

26th Annual Account F.Y. 2024-25



GUJARAT ELECTRICITY REGULATORY COMMISSION



Gujarat Electricity Regulatory Commission

26th
ANNUAL
ACCOUNT

Financial Year : 2024-25



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Gujarat Electricity Regulatory Commission



The Commission presents the
26th Annual Account for FY 2024-25, as
required under Section 104(4) of the Electricity Act, 2003.

Ranjeethkumar J., IAS
Secretary
Gujarat Electricity Regulatory Commission



An Overview

The Gujarat Electricity Regulatory Commission (GERC) has been functioning for the past 26 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 intrastate 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: 27/05/2025 to 11/06/2025.

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.3338.73 lakhs (including recognized as receivable or payable) and petition fee Rs.997.26 lakhs during the year 2024-25 and an amount of Rs.3223.78 lakhs was earned as interest on Fixed/Term deposits and savings account from nationalized banks/state sponsored financial institutions.

GERC's total expenditure during the year 2024-25 was Rs. 1614.24 lakhs Out of this Rs. 736.84 lakhs was establishment expenditure, Rs. 669.01 lakhs was other administrative charges and Rs. 194.84 lakhs was depreciation.

GERC's total corpus fund as on 31 March, 2025 is Rs.44519.00 lakhs and the general reserve fund is Rs.2289.23 lakhs.

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, GANDHINAGAR.

Opinion of the Comptroller and Auditor General of India on the accounts
of Gujarat Electricity Regulatory Commission for the year ended 31st March 2025.

Qualified Opinion

We have audited the financial statements of Gujarat Electricity Regulatory Commission, which comprise the statement of financial position as at 31 March 2025 and the Income & Expenditure Account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies under Section 19(2) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with Rule 3 (2) of Gujarat Electricity Regulatory Commission (Annual Statement of Accounts, Annual Report and Budget) Rules, 2005 (dealing with Preparation of Annual Statement of Accounts) This 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 observations on financial transactions regarding compliance with the Law, Rules and Regulations (Propriety & Regularity) and efficiency cum performance aspects, etc., if any, are reported through inspection reports/ CAG's audit reports separately.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements of Gujarat Electricity Regulatory Commission read together with the accounting policies and Notes thereon and other matters mentioned in the Separate Audit Report, which follows, give a true and fair view of the financial position of the autonomous body as at March 31, 2025, and (of) its financial performance for the year then ended in accordance with format applicable to the AB.

Basis for Qualified Opinion

We draw attention to the matters described in Separate Audit Report on the Accounts of Gujarat Electricity Regulatory Commission.

We conducted our audit in accordance with CAG's auditing regulations/standards/ manuals /guidelines /guidance-notes /orders /circulars etc. Our responsibilities are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the autonomous body in accordance with ethical





requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Responsibilities of Management for the financial statements

The commission is responsible for the preparation and fair presentation of the financial statements in accordance with format applicable to the AB and for internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor’s Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion in accordance with CAG’s auditing regulations /standards/ manuals/ guidelines/guidance-notes/orders/circulars etc.

Place: Ahmedabad

Date: 09-12-2025

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

(Bijit Kumar Mukherjee)
Principal Accountant General (Audit-II), Gujarat





Separate Audit Report on the Accounts of Gujarat Electricity Regulatory Commission

A. Balance Sheet: Nil

B. Income and Expenditure Account

Income

Fees/Subscription(Schedule-14)

Annual fees/Subscription Rs. 33.39 crore

The above does not include Rs. 3.44 crore being shortfall of license fees recoverable from the licensees for the year 2023-24.

A reference is invited to Schedule-25- Significant accounting policies and notes on account, Point No. 7- Fees and charges which states that the excess or shortfall in license fees calculated on the actual basis is adjusted against the annual license fees for the following year. 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.

Non-adjustment of license fees for the year 2023-24 in accordance with the Significant Accounting Policy has resulted in understatement of income (Annual Fees/ Subscription) and Current Assets by Rs. 3.44 crore. Further, excess of income over expenditure were also understated to the same extent.

C. Receipt and Payments Account: Nil

D. Accounting Policies : Nil

E. General : Nil

F. Management Letter

Deficiencies which have not been included in this Separate Audit Report have been brought to the notice of the Management through a Management Letter issued separately for remedial/corrective action.





