsored financial institutions.

GERC's total expenditure during the year 2021-22 was Rs.9,27,49,996.58 Out of this Rs.4,77,59,642.00 was establishment expenditure, Rs.2,99,53,524.58 was other administrative charges and Rs.1,50,36,830.00 was depreciation.

GERC's total corpus fund as on 31 March, 2022 is Rs.3,09,56,00,000.00 and the general reserve fund is Rs.15,74,86,304.57

The GERC has been keeping pace with the changing electricity sector scenario and has been Proactive in ensuring an effective regulatory framework for development of the Sector.



# Gujarat Electricity Regulatory Commission

## GUJARAT ELECTRICITY REGULATORY COMMISSION, GANDHINAGAR.

Separate Audit Report of the Comptroller and Auditor General of India on the revised accounts of Gujarat Electricity Regulatory Commission for the year ended 31 March 2022.

We have audited the attached (revised) Balance Sheet of Gujarat Electricity Regulatory Commission as of 31 March 2022 and the (revised) Income and Expenditure Account for the year ended on that date under Section 104(2) of the Electricity Act, 2003. These financial statements are the responsibility of the Commission's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

This Separate Audit Report contains the comments of the Comptroller and Auditor General of India (CAG) on the accounting treatment only about classification, conformity with best accounting practices, accounting standards and disclosure norms, etc. Audit observations on financial transactions regarding compliance with the Law, Rules and Regulations (propriety and regularity) and efficiency-cum- performance aspects, etc. if any, are reported through Inspection Reports/CAG's Audit Reports separately.

We have conducted our audit in accordance with the Auditing Standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from mis- statements. An audit includes examining on a test basis, evidences supporting the accounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

### Based on our audit, we report that:

- (I) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (ii) The Balance Sheet and Income and Expenditure account as revised and dealt with in this report have been drawn up in the format approved by Government of Gujarat in consultation with the CAG under Section 104(1), of the Electricity Act, 2003.
- (iii) In our opinion, proper books of accounts and other relevant records have been maintained by the Commission, in so far as it appears from our examination of such books.
- (iv) We further observe that, based on the audit nothing significant was noticed.



# Gujarat Electricity Regulatory Commission

- (v) We report that the revised Balance Sheet and revised Income and Expenditure Account dealt with by this report agree with the books of accounts.
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said (revised) financial statements read together with the Accounting Policies and Notes on Accounts and other matters mentioned in the Annexure to this Audit Report, give a true and fair view in conformity with accounting principles generally accepted in India.
  - a. In so far as it relates to the (revised) Balance Sheet, of the state of affairs of the Commission as of 31 st March 2022.
  - b. In so far as it relates to the (revised) Income and Expenditure account, of the excess of income over expenditure for the year ended on that date.

For and on behalf of the  
Comptroller and Auditor General of India

Sd/-

(Vijay N. Kothari)

Accountant General (Audit-II), Gujarat

**Place : Ahmedabad.**

Date : 15-12-2022



# Gujarat Electricity Regulatory Commission

## Annexure

1. **Adequacy of Internal Audit System:** The Internal Audit System is adequate and commensurate with the size and nature of the Commission.
2. **Adequacy of Internal Control System:** The Internal Control System is adequate and commensurate with the size and nature of the Commission.
3. **System of Physical verification of fixed assets:** The fixed assets have been physically verified by the management at reasonable intervals.
4. **System of Physical verification of Inventory :** Not applicable
5. **Regularity in payment of statutory dues:** The Commission is regular in depositing undisputed statutory dues including professional tax, GST , Provident Fund, Employees State Insurance, and any other statutory dues with the authorities. In case of Income Tax, The GERC has been granted exemption certificate u/s 10(46) of Income Tax Act vide notification No. 115/2021/F. no. 300196/9/2021-ITA dtd. 29.09.2021 from FY 2021-22 to 2025-26

(Approved by Accountant General)

Sd/-

Deputy Accountant General (AMG-III)

Annual ACCOUNT - 2021-22





# Gujarat Electricity Regulatory Commission

## GUJARAT ELECTRICITY REGULATORY COMMISSION FINANCIAL STATEMENT BALANCE SHEET AS ON 31<sup>ST</sup> MARCH, 2022

Amount - (In ₹.)

CORPUS / CAPITAL FUND AND LIABILITIES	Schedule	2021-22	2020-21
CORPUS / GERC CAPITAL FUND	1	3,09,56,00,000.00	2,75,11,00,000.00
RESERVES AND SURPLUS	2	15,74,86,304.57	13,93,62,152.85
EARMARKED / ENDOWMENT FUNDS	3	0.00	0.00
SECURED LOANS AND BORROWINGS	4	0.00	0.00
UNSECURED LOANS AND BORROWINGS	5	0.00	0.00
DEFERRED CREDIT LIABILITIES	6	0.00	0.00
CURRENT LIABILITIES AND PROVISIONS	7	3,37,87,659.00	3,35,15,223.00
<b>TOTAL</b>		<b>3,28,68,73,963.57</b>	<b>2,92,39,77,375.85</b>
<b>ASSETS</b>			
FIXED ASSETS	8	11,82,06,221.33	12,67,35,249.33
INVESTMENTS - FROM EARMARKED /			
ENDOWMENT FUNDS	9	0.00	0.00
INVESTMENTS - OTHERS	10	0.00	0.00
CURRENT ASSETS, LOANS, ADVANCES	11	3,16,86,67,742.24	2,79,72,42,126.52
MISCELLANEOUS EXPENDITURE			
<b>TOTAL</b>		<b>3,28,68,73,963.57</b>	<b>2,92,39,77,375.85</b>

