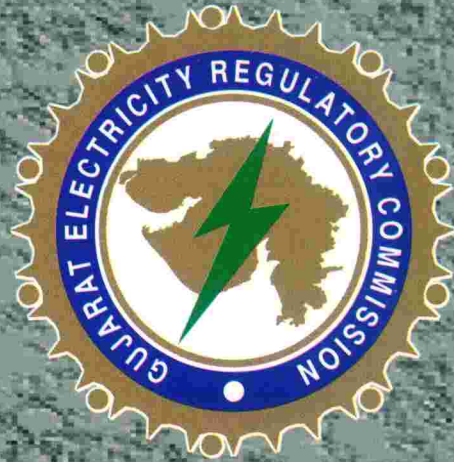


Gujarat Electricity Regulatory Commission



15th ANNUAL ACCOUNT

Financial Year 2013-14



GUJARAT ELECTRICITY REGULATORY COMMISSION

Fifteenth Annual Accounts 2013-14



6th Floor, GIFT ONE, Road 5-C, Zone 5, GIFT City, Gandhinagar-382 355.

Website : www.gercin.org E-mail : gerc@gercin.org

GUJARAT ELECTRICITY REGULATORY COMMISSION



The Commission presents the 15th Annual Accounts for
FY 2013-14, as required under Section 104 (4) of the
Electricity Act, 2003.

Dilip Raval, IAS
Secretary
Gujarat Electricity Regulatory Commission



AN OVERVIEW

The Gujarat Electricity Regulatory Commission (GERC) has been functioning for the past 15 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 sources of energy, 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 under it 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 last CAG audit was held from 07th January 2015 to 13th January, 2015.

The fund is operated through nationalized banks and State sponsored financial institutions only. The utilisation 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 nationalised banks and 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 ₹.10,46,30,150/- and petition fee ₹. 6,85,71,754/- during the year 2013-14 and an amount ₹. 7,84,33,077/- was earned as interest on fixed/Term deposits from nationalized banks/state sponsored financial institutions.

GERC's total expenditure during the year 2013-14 was ₹. 8,24,30,074/-. Out of this ₹. 2,37,78,370/- was establishment expenditure, ₹. 3,08,04,423/- was other administrative charges and ₹. 2,78,47,281/- was depreciation.



GERC's total corpus fund as on 31st March, 2014 is ₹.1,04,65,00,000/- and the general reserve fund is ₹. 5,06,96,515/-.

GERC had paid an amount of ₹. 1.5 Crores to Collector, Ahmedabad towards token price of land in the year 2009-10 for its own building at the Sarkhej-Gandhinagar highway. Meanwhile GERC has finalized to purchase 6th floor, GIFT ONE, Gandhinagar. Hence, GERC has written a letter to Collector, Ahmedabad requesting for refund of ₹.1.50 crore towards the land cost paid as above.

GERC has paid ₹.16,98,57,802/- including land premium, stamp duty and registration charges and service tax to IL&FS towards price of the 6th floor in GIFT ONE Tower for GERC office. Transfer deed executed during the year 2013-14. Hence, depreciation is calculated for that period. GERC had paid ₹. 9,84,85,554/- to Gujarat international finance tech city for interior work and other equipments and direct bought out items.

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



THE GUJARAT ELECTRICITY REGULATORY COMMISSION, AHMEDABAD

Separate Audit Report of the Comptroller and Auditor General of India under Section 104 (2) of the Electricity Act, 2003 on the REVISED accounts of Gujarat Electricity Regulatory Commission For the year ended 31 March 2014.

We have audited the attached (revised) Balance Sheet of Gujarat Electricity Regulatory Commission as at 31 March 2014 and (revised) Income and Expenditure Account for the year ended on that date annexed there to 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 statement based on our audit.

The Separate Audit Report contains the comments of the Comptroller & Auditor General of India (CAG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards, disclosure norms, etc. Audit observation on financial transaction with regard to compliance with the Law, Rules and Regulations. (propriety and regularity) and efficiency-cum-performance aspects, etc. if any, are reported through Inspection Reports.

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 dealt with in this report have been drawn up in the format prescribed by Government of Gujarat in consultation with the CAG under Section 104 (1).
- (iii) In our opinion, proper books of accounts and other relevant records as required in the Electricity Act, 2003 have been maintained by the Commission in so far as it appears from our examination of books.
- (iv) We further observe that on the basis of the audit nothing significant was noticed.
- (v) We report that the revised Balance Sheet and revised Income and Expenditure Account dealt with by this report are in agreement 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, 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 at 31 March 2014.

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 & Auditor General of India
sd.

(Y. N. Thakare)
Accountant General (E & RSA), Gujarat

Place : Ahmedabad.