GUJARAT ELECTRICITY REGULATORY COMMISSION

G. Assessment of Internal Controls

- (i) **Adequacy of Internal Control System:** The internal control system is adequate and commensurate with the size and nature of the Commission.
- (ii) **Adequacy of Internal Audit System:** The Internal Audit System is adequate and commensurate with the size and nature of the Commission.
- (iii) **System of Physical verification of fixed assets:** The fixed assets have been physically verified by the management at reasonable intervals. No material deficiencies were noticed in the physical verification.
- (iv) **System of Physical verification of inventory:** The commission does not have any inventory.
- (v) **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.

H. Grants in aid

The Gujarat Electricity Regulatory Commission is not receiving any grant/financial support from the Government of Gujarat.

I. Lack of Response: Nil





GUJARAT ELECTRICITY REGULATORY COMMISSION

S. No.	Observation of Audit (C&AG)	Reply of GERC
B	<p>Income and Expenditure Account Income Fees/Subscription(Schedule-14) Annual fees/Subscription Rs. 33.39 crore</p> <p>The above does not include Rs. 3.44 crore being shortfall of license fees recoverable from the licensees for the year 2023-24. A reference is invited to Schedule-25-Significant accounting policies and notes on account, Point No. 7- Fees and charges which states that the excess or shortfall in license fees calculated on the actual basis is adjusted against the annual license fees for the following year. 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.</p> <p>Non-adjustment of license fees for the year 2023-24 in accordance with the Significant Accounting Policy has resulted in understatement of income (Annual Fees/ Subscription) and Current Assets by ₹ 3.44 crore. Further, excess of income over expenditure were also understated to the same extent.</p>	<p>"In context to the above comment, it is to state that Hon'ble Commission's Regulations provides for advance payment of annual license fees at the commencement of the financial year on the estimated basis. Further it also provides that the excess or shortfall in license fees calculated on the actual basis shall be adjusted against the annual license fees for the following year. Accordingly as per above policy, Hon'ble Commission has recognized total revenue of Rs 3338.73 Lakhs as License Fees for the FY 2024-25:</p> <ul style="list-style-type: none">• Annual License Fees for the FY 2024-25: Rs. 2808.00 Lakhs• Revision in License Fees for the FY 2022-23: Rs. 530.73 Lakhs <p>Further, as per the practice followed by the Hon'ble Commission, during the payment of license fees for ensuing year (say FY 2024-25), the license fees is calculated from the approved Projected Revenue from Sale of Power as per the Tariff Order issued by the Commission for FY 2024-25. Moreover, the true-up of past year's license fees (which is FY 2022-23) is also done as per the trued-up Revenue from Sale of Power as approved in Tariff Order for Truing up of FY 2022-23 and Determination of Tariff for FY 2024-25. This practice is being consistently followed for working out license fees.</p> <p>Similarly, for working out the license fees paid by the licensees for FY 2025-26, the approved estimated Revenue from Sale of Power for FY 2025-26 as per Tariff Order is considered. Moreover, for truing up of licensee fees for FY 2023-24, the trued up Revenue from Sale of Power for FY 2023-24 as per Tariff Order is considered.</p> <p>As per above, Revision in Annual License Fees received for the past years is recognized in the year in which it is received. Accordingly, revision</p>





GUJARAT ELECTRICITY REGULATORY COMMISSION

		<p>in licence fee of Rs. 530.73 Lakh for the FY-2022-23 is received and recognised in 2024-25. However, Licence fee of Rs. 3.44 crore for revision in licence fee for the FY-2023-24 is received in 2025-26. This accounting practice is being followed consistently since many years. Further, we have clearly disclosed the bifurcation of licence fees in the note point no. 7.1 of significant accounting policies.</p> <p>However the suggestion of CAG is noted and will be implemented from the next financial year.”</p>
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GUJARAT ELECTRICITY REGULATORY COMMISSION
FINANCIAL STATEMENTS
BALANCE SHEET AS ON 31ST MARCH, 2025

		Amount - (Rs. In Lakhs)	
CORPUS / CAPITAL FUND AND LIABILITIES	Schedule	2024-25	2023-24
Corpus / GERC Capital Fund	1	44519.00	38870.00
Reserves and Surplus	2	2289.23	1991.51
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	3230.91	2489.77
TOTAL		50039.14	43351.28
ASSETS			
Fixed Assets	8	1533.73	1643.72
Investments - Form Earmarked /			
Endowment Funds	9	0.00	0.00
Investments - Others	10	0.00	0.00
Current Assets, Loans, Advances	11	48505.41	41707.56
Miscellaneous Expenditure			
TOTAL		50039.14	43351.28