For and on behalf of the Commission

**A. U. ADHWARYU**  
ACCOUNTS OFFICER

**D. R. PARMAR**  
DIRECTOR (A & A)

**ROOPWANT SINGH IAS**  
SECRETARY

Date : **30-09-2022**  
Place : **Gandhinagar**

Annual ACCOUNT - 2021-22





# Gujarat Electricity Regulatory Commission

## GUJARAT ELECTRICITY REGULATORY COMMISSION INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2022

		Amount - (In ₹.)	
		2021-22	2020-21
<b>A. Income</b>	<b>Schedule</b>		
Income from sales / service	12	0.00	0.00
Grants / Subsidies	13	0.00	0.00
Fees and charges	14	28,13,76,960.90	26,65,55,219.40
Income from Investments (Income on Investment from Earmarked /Endowment Funds transferred to Funds)	15	0.00	0.00
Income from Royalty, Publications etc.	16	0.00	0.00
Interest Earned	17	17,39,37,491.40	16,95,11,375.99
Other Income	18	59,696.00	82,768.00
Increase/Decrease in stock of finished goods & work in progress	19	0.00	0.00
	<b>TOTAL</b>	<b>45,53,74,148.30</b>	<b>43,61,49,363.39</b>
<b>B. EXPENDITURE</b>			
Establishment Expenditure	20	4,77,59,642.00	4,06,76,177.00
Other Administrative Expenses etc.	21	2,99,53,524.58	2,96,26,633.25
Expenditure from Grants, subsidies etc	22	0.00	0.00
Interest paid	23	0.00	0.00
Depreciation (Net Total at the year end - corresponding to Schedule - 8)	8	1,50,36,830.00	1,60,97,695.00
	<b>TOTAL</b>	<b>9,27,49,996.58</b>	<b>8,64,00,505.25</b>
Balance being excess of Income over Expenditure(A-B)		36,26,24,151.72	34,97,48,858.14
Transfer to Corpus Fund		34,45,00,000.00	33,22,00,000.00
Transfer to General Reserve		1,81,24,151.72	1,75,48,858.14
Balance being surplus transferred to Balance Sheet		0.00	0.00
SIGNIFICANT ACCOUNTING POLICIES, 24		0.00	0.00
CONTINGENT LIABILITIES AND NOTES ON ACCOUNTS			

For and on behalf of the Commission

**A. U. ADHWARYU**  
ACCOUNTS OFFICER

**D. R. PARMAR**  
DIRECTOR (A & A)

**ROOPWANT SINGH IAS**  
SECRETARY

Date : **30-09-2022**  
Place : **Gandhinagar**



# Gujarat Electricity Regulatory Commission

SCHEDULE - 1 CORPUS / CAPITAL FUND		Amount - (In ₹.)
CORPUS / CAPITAL FUND	2021-22	2020-21
Balance as at the beginning of the year	2,75,11,00,000.00	2,41,89,00,000.00
Add : Contributions towards Corpus / Capital Fund	0.00	0.00
Add : Transferred from the Income and Expenditure Account of the current year	34,45,00,000.00	33,22,00,000.00
<b>BALANCE AS AT THE YEAR END</b>	<b>3,09,56,00,000.00</b>	<b>2,75,11,00,000.00</b>

SCHEDULE - 2 RESERVES AND SURPLUS		Amount - (In ₹.)
	2021-22	2020-21
i. CAPITAL RESERVE	NIL	NIL
ii. REVALUATION RESERVE	NIL	NIL
iii. SPECIAL RESERVE	NIL	NIL
iv. GENERAL RESERVE		
Balance as at the beginning of the year	13,93,62,152.85	12,18,13,294.71
Add : Balance being surplus transferred from the Income and Expenditure Account of the current year	1,81,24,151.72	1,75,48,858.14
Less : Deduction during the year	0.00	0.00
<b>TOTAL</b>	<b>15,74,86,304.57</b>	<b>13,93,62,152.85</b>

SCHEDULE - 3 EARMARKED / ENDOWMENT FUNDS		Amount - (In ₹.)
	2021-22	2020-21
EARMARKED / ENDOWMENT FUNDS	NIL	NIL

SCHEDULE - 4 SECURED LOANS AND BORROWINGS		Amount - (In ₹.)
	2021-22	2020-21
SECURED LOANS AND BORROWINGS	NIL	NIL



# Gujarat Electricity Regulatory Commission

## SCHEDULE - 5 UN-SECURED LOANS AND BORROWINGS

Amount - (In ₹.)

	2021-22	2020-21
UN - SECURED LOANS AND BORROWINGS	NIL	NIL

## SCHEDULE - 6 DEFFERED CREDIT LIABILITIES

Amount - (In ₹.)