Date : 25.02.2015



GUJARAT ELECTRICITY REGULATORY COMMISSION
FINANCIAL STATEMENT
BALANCE SHEET AS ON 31ST MARCH, 2014

| | | Amount - (In ₹.) | |
|--|----------|--------------------------|--------------------------|
| CORPUS/CAPITAL FUND AND LIABILITIES | Schedule | 2013-14 | 2012-13 |
| CORPUS /GERC CAPITAL FUND | 1 | 1,04,65,00,000.00 | 88,50,00,000.00 |
| RESERVES AND SURPLUS | 2 | 5,06,96,515.41 | 4,29,31,753.46 |
| EARMARKED ENDOWMENT FUNDS | 3 | 0.00 | 0.00 |
| SECURED LOANS AND BORROWINGS | 4 | 0.00 | 0.00 |
| UNSECURED LOANS AND BORROWINGS | 5 | 1,27,000.00 | 1,26,000.00 |
| DEFERRED CREDIT LIABILITIES | 6 | 0.00 | 0.00 |
| CURRENT LIABILITIES AND PROVISIONS | 7 | 1,65,81,482.49 | 20,81,31,779.45 |
| TOTAL | | 1,11,39,04,997.90 | 1,13,61,89,532.91 |
| ASSETS | | | |
| FIXED ASSETS | 8 | 24,36,14,258.58 | 23,69,17,911.58 |
| INVESTMENTS-FROM EARMARKED/ ENDOWMENT FUNDS | 9 | 0.00 | 0.00 |
| INVESTMENTS - OTHERS | 10 | 0.00 | 0.00 |
| CURRENT ASSETS, LOANS, ADVANCES | 11 | 87,02,90,739.32 | 89,92,71,621.33 |
| MISCELLANEOUS EXPENDITURE | | | |
| TOTAL | | 1,11,39,04,997.90 | 1,13,61,89,532.91 |

For and on behalf of the commission

C. N. BHATT
CHIEF ACCOUNTS OFFICER

M. N. KHALLYANI
DY. DIRECTOR
(A & A)

DILIP RAVAL IAS
SECRETARY

Date : 17.11.2014
Place : Gandhinagar



GUJARAT ELECTRICITY REGULATORY COMMISSION
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED
31ST MARCH, 2014

| | | Amount - (In ₹.) | |
|---|-----------------|------------------------|------------------------|
| | | 2013-14 | 2012-13 |
| INCOME | Schedule | | |
| Income from sales / service | 12 | 0.00 | 0.00 |
| Grants /Subsidies | 13 | 0.00 | 0.00 |
| Fees and charges | 14 | 17,32,01,904.00 | 15,18,58,011.00 |
| 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 | 7,84,33,076.62 | 7,41,56,881.18 |
| Other Income | 18 | 59,855.00 | 31,448.00 |
| Increase/Decrease in stock of finished goods & work in progress | 19 | 0.00 | 0.00 |
| TOTAL (A) | | 25,16,94,835.62 | 22,60,46,340.18 |
| EXPENDITURE | | | |
| Establishment Expenditure | 20 | 2,37,78,370.00 | 2,37,14,629.99 |
| Other Administrative Expenses etc. | 21 | 3,08,04,422.67 | 2,13,83,136.31 |
| 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) | | 2,78,47,281.00 | 8,44,244.00 |
| TOTAL (B) | | 8,24,30,073.67 | 4,59,42,010.30 |
| Balance being excess of Income over Expenditure (A-B) | | 16,92,64,761.95 | 18,01,04,329.88 |
| Transfer to Corpus Fund | | 16,15,00,000.00 | 17,50,00,000.00 |
| Transfer to General Reserve | | 77,64,761.95 | 51,04,329.88 |
| Balance being surplus transferred to balance sheet | | 0.00 | 0.00 |
| SIGNIFICANT ACCOUNTING POLICIES CONTINGENT LIABILITIES AND NOTES ON ACCOUNTS | 24 | | |

C. N. BHATT
CHIEF ACCOUNTS OFFICER

M. N. KHALYANI
DY. DIRECTOR
(A & A)

DILIP RAVAL IAS
SECRETARY

Date : 17.11.2014
Place : Gandhinagar



| SCHEDULE - 1 CORPUS/CAPITAL FUND | | Amount - In ₹. |
|---|--------------------------|------------------------|
| CORPUS / CAPITAL FUND | 2013 - 14 | 2012 - 13 |
| Balance as at the begining of the year | 88,50,00,000.00 | 71,00,00,000.00 |
| Add: Contributions towards Corpus/Capital Fund | 0.00 | 0.00 |
| Add transferred from the Income and Expenditure Account of the current year | 16,15,00,000.00 | 17,50,00,000.00 |
| BALANCE AS AT THE YEAR-END | 1,04,65,00,000.00 | 88,50,00,000.00 |