For and on behalf of the Commission

SAKSHI KHESKWANI
(I/c.) ACCOUNTS OFFICER

D. R. PARMAR
DIRECTOR (A & A)

Ranjeeth Kumar J., I.A.S.
SECRETARY

Date : 19-5-2025
Place : Gandhinagar



GUJARAT ELECTRICITY REGULATORY COMMISSION
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR 2024-25

		Amount - (Rs. In Lakhs)	
		2024-25	2023-24
A. Income	Schedule		
Income from sales / service	12	0.00	0.00
Grants / Subsidies	13	0.00	0.00
Fees / Subscriptions	14	4335.99	3699.46
Income from Investments	15	0.00	0.00
Income from Royalty, Publications etc.	16	0.00	0.00
Interest Earned	17	3224.40	2551.67
Other Income	18	1.15	1.03
Increase/Decrease in stock of finished goods & work in progress	19	0.00	0.00
	TOTAL (A)	7561.54	6252.16
B. EXPENDITURE			
Establishment Expenditure	20	736.84	646.01
Other Administrative Expenses etc.	21	669.01	509.15
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	194.84	214.40
	TOTAL (B)	1600.69	1369.56
Excess of Income over Expenditure Before Prior Period (C=A-B)		5960.85	4882.60
Prior Period (Income/Expense) (D)	24	-13.55	-9.67
Balance Being Excess of income over Expenditure Before Tax (E=C+D)		5947.30	4872.92
Tax Expense : Current Tax (F)		0.59	0.56
Tax Adjustment of Earlier Years (G)		0.00	1.00
Balance Being Excess of Income Over Expenditure After Tax (H=E-F-G)		5946.72	4871.36
Transfer to Corpus Fund		5649.00	4628.00
Transfer to General Reserve		297.72	243.36
Balance Being Surplus Transferred To Balancesheet Significant Accounting Policies, Contingent Liabilities And Notes on Accounts	25	0.00	0.00

For and on behalf of the Commission

SAKSHI KHESKWANI
(I/c.) ACCOUNTS OFFICER

D. R. PARMAR
DIRECTOR (A & A)

Ranjeeth Kumar J., I.A.S.
SECRETARY

Date : 19-5-2025
Place : Gandhinagar





SCHEDULE - 1 CORPUS / CAPITAL FUND		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
Balance as at the beginning of the year	38870.00	34242.00	
Add : Contributions towards Corpus / Capital Fund	0.00	-	
Add : Transferred from the Income and Expenditure Account of the current year	5649.00	4628.00	
BALANCE AS AT THE YEAR END	44519.00	38870.00	

SCHEDULE - 2 RESERVES AND SURPLUS		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
i. CAPITAL RESERVE	-	-	
ii. REVALUATIONS RESERVE	-	-	
iii. SPECIAL RESERVE	-	-	
iv. GENERAL RESERVE	-	-	
Balance as at the beginning of the year	1991.51	1748.15	
Add : Balance being surplus transferred from the Income and Expenditure Account of the current year	297.72	243.36	
Less : Deduction during the year	-	-	
TOTAL	2289.23	1991.51	

SCHEDULE - 3 EARMARKED / ENDOWMENT FUNDS		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
EARMARKED / ENDOWMENT FUNDS	-	-	

SCHEDULE - 4 SECURED LOANS AND BORROWINGS		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
SECURED LOANS AND BORROWINGS	-	-	





SCHEDULE - 5 UN-SECURED LOANS AND BORROWINGS		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
UN - SECURED LOANS AND BORROWINGS	-	-	

SCHEDULE - 6 DEFFERED CREDIT LIABILITIES		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
DEFFERED CREDIT LIABILITIES	-	-	





SCHEDULE-7 CURRENT LIABILITIES AND PROVISIONS		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
A. CURRENT LIABILITES			
1. Interest Accrued but not due on,			
a) Secured Loans / borrowings	-	-	
b) Unsecured Loans / borrowings	-	-	
2. Statutory Liabilities			
a) Over due	-	-	
b) Others	-	-	
3 Other current Liabilities			
a) Advance Licence fee /	8.60	5.75	
b) Security Deposit	3.54	2.51	
c) Earnest Money Deposit	0.80	0.80	
d) Stale Cheque	1.94	1.94	
e) Payable to licences / Others	16.17	0.87	
(f) GST on License Fees (Payable to Licensees)	2697.24	1621.48	
(g) Sundry Creditors	2.53		
Total (A)	2730.82	1633.36	
B. PROVISIONS			
1 For Taxation	0.59	0.56	
2 Gratuity	159.07	132.74	
3 Superannuation / Pension	-	-	
4 Accumulated Leave Encashment	177.34	157.70	
5 Trade Warranties / Claims	-	-	
6 Others (Specify)	-	-	
7 Provision of GERC'S Contribution CPF	49.51	40.66	
8 Unpaid exp.			
Unpaid exp. 2024-25	101.80	-	
Unpaid exp. 2023-24	2.13	37.75	
Unpaid exp. 2022-23	-	-	
Unpaid exp. 2019-20	9.65	12.08	
C. STATUTORY LIABILITIES			
1 Tax Deducted at Source Office - Rent			
2 Tax Deducted at Source - Salary	-	--	
3 Tax Deducted at Source- Professional Fees (194J)	-	--	
4 Tax Deducted at Source- Contractor Services (194C)	-	--	
5 GST TDS	-	--	
6 GST on License Fees (Payable to GST Department)	-	474.92	
Total (B+C)	500.09	856.41	
Ttotal(A+B+C)	3230.91	2489.77	