	2021-22	2020-21
DEFFERED CREDIT LIABILITIES	NIL	NIL



# Gujarat Electricity Regulatory Commission

## SCHEDULE-7 CURRENT LIABILITIES AND PROVISIONS

Amount - (In ₹.)

CORPUS / CAPITAL FUND	2021-22	2020-21
<b>A. CURRENT LIABILITIES</b>		
1. Interest Accrued but not due on,		
a) Secured Loans / borrowings	0.00	0.00
b) Unsecured Loans / borrowings	0.00	0.00
2. Statutory Liabilities		
a) Over due	0.00	0.00
b) Others	0.00	0.00
3 Other current Liabilities		
a) Advance Licence fee /	65,000.00	1,97,000.00
b) Security Deposit	93,500.00	93,500.00
c) Earnest Money Deposit	63,000.00	82,000.00
d) Stale Cheque	1,49,143.00	49,953.00
e) Payable to licences / Others	25,500.00	0.00
(f) Retention Money	0.00	62,408.00
<b>Total (A)</b>	<b>3,96,143.00</b>	<b>4,84,861.00</b>
<b>B. PROVISIONS</b>		
1 For Taxation	0.00	0.00
2 Gratuity	1,01,47,822.00	90,17,947.00
3 Superannuation / Pension	0.00	0.00
4 Accumulated Leave Encashment	1,18,52,750.00	1,09,14,000.00
5 Trade Warranties / Claims	0.00	0.00
6 Others ( Specify )	0.00	0.00
7 Unpaid expenses		
Unpaid exp. 2021-22	67,72,854.00	0.00
Unpaid exp. 2020-21	0.00	65,06,240.00
Unpaid exp. 2019-20	18,92,090.00	65,92,175.00
Provision of GERC'S Contribution CPF	27,26,000.00	0.00
<b>C. STATUTORY LIABILITIES</b>		
1 Tax Deducted at Source Office - Rent	0.00	0.00
2 Tax Deducted at Source - Salary	0.00	0.00
3 Tax Deducted at Source- Professional Fees (194J)	0.00	0.00
4 Tax Deducted at Source- Contractor Services (194C)	0.00	0.00
5 GST TDS	0.00	0.00
<b>Total (B + C)</b>	<b>3,33,91,516.00</b>	<b>3,30,30,362.00</b>
<b>Ttoal(A + B + C)</b>	<b>3,37,87,659.00</b>	<b>3,35,15,223.00</b>

Annual ACCOUNT - 2021-22



# Gujarat Electricity Regulatory Commission

SCHEDULE - 8 FIXED ASSETS				Amount - (In ₹.)		
Description		Gross Block				
	Depre- ciation Rate*	Opening Cost/ Valuation of the year 1-4-2021	Additions during the year upto 30-09-21	Additions during the year after 01-10-21	Total Additions during the year 2021-22	Deductions during the year 2021-22
		1	2	3	4	5
1. Fixed Assets Land						
a) Free hold						
b) Lease hold						
2. Buildings						
a) On Free hold Land						
b) On Lease hold Land						
c) Onwernship Flats/Premises	10%	7,24,47,857.00	-	-	-	-
3. Plant Machi. & Equipment						
4. Vehicles	15%	48,45,504.00	-	53,25,466.00	53,25,466.00	41,300.00
5. Furniture, Fixtures	10%	4,18,89,469.00	14,160.00	31,700.00	45,860.00	-
6. Office Equipment	10%	24,21,612.00	1,78,350.00	7,19,747.00	8,98,097.00	86,866.00
7. Computer Peripherals	40%	50,80,811.33	63,275.00	4,81,260.00	5,44,535.00	2,09,632.00
8. Electric Installations		-	-	-	-	-
9. Library Books	40%	49,996.00	12,948.00	18,714.00	31,662.00	-
10. Other Fixed Assets						
11. Capital Work in Progress						
Total		12,67,35,249.33	2,68,733.00	65,76,867.00	68,45,600.00	3,37,798.00

Note : Depreciation rate as per Appendix-I of IT Rules 1962 and Incometax Act 1961



# Gujarat Electricity Regulatory Commission

Depreciation					Nett Block	
Cost/Valuation at the year end 1+4-5=6 (31.03.2022)	At the Beginning of the year 1.4.2021	Depreciation of the current year 2021-22	On Addition during the year 2021-22	Total Up to year end 7+8+9=10 2021-22	As at the current year end 6-10=11 2021-22	As at the Previous year end 2020-21
6	7	8	9	10	11	12
7,24,47,857.00	9,58,52,669.00	72,44,786.00	-	10,30,97,455.00	6,52,03,071.00	7,24,47,857.00
1,01,29,650.00	81,04,828.00	7,29,614.00	3,99,408.00	92,33,850.00	90,00,628.00	48,45,504.00
4,19,35,329.00	5,72,54,406.00	41,93,115.00	3,001.00	6,14,50,522.00	3,77,39,213.00	4,18,89,469.00
32,32,843.00	23,39,725.00	2,51,559.00	54,002.00	26,45,286.00	29,27,282.00	24,21,612.00
54,15,714.33	1,75,33,297.00	20,07,215.00	1,21,562.00	1,96,62,074.00	32,86,937.33	50,80,811.33
81,658.00	3,73,252.67	19,999.00	12,569.00	4,05,820.67	49,090.00	49,996.00
<b>13,32,43,051.33</b>	<b>18,14,58,177.67</b>	<b>1,44,46,288.00</b>	<b>5,90,542.00</b>	<b>19,64,95,007.67</b>	<b>11,82,06,221.33</b>	<b>12,67,35,249.33</b>



# Gujarat Electricity Regulatory Commission

## SCHEDULE - 9 INVESTMENT FROM EARMARKED / ENDOWMENT FUNDS

Amount - (In ₹.)