| SCHEDULE - 2 RESERVES AND SURPLUS | | Amount - In ₹. |
|--|-----------------------|-----------------------|
| RESERVES AND SURPLUS | 2013 - 14 | 2012 - 13 |
| Balance as at the begining of the year | 4,29,31,753.46 | 3,78,27,423.58 |
| Add: Balance being surplus transferred from the Income and Expenditure Account of the current year | 77,64,761.95 | 51,04,329.88 |
| BALANCE AS AT THE YEAR-END | 5,06,96,515.41 | 4,29,31,753.46 |

| SCHEDULE - 3 EARMARKED / ENDOWMENT FUNDS | | | | Amount - In ₹. | |
|--|------|------|------|----------------|-----------|
| FUND WISE BREAK UP | | | | TOTAL | |
| | Fund | Fund | Fund | 2013 - 14 | 2012 - 13 |
| | NIL | NIL | NIL | NIL | NIL |

| SCHEDULE - 4 SECURED LOANS AND BORROWINGS | | Amount - In ₹. | |
|---|-----------|----------------|--|
| SECURED LOANS AND BORROWINGS | 2013 - 14 | 2012 - 13 | |
| | NIL | NIL | |



| SCHEDULE - 5 UN SECURED LOANS AND BORROWINGS | | Amount - In ₹. | |
|--|-------------|----------------|-------------|
| | | 2013 - 14 | 2012 - 13 |
| UN SECURED LOANS AND BORROWINGS | | | |
| Security Deposit | 1,26,000.00 | | 1,26,000.00 |
| EMD Deposit | 1,000.00 | | 0.00 |
| BALANCE AS AT THE YEAR-END | 1,27,000.00 | | 1,26,000.00 |

| SCHEDULE - 6 DEFERRED CREDIT LIABILITIES | | Amount - In ₹. | |
|--|--|----------------|-----------|
| | | 2013 - 14 | 2012 - 13 |
| DEFERRED CREDIT LIABILITIES | | NIL | NIL |

**SCHEDULE - 7 CURRENT LIABILITIES AND PROVISIONS**

Amount - In ₹.

CORPUS / CAPITAL FUND**2013 - 14****2012 - 13****A CURRENT LIABILITIES**

| | | |
|---|-------------|------------------------|
| 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. IL & FS Township & Urban Assets Ltd. | 0.00 | 13,15,40,820.00 |
| b. Gift City | 0.00 | 6,27,37,918.00 |
| 4 CPF Commission | 0.00 | 0.00 |
| TOTAL (A) | 0.00 | 19,42,78,738.00 |

B PROVISIONS

| | | |
|--------------------------------|-----------------------|------------------------|
| 1 Unpaid exp. | | |
| Unpaid exp. 2007-08 | 0.00 | 92,250.00 |
| Unpaid exp. 2009-10 | 1,00,000.00 | 1,00,000.00 |
| Unpaid exp. 2012-13 | 0.00 | 24,33,377.00 |
| Unpaid exp. 2013-14 | 44,92,580.04 | 0.00 |
| 2 GERC retirement Benefit Fund | 1,19,88,902.45 | 1,12,27,414.45 |
| TOTAL (B) | 1,65,81,482.49 | 1,38,53,041.45 |
| TOTAL (A+B) | 1,65,81,482.49 | 20,81,31,779.45 |



SCHEDULE - 8 FIXED ASSETS

| Description | Depre- ciation Rate* | Gross Block | | | | |
|--|----------------------------|--|--|--|--|---|
| | | Opening/ Valuation of the year 1-4-13 | Additions during the year up to 30-9-13 | Additions during the year after 1-10-13 | Total Additions during the year 2013-14 | Deductions during the year 2013-14 |
| | | 1 | 2 | 3 | 4 | 5 |
| 1. Fixed Assets Land | | | | | | |
| a) Free Hold | | | | | | |
| b) Lease Hold | | | | | | |
| 2. Buildings | | | | | | |
| a) On Freehold Land | 0% | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| b) On Lease hold Land | | | | | | |
| c) Onwernship Flats/Premises | 10% | 0.00 | 168300526.00 | 0.00 | 168300526.00 | 0.00 |
| d) Superstructures on Land not belonging to the entry | | | | | | |
| 3. Plant Machi. & Equipment | | | | | | |
| 4. Vehicles | 15% | 5003892.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5. Furniture, Fixtures | 10% | 3355846.00 | 98485554.00 | 0.00 | 98485554.00 | 1468918.00 |
| 6. Office Equipment | 10% | 2530350.00 | 184383.00 | 52717.00 | 237100.00 | 692735.00 |
| 7. Computer Peripherals | 60% | 5176772.00 | 675930.00 | 214327.00 | 890257.00 | 0.00 |
| 8. Electric Installations | | | | | | |
| 9. Library Books | 100% | 61255.00 | 1862.00 | 5888.00 | 7750.00 | 0.00 |
| 10. Tubewells & W.Supply | | | | | | |
| 11. Other Fixed Assets | | | | | | |
| Total of Current Year | | | | | | |
| Previous Year | | | | | | |
| Capital Work in Progress-I | | 146660000.00 | 0.00 | 0.00 | 0.00 | 146660000.00 |
| Capital Work in Progress-II | | 84565345.00 | 0.00 | 0.00 | 0.00 | 84555906.00 |
| Total | | 247353460.00 | 267648255.00 | 272932.00 | 267921187.00 | 233377559.00 |