SCHEDULE - 8 FIXED ASSETS		Amount - (Rs. In Lakhs)				
Description	Depre- ciation Rate*	Gross Block				
		Opening Cost/ Valuation of the year 1-4-2024	Additions during the year upto 30-09-24	Additions during the year after 30-09-24	Total Additions during the year 2024-25	Deductions during the year 2024-25
		1	2	3	4	5
1. Fixed Assets Land		0.00	0.00	0.00	0.00	0.00
a) Free hold		0.00	0.00	0.00	0.00	0.00
b) Lease hold		0.00	0.00	0.00	0.00	0.00
2. Buildings		0.00	0.00	0.00	0.00	0.00
a) On Free hold Land		0.00	0.00	0.00	0.00	0.00
b) On Lease hold Land		0.00	0.00	0.00	0.00	0.00
c) Onwernship Flats/Premises	10%	2365.63	0.00	0.00	0.00	0.00
3. Plant Machinery & Equipment		0.00	0.00	0.00	0.00	0.00
4. Vehicles	15%	199.94	0.00	0.00	0.00	0.00
5. Furniture, Fixtures	10%	986.05	37.06	5.75	42.80	13.06
6. Office Equipment	10%	58.13	5.38	13.69	19.07	6.69
7. Computer Peripherals	40%	237.84	20.79	26.90	47.70	52.16
8. Electric Installations		0.00	0.00	0.00	0.00	0.00
9. Library Books	40%	4.94	0.00	0.09	0.09	0.00
10. Other Fixed Assets		0.00	0.00	0.00	0.00	0.00
11. Intangible Assets	25%	14.95	0.00	0.00	0.00	0.00
Total		3867.49	63.23	46.23	109.66	71.91

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





GUJARAT ELECTRICITY REGULATORY COMMISSION

Cost/Valuation at the year end 1+4-5=6 (31.03.2025)	Depreciation						Net Block	
	At the Beginning of the year 1.4.2024	Depreciation of the current year 2024-25	On Addition during the year 2024-25	Depreciation Adjustment Reclassification	Depreciation Deduction during the current year 2024-25	Total Up to year end 7+8+9+10-11=12 2024-25	As at the current year end 6-12=13 2024-25	As at the Previous year end (1-7) 2023-24
6	7	8	9	10	11	12	13	14
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2365.63	1223.12	114.25	0.00	0.00	0.00	1337.37	1028.26	1142.51
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
199.94	92.05	16.18	0.00	0.00	0.00	108.24	91.71	107.89
1015.80	676.25	30.57	4.28	0.00	8.96	702.15	313.65	309.80
70.51	25.13	2.97	1.32	0.00	3.43	25.99	44.52	33.00
233.38	196.55	8.64	13.70	0.00	32.47	186.42	46.96	41.29
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
5.03	4.69	0.10	0.02	0.00	0.00	4.81	0.22	0.25
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
14.95	5.98	0.00	2.80	-2.24	0.00	6.54	8.41	8.97
3905.24	2223.77	172.72	22.12	(2.24)	44.86	2371.51	1533.73	1643.72





SCHEDULE - 9 INVESTMENT FROM EARMARKED / ENDOWMENT FUNDS		Amount - (Rs. In Lakhs)
Particulars	2024-25	2023-24
INVESTMENT FROM EARMARKED/ENDOWMENT FUNDS	-	-

SCHEDULE - 10 INVESTMENTS - OTHERS		Amount - (Rs. In Lakhs)
Particulars	2024-25	2023-24
INVESTMENT - OTHERS	-	-