	2021-22	2020-21
INVESTMENT FROM EARMARKED/ENDOWMENT FUNDS	NIL	NIL

## SCHEDULE - 10 INVESTMENTS - OTHERS

Amount - (In ₹.)

	2021-22	2020-21
INVESTMENT - OTHERS	NIL	NIL

## SCHEDULE - 11 CURRENT ASSETS, LOANS, ADVANCES ETC.

### SCHEDULE - 11 - A CURRENT ASSET

Amount - (In ₹.)

	2021-22	2020-21
<b>A CURRENT ASSETS</b>		
1. Sundry Debtors :		
a) Debts Outstanding for a period exceeding six months	0.00	0.00
b) Others	0.00	0.00
2. Cash balances in Hand (Including cheques / drafts and imprest)	18,501.00	38,931.00
3. Bank Balances:		
a) With Scheduled Banks		
1. Fixed / Term Deposit	0.00	35,00,00,000.00
2. Auto Sweep Savings Account	2,21,25,135.47	1,47,10,727.52
3 Current Account	21,873.00	21,873.00
4. Other Deposit	0.00	0.00
b ) With Non-Scheduled Banks		
1. Fixed / Term Deposit	0.00	0.00
2. Auto Sweep Savings Account	0.00	0.00
3 Current Account	0.00	0.00
4. Other Deposit	0.00	0.00



# Gujarat Electricity Regulatory Commission

c) With Public Financial Institutions		
1. Inter Corporate Deposit	3,10,00,00,000.00	2,39,00,00,000.00
2. Fixed/Term Deposit	0.00	0.00
3. Current Accounts	0.00	0.00
4. Other Deposit	0.00	0.00
<b>Total (A)</b>	<b>3,12,21,65,509.47</b>	<b>2,75,47,71,531.52</b>

## SCHEDULE - 11-B LOANS, ADVANCES AND OTHER ASSETS

Amount - (In ₹.)

	2021-22	2020-21
<b>1. Loans :</b>		
a) Advances		
(i) Staff (Festival Advance)	22,500.00	65,000.00
(ii) HBA to Staff : Ranjit Makwana (Principal)	0.00	24,052.00
(iii) HBA to Staff : K.G. Rajput (Principal)	76,000.00	1,08,500.00
(iv) HBA to Staff : P.K. Panchal (Principal)	4,69,000.00	5,53,000.00
(v) HBA to Staff : V.D. Parmar (Principal)	7,73,876.00	9,67,340.00
(vi) HBA Loan Interest to Staff : Ranjit Makwana	0.00	1,62,368.00
(vii) HBA Loan Interest to Staff : K.G. Rajput	3,38,907.00	3,28,958.00
(viii) HBA Loan Interest to Staff: P. K. Panchal	3,72,022.00	3,07,709.00
(iv) HBA Loan Interest to Staff: V.D.Parmar	4,90,220.00	3,80,385.00
b) L.T.C. Advance	0.00	0.00
c) Other Entities engaged in activities / objectives similar to that of the Entity		
d) Office equipment advance	0.00	0.00
e) Medical Advance	0.00	0.00
f) Other (Deposits)		
(i) Petrol Pump	37,500.00	37,500.00
(ii) Telephone	31,042.00	31,042.00
(iii) LPG Gas	0.00	0.00
(iv) Office building	0.00	0.00
(v) Electricity	6,000.00	6,000.00
(vi) Govt. Quarter Deposit	4,300.00	4,300.00
(vii) Safe Deposit Vault (deposit)	20,000.00	20,000.00
(viii) S.D. Utility Connection (GIFT)	9,17,490.00	9,17,490.00
(ix) Kalptaru Filling Station	26,000.00	26,000.00
g) Prepaid Exp. 2022-23	3,59,147.42	0.00

Annual ACCOUNT - 2021-22





# Gujarat Electricity Regulatory Commission

2.	Advances and other amounts recoverable in cash or in kind or for value to be received		
a)	On Capital Account	0.00	0.00
b)	Receivable From Income Tax Dept.	21,038.00	21,038.00
c)	Medical Advance	94,500.00	16,925.00
d)	other (Ola Cab Advance)	264.00	395.00
e)	Petrol Card Advance	94,906.00	1,26,372.00
f)	Advance for Vehicle Booking	31,00,000.00	0.00
g)	Temporary Imprest (Ombud. Rajkot)	10,000.00	0.00
3.	Income Accrued :		
a)	On investments from Ear marked /Endowment Funds	0.00	0.00
b)	On Investments - Others	0.00	0.00
c)	Accrued Interest from Nationalized Bank	1,71,516.35	36,15,537.00
d)	Accrued Interest from Public Financial Institute (GSFS)	3,81,49,931.00	3,44,10,684.00
4.	Receivable Interest	0.00	0.00
5.	Receivable From CERC-FOR-FOIR	0.00	0.00
6.	Receivable From GUNVL/Licensees	9,16,073.00	3,40,000.00
7.	Receivable From TOURISM CORP	0.00	0.00
	<b>TOTAL (B)</b>	<b>4,65,02,232.77</b>	<b>4,24,70,595.00</b>
	<b>TOTAL (A+B)</b>	<b>3,16,86,67,742.24</b>	<b>2,79,72,42,126.52</b>