| Cost/Valuation at the year and 1+4-5=6 31-3-14 | Depreciation | | | | Net Block | |
|--|--|---|--|--|---|--|
| | At the Beginning of the year 1-4-13 | Depreciation of the current year and 2013-14 | On Addition during the year 2013-14 | Total Up to year and 7+8+9=10 2013-14 | As at the current year end 6-10=11 2013-14 | As at the Previous year 2012-13 |
| 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | | | |
| 168300526.00 | 0.00 | 16830053.00 | 0.00 | 16830053.00 | 151470473.00 | 0.00 |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| 5003892.00 | 2831200.00 | 325904.00 | 0.00 | 3157104.00 | 1846788.00 | 2172692.00 |
| 100372482.00 | 1628480.00 | 87049.00 | 9849501.00 | 11565030.00 | 88807452.00 | 1727364.00 |
| 2074715.00 | 957451.00 | 116880.00 | 18525.00 | 1092856.00 | 981859.00 | 1572900.00 |
| 6067029.00 | 4986727.00 | 114027.00 | 470971.00 | 5571725.00 | 495303.58 | 190045.58 |
| | | | | | | |
| 69005.00 | 31690.00 | 29565.00 | 4806.00 | 66061.00 | 2944.00 | 29565.00 |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 146660000.00 |
| 9439.00 | 0.00 | 0.00 | 0.00 | 0.00 | 9439.00 | 84565345.00 |
| 281897088.00 | 10435548.00 | 17503478.00 | 10343803.00 | 38282829.00 | 243614258.58 | 236917911.58 |
| Note : Depreciation rate as per appendix I of IT Rules 1962 Incometax Act. 1961. | | | | | | |



| SCHEDULE - 9 INVESTMENT FROM EARMARKED ENDOWMENT FUNDS | | Amount - In ₹. |
|--|-----------|----------------|
| INVESTMENT FROM EARMARKED ENDOWMENT FUNDS | 2013 - 14 | 2012 - 13 |
| | NIL | NIL |

| SCHEDULE - 10 INVESTMENTS - OTHERS | | Amount - In ₹. |
|------------------------------------|-----------|----------------|
| INVESTMENT - OTHERS | 2013 - 14 | 2012 - 13 |
| | NIL | NIL |

| SCHEDULE - 11 CURRENT ASSETS, LOANS, ADVANCES ETC. | | Amount - In ₹. |
|--|------------------------|------------------------|
| CURRENT ASSETS, LOANS, ADVANCES ETC. | 2013 - 14 | 2012 - 13 |
| A CURRENT ASSETS | | |
| 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 | 32,663.00 | 27,209.00 |
| 3 Bank Balances : | | |
| a. With Scheduled Banks | | |
| 1 Fixed/Term Deposit | 71,19,99,838.00 | 79,00,99,838.00 |
| 2 Auto Sweep Savings Account | 13,10,79,564.04 | 8,73,22,615.68 |
| 3 Current Account | 22,606.00 | 23,268.65 |
| TOTAL - (A) | 84,31,34,671.04 | 87,74,72,931.33 |