# Gujarat Electricity Regulatory Commission

SCHEDULE - 12 INCOME FROM SERVICES		Amount - (In ₹.)	
		2021-22	2020-21
Income from Services		NIL	NIL

SCHEDULE - 13 GRANTS / SUBSIDIES		Amount - (In ₹.)	
GRANTS / SUBSIDIES		2021-22	2020-21
1. Central Government		0.00	0.00
2. State Government		0.00	0.00
3. Government Agencies		0.00	0.00
4. Institutions / Welfare bodies		0.00	0.00
5. International Organizations		0.00	0.00
6. Others (specify)		0.00	0.00
<b>Total</b>		<b>0.00</b>	<b>0.00</b>

SCHEDULE - 14 FEES / SUBSCRIPTIONS		Amount - (In ₹.)	
FEES / SUBSCRIPTIONS		2021-22	2020-21
1. Entrance Fees		0.00	0.00
2. Annual Fees / Subscription		19,13,05,602.90	19,66,16,562.40
3. Seminar / Program fees		0.00	0.00
4. Consultancy Fees		0.00	0.00
5. Others (Specify)		0.00	0.00
6. Petition fees		9,00,51,358.00	6,99,38,657.00
7. Tender Fee		20,000.00	0.00
<b>Total</b>		<b>28,13,76,960.90</b>	<b>26,65,55,219.40</b>

Annual ACCOUNT - 2021-22



# Gujarat Electricity Regulatory Commission

## SCHEDULE - 15 INCOME FROM INVESTMENTS

Amount - (In ₹.)

	2021-22	2020-21
Income on Investment From Earmarked / Endowment Funds & Other Investment	NIL	NIL

## SCHEDULE - 16 INCOME FROM ROYALTY, PUBLICATION ETC

Amount - (In ₹.)

	2021-22	2020-21
Income from Royalty, Publication etc.	NIL	NIL

## SCHEDULE - 17 INTEREST EARNED

Amount - (In ₹.)

INTEREST EARNED	2021-22	2020-21
1. On Term Deposit		
a) With Scheduled banks	2,22,49,463.00	3,39,90,317.00
b) With Non Scheduled Banks	0.00	0.00
c) With Public Financial Institutions	14,93,98,355.00	13,20,04,589.00
d) Other	0.00	0.00
2. On Savings Accounts		
a) (i) With Scheduled banks	21,05,576.40	32,90,982.99
(ii) With Scheduled banks (Prior Period Income)	0.00	0.00
b) With Non Scheduled Banks	0.00	0.00
c) Post Office Savings Account	0.00	0.00
d) Other	0.00	0.00
3. On Loans		
a) Employees/Staff	0.00	0.00
b) HBA Loan Interest (K G Rajput)	9,949.00	13,099.00
c) HBA Loan Interest (R M Makwana)	0.00	3,559.00
d) HBA Loan Interest (P. K. Panchal)	64,313.00	74,813.00
e) HBA Loan Interest (V. D. Parmar)	1,09,835.00	1,34,016.00
e) Other	0.00	0.00
4. Interest on Debtors and Other Receivables	0.00	0.00
<b>Total</b>	<b>17,39,37,491.40</b>	<b>16,95,11,375.99</b>



# Gujarat Electricity Regulatory Commission

SCHEDULE - 18 OTHER INCOME		Amount - (In ₹.)	
OTHER INCOME	2021-22	2020-21	
i) Recovery of Printing Charges	0.00	0.00	
ii) Recovery of Vehicle use from Staff	37,529.00	48,983.00	
iii) Other Misc. Reciept	19,357.00	32.937.00	
iv) Contribution from Forum Of Indian Regulators	0.00	0.00	
v) R.T.I. Fees	2,810.00	848.00	
vi) Excess provision of Leave Salary and Gratuity - Written back	0.00	0.00	
vii) Profit/Loss On Transfer of Assets	0.00	0.00	
<b>TOTAL</b>	<b>59,696.00</b>	<b>82,768.00</b>	

SCHEDULE - 19 INCREASE / DECREASE IN STOCK OF FINISHED GOODS AND WORK IN PROGRESS		Amount - (In ₹.)	
	2021-22	2020-21	
INCREASE / DECREASE IN STOCKS OF FINISHED GOODS & WORKS IN PROGRESS	NIL	NIL	



# Gujarat Electricity Regulatory Commission

Annual ACCOUNT - 2021-22

SCHEDULE - 20 ESTABLISHMENT EXPENSES		Amount - (In ₹.)	
		2021-22	2020-21
a)	Salaries and Wages		
1)	Salaries - Commision	62,51,137.00	61,80,299.00
2)	Salaries - Office staff	2,59,75,677.00	2,38,51,671.00
3)	Salaries -Ombudsman Office Staff	23,67,708.00	25,87,401.00
4)	Leave Encashment	0.00	2,25,044.00
5)	Pay Arrears	0.00	0.00
6)	Incentive	10,98,085.00	7,04,593.00
7)	Stipend	0.00	0.00
b)	Allowances and Bonus		
1)	Uniform Allowance	0.00	0.00
2)	Bonus Allowance	14,000.00	8,000.00
3)	Charge Allowance	1,89,648.00	0.00
4)	HRA Allowance	30,340.00	74,880.00
c)	Contribution to Provident Fund	60,52,693.00	30,35,209.00
d)	Contribution to Other Fund (Specify)	0.00	0.00
e)	Staff Welfare Expenses		
1)	Medical Facility and Reimbursement	3,51,549.00	7,87,378.00
2)	Staff Welfare Expenses	0.00	44,895.00
3)	Uniform Expenses	0.00	1,12,999.00
f)	Expenses on Employees' Retirement and Terminal Benefits		
1)	Retirement Benefit On Gratuity - Utility Staff	5,15,460.00	5,49,504.00
2)	Retirement Benefit on Leave salary - Utility Staff	8,25,345.00	9,12,761.00
3)	Retirement Benefit on Gratuity - GERC Staff	17,88,000.00	7,56,000.00
4)	Retirement Benefit on Leave salary - GERC Staff	23,00,000.00	8,45,543.00
g)	Prior Period Expenditure		
1)	Pension Contribution	0.00	0.00
2)	Leave Salary	0.00	0.00
		<b>4,77,59,642.00</b>	<b>4,06,76,177.00</b>



# Gujarat Electricity Regulatory Commission

SCHEDULE - 21 OTHER ADMINISTRATIVE EXPENSES ETC		Amount - (In ₹.)	
		2021-22	2020-21
<b>a) General Expenses</b>			
1. Bank Charges		10,818.00	7,558.32
2. Electricity Charges		15,64,856.00	15,25,050.00
3. Vehicle Running Expenses Fund etc.		8,39,566.00	6,08,050.00
4. Advertisement and Publicity		24,75,820.00	28,42,696.00
5. Vehicle Insurance Expenses		76,583.58	2,04,496.00
6. Other Office Expenses		73,47,838.00	71,08,772.00
7. Mise Exp.		1,088.00	0.00
8. Prior Period Exp.		0.00	0.00
a) Prior Period Exp.		0.00	0.00
9. Written off Old Assets		0.00	0.00
10. Loss of sale of vehicle		45,866.00	0.00
<b>TOTAL</b>		<b>1,23,62,435.58</b>	<b>1,22,96,622.32</b>
<b>b) Repairs and Maintenance</b>			
i) Furniture		4,873.00	30,532.00
ii) Office Equipment		5,74,947.00	2,67,594.00
iii) Vehicles		7,67,949.00	4,75,506.00
(iv) Office Building		0.00	0.00
(v) Office Building Maintenance		0.00	0.00
(vi) Office Building Maintenance Common Area		33,40,370.00	36,06,052.00
<b>TOTAL</b>		<b>46,88,139.00</b>	<b>43,79,684.00</b>
<b>c) Rent, Rates and Taxes</b>			
I Rent (Office)		0.00	0.00
ii) Municipal Taxes		0.00	0.00
(iii) Safe Deposit Rent		0.00	0.00
<b>TOTAL</b>		<b>0.00</b>	<b>0.00</b>
<b>d) Postage, Telephone and Communication Charges</b>			
I Postage charges		2,68,415.00	1,67,914.00
ii) Telephone charges		4,40,384.00	5,86,923.00
iii) Website charges		91,333.00	1,34,225.00
iv) Internet charges		3,60,301.00	4,22,374.00
<b>TOTAL</b>		<b>11,60,433.00</b>	<b>13,11,436.00</b>
<b>e) Printing and Stationary</b>			
i) Printing and Stationery		8,69,901.00	9,07,653.00