| SCHEDULE - 11-B-LOANS, ADVANCES AND OTHER ASSETS | | Amount - In ₹. | |
|---|-----------------|-----------------|-----------|
| INVESTMENT FROM EARMARKED ENDOWMENT FUNDS | | 2013 - 14 | 2012 - 13 |
| 1 Loans : | | | |
| a. Advances | | | |
| i) Staff (Festival Advance) | 1,14,000.00 | 1,26,000.00 | |
| ii) Hba to Staff : Ranjit Makwana | 1,51,312.00 | 1,69,492.00 | |
| iii) Hba to Staff : K. G. Rajput | 3,18,500.00 | 3,48,500.00 | |
| b. LTC Advance | 25,456.00 | 28,099.00 | |
| c. Other (Deposits) | | | |
| i) Petrol Pump | 30,000.00 | 30,000.00 | |
| ii) Telephone | 29,520.00 | 34,350.00 | |
| iii) LPG Gas | 3,100.00 | 3,100.00 | |
| vi) Office Building | 0.00 | 2,52,700.00 | |
| v) Electricity | 40,020.00 | 40,020.00 | |
| vi) Govt. Qut. Deposit | 2,300.00 | 2,300.00 | |
| vii) Safe Deposit Walt (Deposit) | 5,000.00 | 5 000.00 | |
| iiiv) S. D. Utility conn. | 9,17,490.00 | 0.00 | |
| 2 Advances and other amounts recoverable in cash or in kind or for value to be received | | | |
| a. On Capital Account | 1,50,00,000.00 | 1,50,00,000.00 | |
| b. Receivable Interest | 89,62,094.28 | 57,59,129.00 | |
| c. Receivable From Income Tax Dept. | 15,57,276.00 | 0.00 | |
| d. Others | 0.00 | 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. On Loans and Advances | 0.00 | 0.00 | |
| d. Others | 0.00 | 0.00 | |
| (Includes income due unrealized ₹.) | | | |
| TOTAL (B) | 2,71,56,068.28 | 2,17,98,690.00 | |
| TOTAL (A+B) | 87,02,90,739.32 | 89,92,71,621.33 | |



| SCHEDULE - 12 INCOME FROM SERVICES | | Amount - In ₹. | |
|------------------------------------|--|----------------|-----------|
| INCOME FROM SERVICES | | 2013 - 14 | 2012 - 13 |
| | | NIL | NIL |

| SCHEDULE - 13 GRANTS / SUBSIDIES | | Amount - In ₹. | |
|----------------------------------|--|----------------|-----------|
| GRANTS / SUBSIDIES | | 2013 - 14 | 2012 - 13 |
| 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 |
| TOTAL | | 0.00 | 0.00 |

| SCHEDULE - 14 FEES / SUBSCRIPTOINS | | Amount - In ₹. | |
|------------------------------------|--|-----------------|-----------------|
| FEES / SUBSCRIPTOINS | | 2013 - 14 | 2012 - 13 |
| 1 Entrance Fees | | 0.00 | 0.00 |
| 2 Annual Fees/Subscription | | 10,46,30,150.00 | 8,96,45,708.00 |
| 3 Seminar/Program fees | | 0.00 | 0.00 |
| 4 Consultancy Fees | | 0.00 | 0.00 |
| 5 Others (Specify) | | 6,85,71,754.00 | 6,22,12,303.00 |
| 6 Petition fees | | 17,32,01,904.00 | 15,18,58,011.00 |
| TOTAL | | 17,32,01,904.00 | 15,18,58,011.00 |

**SCHEDULE - 15 INCOME FROM INVESTMENTS**

Amount - In ₹.

| (Income on Investment from Earmarked/ endowment funds)(Transferred to Funds.) | Investment from Earmarked Funds | | Investment - others | |
|--|------------------------------------|---------|---------------------|---------|
| | 2013-14 | 2012-13 | 2013-14 | 2012-13 |
| | NIL | NIL | NIL | NIL |

SCHEDULE - 16 INCOME FROM ROYALTY, PUBLICATION ETC.

Amount - In ₹.

| INCOME FROM ROYALTY, PUBLICATION ETC. | 2013 - 14 | 2012 - 13 |
|---------------------------------------|-----------|-----------|
| | NIL | NIL |

SCHEDULE - 17 INTEREST EARNED

Amount - In ₹.

| INTEREST EARNED | 2013 - 14 | 2012 - 13 |
|---|-----------------------|-----------------------|
| 1 Central Government | 0.00 | 0.00 |
| 1 On Term Deposit | | |
| a) With Scheduled banks | 7,84,33,076.62 | 7,41,56,881.18 |
| b) With Non Scheduled Banks | 0.00 | 0.00 |
| c) With Institution | 0.00 | 0.00 |
| d) Other | 0.00 | 0.00 |
| 2 On Savings Accounts | | |
| a) With Scheduled banks | 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) Other | 0.00 | 0.00 |
| 4 Interest on Debtors and Other Receivables | 0.00 | 0.00 |
| TOTAL | 7,84,33,076.62 | 7,41,56,881.18 |



| SCHEDULE - 18 OTHER INCOME | | Amount - In ₹. | |
|---|--|----------------|-----------|
| ON OTHER INCOME | | 2013 - 14 | 2012 - 13 |
| 1 Loans : | | | |
| i) Recovery of Printing Charges | | 0.00 | 0.00 |
| ii) Recovery of/Vehicle use from staffs | | 7,370.00 | 9,310.00 |
| iii) Other Misc. Receipt | | 32,735.00 | 22,138.00 |
| iv) RTI Fees | | 19,750.00 | 0.00 |
| TOTAL | | 59,855.00 | 31,448.00 |

| SCHEDULE - 19 INCREASE / DECREASE IN STOCK OF FINISHED | | Amount - In ₹. | |
|--|--|----------------|-----------|
| GOODS AND WORKS IN PROGRESS | | 2013 - 14 | 2012 - 13 |
| | | NIL | NIL |

**SCHEDULE - 20 ESTABLISHMENT EXPENSES**

Amount - In ₹.

| | 2013 - 14 | 2012 - 13 |
|--|-----------------------|-----------------------|
| a) Salaries and Wages | | |
| 1 Salaries Commision | 40,14,940.00 | 52,75,362.00 |
| 2 Salaries office staff | 1,47,35,385.00 | 1,34,44,645.00 |
| 3 Salaries Ombudsment Office Staff | 16,31,802.00 | 14,16,341.00 |
| 4 Leave Encashment | 22,160.00 | 98,481.00 |
| 5 Pay Arrears | 1,15,508.00 | 1,15,506.00 |
| 6 Insentive | 1,26,123.00 | 94,325.00 |
| b) Allowances and Bonus | | |
| 1 Uniform Allowance | 0.00 | 0.00 |
| 2 Bonus Allowance | 1,25,250.00 | 77,250.00 |
| 3 Charge Allow | 21,474.00 | 22,037.00 |
| c) Contribution to Provident Fund | 11,48,556.00 | 10,59,385.00 |
| d) Contribution to Other Fund (specify) | 0.00 | 0.00 |
| e) Staff Welfare Expenses | 0.00 | 0.00 |
| 1 Medical Facility and Reimbursement | 2,38,362.00 | 1,81,898.99 |
| 2 Staff welfare exp. | 15,650.00 | 2,500.00 |
| 3 Uniform exp. | 42,160.00 | 26,899.00 |
| f) Expenses on Employees' Retirement and Terminal Benefits | | |
| 1 Gratuity | 5,14,000.00 | 6,35,000.00 |
| 2 Leave Salary | 10,27,000.00 | 12,65,000.00 |
| g) Others (Specify) | 0.00 | 0.00 |
| TOTAL | 2,37,78,370.00 | 2,37,14,629.99 |



| SCHEDULE - 21 OTHER ADMINISTRATIVE EXPENSES ETC. | | Amount - In ₹. | |
|--|--|---------------------|---------------------|
| | | 2013 - 14 | 2012 - 13 |
| a) General Expenses | | | |
| 1 Bank Charges | | 5,179.67 | 6,760.00 |
| 2 Electricity Charges | | 30,40,403.00 | 3,15,593.00 |
| 3 Vehicle Running Expenses Fuel etc. | | 4,67,911.00 | 4,01,591.00 |
| 4 Advertisements and Publicity | | 13,35,535.00 | 17,76,870.00 |
| 5 Audit fees | | 1,97,450.00 | 97,110.00 |
| 6 Vehicle Insurance Expenses | | 69,255.00 | 73,876.00 |
| 7 Other Office Expenses | | 19,91,069.00 | 11,06,205.00 |
| 8 Misc. exp. | | 1,71,902.00 | 30,510.00 |
| 9 Prior Period Exp. | | 64,050.00 | 59,525.00 |
| 10 Written off old Assets | | 21,61,653.00 | 1,03,354.00 |
| TOTAL | | 95,04,407.67 | 39,71,394.00 |
| b) Repairs and Maintenance | | | |
| i) Furniture | | 0.00 | 1,755.00 |
| ii) Office Equipment | | 2,42,419.00 | 1,38,100.00 |
| iii) Vehicles | | 3,72,900.00 | 93,468.84 |
| iv) Office Building | | 50,000.00 | 7,050.00 |
| v) Office Building Maintenance | | 20,06,795.00 | 0.00 |
| vi) Office Building Maintenance Common Area | | 18,44,642.00 | 0.00 |
| TOTAL | | 45,16,756.00 | 2,40,373.84 |
| c) Rent, Rates and Taxes | | | |
| i) Rent (office) | | 17,62,906.00 | 35,22,288.00 |
| ii) Municipal Taxes | | 4,17,403.00 | 3,59,104.00 |
| iii) Safe deposit rent | | 2,697.00 | 1,236.00 |
| TOTAL | | 21,83,006.00 | 38,82,628.00 |
| d) Postage, telephone and Communication Charges | | | |
| i) Postage Charges | | 3,25,013.00 | 1,75,958.00 |
| ii) Telephone Charges | | 5,22,701.00 | 2,91,905.71 |
| iii) Website Charges | | 1,03,090.00 | 41,714.00 |
| iv) Internet Charges | | 1,54,230.00 | 67,392.76 |
| TOTAL | | 11,05,034.00 | 5,76,970.47 |
| e) Printing and stationary | | | |
| i) Printing and Stationery | | 7,30,507.00 | 10,95,923.00 |