Annual ACCOUNT - 2021-22



# Gujarat Electricity Regulatory Commission

Annual ACCOUNT - 2021-22

<b>f) Traveling and Conveyance Expenses</b>		
I Traveling Expenses for foreign tour	0.00	0.00
ii) Traveling Allowances for domestic tour	1,58,987.00	1,36,843.00
iv) Conveyance Expenses	4,685.00	900.00
v) Travel Expenses	0.00	0.00
vi) Leave Travel Concession	40,000.00	2,24,352.00
vii) Transport Expenses	40,20,837.00	30,94,032.00
<b>SUB TOTAL</b>	<b>42,24,509.00</b>	<b>34,56,127.00</b>
<b>g) Subscription Expenses</b>		
I Subscription of Newspapers and Magazines	1,52,657.00	96,209.93
ii) CIGRE Subscription Expenses	0.00	64,310.00
iii) Financial Assistance for Consumer's Awareness	0.00	0.00
iv) CBIP Membership Fees	59,000.00	59,000.00
v) FOIR Annual Fees	1,00,000.00	1,00,000.00
vi) SAFIR Fees	0.00	0.00
vii) FOR Fees	4,72,000.00	4,72,000.00
viii) Membership Fees	3,90,240.00	3,54,000.00
<b>SUB TOTAL</b>	<b>11,73,897.00</b>	<b>11,45,519.93</b>
<b>h) Expenses on Seminar / Training / Workshop / Meeting</b>		
I Seminar, Training & Workshop Expenses	0.00	14,990.00
ii) Meeting Expenses	22,296.00	0.00
iii) FOR Meeting Expenses	0.00	0.00
<b>SUB TOTAL</b>	<b>22,296.00</b>	<b>14,990.00</b>
<b>I) Auditors Remuneration</b>	0.00	0.00
<b>j) Hospitality Expenses</b>	0.00	0.00
<b>k) Consultancy charges / Professional charges</b>	0.00	0.00
i) Legal Consultancy	3,97,192.00	10,84,020.00
ii) Professional Consultancy /Charges	0.00	0.00
iii) Consultancy Retainer Fees	47,18,480.00	45,20,161.00
iv) Audit Fees	3,36,242.00	5,10,420.00
<b>SUB TOTAL</b>	<b>54,51,914.00</b>	<b>61,14,601.00</b>
<b>l) Deposits / Investments</b>	0.00	0.00
<b>m) Income Tax Paid / Provision</b>	0.00	0.00
<b>SUB TOTAL</b>	<b>66,48,107.00</b>	<b>72,75,110.93</b>
<b>TOTAL (A to I)</b>	<b>2,99,53,524.58</b>	<b>2,96,26,633.25</b>



# Gujarat Electricity Regulatory Commission

SCHEDULE - 22 EXPENDITURE FROM GRANTS, SUBSIDIES ETC		Amount - (In ₹.)	
	2021-22	2020-21	
EXPENDITURE FROM GRANTS, SUBSIDIES ETC	NIL	NIL	

SCHEDULE - 23 INTEREST PAID		Amount - (In ₹.)	
	2021-22	2020-21	
INTEREST PAID	NIL	NIL	





# Gujarat Electricity Regulatory Commission

## SCHEDULE-24

### SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS.

#### 1 Significant Accounting Policies

- 1.1 Annual Accounts for the year 2021-22 have been prepared as per the format approved by Government of Gujarat vide Resolution No. GHU-2005-(105)-GRC- 2003-7997-K dated 20.10.2005 in consultation with the C&AG of India (vide its letter No. 967/AC-II/GJ/GERC/2003-04/75-04 dated 31.8.2004).
- 1.2 The Commission Prepares its Annual Accounts & Notes to accounts on Accrual basis unless & otherwise it is stated.
- 1.3 The Commission has notified the Gujarat Electricity Regulatory Commission (Fees, Fines and Charges) Regulations, 2005. As such license fees and other revenue income started w.e.f. 01.04.2005. As the income from License Fees, Petition Fees and Other Revenue was adequate to meet the requirements of the Commission, no budgetary support from the State Government is received by the Commission from F.Y. 2005-06. The State Government has also notified the GERC Fund Rules, 2005 vide Notification No. GHU-2005-(84)-GERC-2003-9688-K dated 02.08.2005 pursuant to the approval (March 2005) by C&AG. The Commission, in compliance of these Rules, has been parking surplus funds in Nationalized Bank / Gujarat State Financial Services Ltd. ( a Government of Gujarat NBFC ) despite Ministry of Finance. Government of India guidelines vide O.M. No. F1 (30)-B(AC)/2004 dated 07.01.2005 for parking such fund in Public Accounts.
- 1.4 Since F.Y. 2005-06, the Commission has created general reserve to settle any unknown future contingencies or to meet future (Known or unknown) obligations, wherein excess of income over expenditure is transferred to GERC Corpus & General Reserve fund by transferring 95% to corpus fund (rounded off to Rupees Lakhs) and balance amount i.e. 5% is transferred to General Reserve.

Generally, GERC fund is invested in the Nationalized Banks or Public Financial Institute which is Promoted by the Government of Gujarat (i.e. GSFS) for a period of one to three year as a Fixed Deposit/Inter Corporate Deposits.

#### 2. Accounting convention

The financial statements are prepared on the basis of historical cost convention and on the accrual system of accounting unless otherwise stated.



# Gujarat Electricity Regulatory Commission

## 3. Investment

- 3.1 Investments classified as “long term investments” are carried forward at cost. Provision for decline, other than temporary, is made in carrying cost of such investment.
- 3.2 Investments classified as “Current” are carried at lower of cost and fair value. Provision for shortfall on the value of such investments is made for each investment considered individually and not on a global basis.
- 3.3 Cost includes acquisition expenses like brokerage, transfer stamp duty.

## 4. Fixed Assets

- 4.1 Fixed Assets are stated at cost of acquisition inclusive of inward freight, duties and taxes and incidental and direct expenses related to acquisition (in respect of projects involving construction, related pre-operational expenses, including interest on loans for specific project prior to its completion forming part of the value of assets capitalized). Accumulated depreciation and book value and net value of assets are shown in Schedule No. 8.
- 4.2 Fixed Assets received by way of non-monetary grants (other than towards the Corpus Fund), are capitalized at values stated, by corresponding credit to Capital Reserve.