| | | |
|--|-----------------------|-----------------------|
| f) Traveling and Conveyance Expenses | | |
| i) Traveling Expenses for foreign tour | 0.00 | 8,700.00 |
| ii) Traveling allowances for domestic tour | 61,053.00 | 63,525.00 |
| iii) Conveyance Expenses | 15,856.00 | 22,573.00 |
| iv) Travel Exp. | 9,38,267.00 | 10,19,529.00 |
| v) Leave Travel Concession | 96,384.00 | 2,07,543.00 |
| vi) Transpotation Exp. | 16,60,990.00 | 0.00 |
| TOTAL | 27,72,550.00 | 13,21,870.00 |
| g) Subscription Expenses | | |
| i) Subscription of Newspapers and Magazines | 57,704.00 | 1,38,863.00 |
| ii) CIGRE Subscription expenses | 0.00 | 18,000.00 |
| iii) Financial Assitance for Consumer's Awerness | 0.00 | 0.00 |
| iv) FOIR Annual Fees | 2,50,000.00 | 2,50,000.00 |
| v) Safir Fees | 1,50,000.00 | 1,50,000.00 |
| vi) FOR | 3,00,000.00 | 3,00,000.00 |
| TOTAL | 7,57,704.00 | 8,56,863.00 |
| h) Expenses on Seminar/work shop | 1,79,214.00 | 6,10,160.00 |
| i) Meeting Exp. | 8,00,397.00 | 0.00 |
| ii) Foir Meeting Exp | 0.00 | 1,000.00 |
| TOTAL | 9,79,611.00 | 6,11,160.00 |
| i) Consultancy charges/Professional charges | | |
| i) Legal Consultancy | 29,40,976.00 | 21,12,073.00 |
| ii) Professional Consultancy/Charges | 47,41,541.00 | 60,55,810.00 |
| iii) Consultancy Retaineir Fee | 5,72,330.00 | 6,58,071.00 |
| TOTAL | 82,54,847.00 | 88,25,954.00 |
| j) Deposits / Investments | | |
| TOTAL | 99,92,162.00 | 1,02,93,977.00 |
| TOTAL (a to j) | 3,08,04,422.67 | 2,13,83,136.31 |



| SCHEDULE - 22 EXPENDITURE FROM GRANTS, SUBSIDIES ETC. | | Amount - In ₹. | |
|---|--|----------------|-----------|
| EXPENDITURE FROM GRANTS, SUBSIDIES ETC. | | 2013 - 14 | 2012 - 13 |
| | | NIL | NIL |

| SCHEDULE - 23 INTEREST PAID | | Amount - In ₹. | |
|-----------------------------|--|----------------|-----------|
| INTEREST PAID | | 2013 - 14 | 2012 - 13 |
| | | NIL | NIL |



SCHEDULE - 24

1. Significant Accounting Policies

- 1.1 Annual Accounts for the year 2013-14 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 Accounts on Accrual basis except salary and related payments i.e. cpf contribution etc. Commission has revised accounts on dt. 03-11-2014 considering audit observations raised by audit party during audit.
- 1.3 The Commission has notified Gujarat Electricity Regulatory Commission (Fees, Fines and Charges) Regulations, 2005. As such licence fees and other revenue income started w.e.f. 01.04.2005. As there is no need of financial support from Government of Gujarat, we did not get budgetary support from state Government to 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.
- 1.4 Excess of income over expenditure is transferred to GERC Funds/General Reserve. Generally, GERC fund is invested in Nationalized banks/Gujarat State Financial Services Ltd (a State Public Sector Undertaking) for one year as Fixed Deposit Receipt.

2. Accounting convention

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

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) from 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.
- 4.3 GERC had paid ₹. 1.5 Crores towards token price of land in the year 2009-10. Meanwhile GERC has purchased 6th floor, GIFT ONE and GERC shifted to GIFT ONE in the so, GERC wrote a letter to Collector, Ahmedabad demanding refund of ₹. 1.50 crore. Receivable amount ₹. 1.50 crore is shown in Schedule 11 on capital account. ₹. 9439/- was carried forward for wire fencing on land which was transferred to Capital Work in Progress.
- 4.4 IL & FS and Sabarmati Capital-I was paid ₹. 16,98,57,802/- towards price including Land Premium, stamp duty & Registration charges ₹. 55,89,076/- towards service Tax to the seller for of 6th floor in GIFT ONE Tower for GERC office. Transferdeed is executed during the year. Hence, depreciation is calculated for entire year.
- 4.5 Gujarat international finance tech city has assigned contract to m/s. New Concept on behalf of GERC. Actual Final bill received from GIFT was ₹. 8,45,55,906/-. GERC has paid ₹. 9,84,85,554/- including price for direct bought-out items, furniture and fixtures ₹. 1,39,29,648/- for new office at 6th floor, GIFT ONE, Gandhinagar. GIFT has refunded ₹. 1,32,67,743/- price difference of non installation or gap between tender quality & quantity. Physical verification for the items of refund was not concluded at the time of closing of accounts. Hence it is not reflected in 2013-14 accounts. Necessary entry will be made in the account for the financial year 2014-15. GERC had placed Order for Toyota car (Model Altis Diesel 1.4 HO) for Hon'ble Chairman on the date 28th March, 2014. However payment was made on date 02-04-2014. GERC being an Autonomous body Constituted by Govt. of Gujarat, Toyoto had delivered a car in March, 2014 in advance before payment. Payment was made on 2nd April, 2014 it is not reflected in annual accounts ending 31st March, 2014.



- 4.6 Furniture & Other movable Assets which was usable at Old Premises were transferred were transferred in August 2013 end to Revenue Department & It's Subsidiary Offices. The Amount of transferred assets value is shown as loss of Property in Schedule 8.

5. Depreciation

- 5.1 Depreciation is provided on written down method as per the rates specified in the Income Tax Act, 1961 and Rules made there under. There is no change in the method for calculating depreciation for the year under report.
- 5.2 In respect of additions to/deduction from fixed assets during the year, depreciation is calculated in accordance with Income Tax Act, 1961 and the rules made there under.

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 Members/employees of the Commission at the time of retirement or vacating their office. Gratuity and accumulated leave encashment are worked out in line with the relevant provisions in the State Government. In the current F.Y, the Commission has made provision of ₹. 15.41lakhs for payment of retirement benefits, which consists of ₹. 5.14 lakhs towards gratuity and ₹. 10.27 lakhs towards encashment of leave etc.
- 6.2 While finalizing Annual Accounts, the objection regarding authenticating of significant and accounting policies (Sch. 24) has been complied.

7. Fees and Charges

Commission's Regulations in this regard provide for advance payment of annual licence fee at the commencement of the financial year on the estimated basis. Further, it also provides that the excess or shortfall in licence fee calculated on the actual basis shall be adjusted against the annual licence 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 licensee is shown as revenue income for the current year.

- 7.1 In the current F.Y. the Commission has received ₹. 10,46,30,150/- as license fees out of which ₹. 8,81,89,569/- based on the estimated sales of 2013-14 and ₹. 1,64,40,581/- is an adjustment based on the audited data for the year 2011-12



of the distribution licensees. The Commission also received petition fees/charges as provided in the regulations. In the year 2013-14 the Commission has received ₹. 6,85,71,754/- as petition fees and charges etc.

7.2 It is not feasible to show receivable licence fees of previous year from distribution companies (DISCOMs) . Because it can only be shown after DISCOMs accounts done finalized and audited and thereafter tariff is determined. The entire process of determination of tariff takes 120 days from the filling petitions by DISCOMs. Hence, at the time of finalization GERC's annual accounts, it is not possible to ascertain the amount of receivable license fees.

7.3 Unscheduled interchange (UI) charges are not considered as sale of electricity. Therefore it is excluded from the calculation of sales revenue.

8. Government grants and subsidies

Commission had not received any government grant/subsidy in F.Y.2013-14.

9. Foreign Currency Transaction

During Financial Year 2013-14 Total expenditure towards foreign tour was ₹. NIL.

10. Taxation

GERC being statutory Commission established under the Electricity Act, 2003 is carrying on statutory and regulatory functions as laid down in the Act.

Hence, all its functions are functions of State and in view of same, the surplus, if any is considered exempt from the provisions of the Income Tax Act, 1961.

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

12. Schedules 1 to 24 are annexed to and form an integral part of the Balance Sheet as at 31st March, 2014 and the Income and Expenditure Account for the year ended on that date.

C. N. BHATT
CHIEF ACCOUNTS OFFICER

M. N. KHALLYANI
DY. DIRECTOR
(A & A)

DILIP RAVAL I.A.S.
SECRETARY

Date : 17.11.2014
Place : Gandhinagar



Gujarat Electricity Regulatory Commission

6th Floor, GIFT ONE, Road 5-C, Zone 5,
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