## 5. Depreciation

- 5.1 Depreciation is provided on written down value method as per the rates specified in the Income Tax Act, 1961 and Rules made thereunder. There is no change in the method for calculating depreciation for the year under report except as stated hereunder.
- 5.2 In respect of addition to / deduction from fixed assets during the year, depreciation is calculated in accordance with Income Tax Act, 1961 and the rules made there under, except that the assets purchased by the Commission during the current financial year and costing or having value of Rs.5000/- or less per item are fully depreciated during the year of capitalization.

## 6. General

- 6.1 The Commission started making provisions for the liability towards retirement benefits from F.Y. 2007-08. The provision for retirement benefit is calculated considering the liabilities towards payment of gratuity and payment of encashment of leave salary etc. to the Chairman / Members / employees of the Commission at the time of retirement or vacating their office. Gratuity and accumulated Leave Salary encashment are worked out in the line with the relevant provisions in the State Government.



# Gujarat Electricity Regulatory Commission

- 6.2** The payment made to the Chairman, Member, Secretary, or employees of Commission during the current financial year towards their retirement dues was debited to respective accounts of Leave Salary and Gratuity. The expenditure during the current year towards the amount remitted towards Leave Salary and Gratuity in respect of employees on deputation to respective parent companies has been debited to the respective accounts as Expenses.
- 6.3** While finalizing Annual Accounts, authenticating of significant and accounting policies (Schedule 24) has been complied.
- 6.4** Pursuant to the C&AG audit during 25.08.2022 to 07.09.2022, the revised financial statement for F.Y. 2021-22 were prepared.

## **7. Fees and Charges**

Commission's Regulations in this regard provide for advance payment of annual license fee at the commencement of the financial year on the estimated basis. Further, it also provides that the excess or shortfall in license fee calculated on the actual basis shall be adjusted against the annual license fees for the following years. Accordingly, advance payment of annual license fees and adjustment of license fees for the earlier years based on the audited data paid by the licensees has been accounted as under:

- 7.1** In the current Financial Year, the Commission has received Rs. 19,02,57,530/- as license fees based on the estimated sales of 2021-22 and adjustment based on the audited data for the year 2019-20 of the distribution licensees. Further Rs. 25,00,000/- from GETCO, Rs. 2,00,000/- from GUVNL and rest is misc. receipts. from various other small licensees. In the current year, the adjustment of Rs. 65,000/- has been shown as Advance Licence Fees under Schedule-7 of Current Liabilities and Provisions as an 'Other Current Liabilities.
- 7.2** The Commission has also received petition fees/charges as provided in the regulations. In the year 2021-22 the Commission has received Rs. 9,00,51,358/- as petition fees and charges etc.
- 7.3** The Commission has also received license fees from the Licensees during the F.Y. 2021-22 based on the differential amount on revenue from GUVNL for revenue from Intra-state sale of power for period FY 2014-15 to FY 2019-20. In the current F.Y. 2022-23, GERC has recognized revenue of Rs. 9,16,073/- lakh for M/s Gujarat Urja Vikas Nigam Limited as there is certainty of revenue collection to that extent.
- 7.4** Unscheduled interchange (UI) charges are not considered as sale of electricity. Therefore, it is excluded from the calculation of sales revenue.



# Gujarat Electricity Regulatory Commission

7.5 In the current F.Y. 2021-22, GERC has not recognized revenue of Rs. 2 lakh and along with its late payment interest for M/s Global Energy Private Limited as there is uncertainty of revenue collection to that extent. Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Commission and the revenue can be reliably measured.

## 8. Government grants and subsidies

The Commission had not received any government grant / subsidy in the current F.Y. 2021-22.

## 9. Foreign Currency Transaction

During Financial Year 2021-22, there is no expenditure towards foreign tour.

## 10. Taxation

GERC being a statutory Commission established under the Electricity Act, 2003 is carrying out statutory and regulatory functions as laid down in the Act. The Commission has already been granted exemption certificate u/s 10(46) of Income Tax Act by the Ministry of Finance (Department of Revenue), Central Board of Direct Taxes, New Delhi vide Notification No. 115/2021 /F. No. 300196/9/2021-ITA-I dated 20-09-2021 for exemption of specified income arising to the Commission and the said notification shall apply with respect to F.Y. 2021-22, 2022-23, 2023-24, 2024-25 and 2025-26.

11. Corresponding figures for the previous year figures have been regrouped/ rearranged/ recast, wherever necessary.

12. Schedules 1 to 24 are annexed to and form an integral part of the Balance Sheet as at 31st March, 2022 and the Income and Expenditure Account for the year ended on that date.

**A. U. ADHWARYU**

ACCOUNTS OFFICER

**D. R. PARMAR**

DIRECTOR (A & A)

**ROOPWANT SINGH** (IAS)

SECRETARY

**Date : 30-09-2022**

**Place : Gandhinagar**

Annual ACCOUNT - 2021-22







## **Gujarat Electricity Regulatory Commission**

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