SCHEDULE - 11 CURRENT ASSETS, LOANS, ADVANCES ETC.		Amount - (Rs. In Lakhs)
Particulars	2024-25	2023-24
SCHEDULE - 11		
A CURRENT ASSETS		
1. Sundry Debtors :		
a) Debts Outstanding for a period exceeding six months	-	-
b) Others	-	32.27
2. Cash balances in Hand (Including cheques / drafts and imprest)	0.24	0.48
3. Bank Balances:		
a) With Scheduled Banks		
1. Fixed / Term Deposit	-	-
2. Savings Account	47.24	25.25
3 Current Account	2.81	0.67
4. Other Deposits	3.53	2.50
b) With Non-Scheduled Banks		
1. Fixed / Term Deposit	-	-
2. Auto Sweep Savings Account	-	-
3 Current Account	-	-
4. Other Deposit	-	-





c) With Public Financial Institutions		
1. Inter Corporate Deposit	44912.00	38883.00
2. Fixed/Term Deposit	-	-
3. Current Accounts	-	-
4. Other Deposits	-	-
Total (A)	44965.82	38944.16

SCHEDULE - 11-B LOANS, ADVANCES AND OTHER ASSETS		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
1. Loans :			
a) HBA to Staff			
i) HBA to Staff : K.G. Rajput (Principal)	-	0.19	
ii) HBA to Staff : V.D. Parmar (Principal)	1.93	3.87	
iii) HBA to Loan Interest to Staff :K.G.Rajput	3.50	3.49	
iv) HBA Loan Interest to Staff : V.D. Parmar	6.82	6.44	
	-	-	
b) Staff (Festival Advance)	0.50	0.55	
c) Other Entities engaged in activities/ objectives similar to that of the Entity			
2. Advance and other amounts recoverable in cash or in kind or for value to be received			
a) GST on License Fees paid under protest (receivable From Gst Dept.)	2698.35	1622.23	
b) GST on License Fees (receivable From Licensees for the FY 2023-24)	-	474.92	
c) GST ON RCM Receivable From GST Department	6.67	0.00	
d) Receivable from Income Tax Department	0.21	0.21	
e) Petrol Card Advance	0.67	0.37	
f) Advance for Website Development	0.58	-	
g) Recoverable from Employees	5.28	17.95	
h) Prepayments			
I) Prepaid Exp. 2024-25	-	8.95	
ii) Prepaid Exp. 2025-26	9.79	0.10	
iii) Prepaid Exp. 2026-27	0.02	0.01	
iv) Prepaid Exp. 2027-28	0.00	-	
k) Other (Deposits)			
i) Petrol Pump	0.38	0.38	
ii) Telephone	0.31	0.31	
iii) Common Area Maintenance Deposite	12.87	12.87	





GUJARAT ELECTRICITY REGULATORY COMMISSION

iv) Electricity	0.75	0.62
v) Govt. Quarter Deposit	0.04	0.04
vi) Safe Deposit Vault (Deposit)	0.20	0.20
vii) S.D. Utility Connection (Gift)	12.85	12.85
viii) Kalptaru Filling Station	0.26	0.26
3. Income Accrued :		
a) On investments from Ear marked /Endowment Funds	-	-
b) On Investments - Others	-	-
c) Accrued Interest from Nationalized Bank	0.00	2.12
d) Accrued Interest from Public Financial Institute (GSFS)	777.60	594.47
TOTAL (B)	3539.59	2763.41
TOTAL (A+B)	48505.41	41707.56





SCHEDULE - 12 INCOME FROM SERVICES		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
Income from Services	-	-	

SCHEDULE - 13 GRANTS / SUBSIDIES		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
1. Central Government	-	-	
2. State Government	-	-	
3. Government Agencies	-	-	
4. Institutions / Welfare bodies	-	-	
5. International Organizations	-	-	
6. Others (specify)	-	-	
Total	-	-	

SCHEDULE - 14 FEES / SUBSCRIPTIONS		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
1. Entrance Fees	-	-	
2. Annual Fees / Subscription	3338.73	2633.84	
3. Seminar / Program fees	-	-	
4. Consultancy Fees	-	-	
5. Others (Specify)	-	-	
6. Petition fees	997.26	1065.62	
7. Tender Fee	-	-	
Total	4335.99	3699.46	





SCHEDULE - 15 INCOME FROM INVESTMENTS		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
Income on Investment From Earmarked / Endowment Funds & Other Investment	-	-	

SCHEDULE - 16 INCOME FROM ROYALTY, PUBLICATION ETC		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
Income from Royalty, Publication etc.	-	-	

SCHEDULE - 17 INTEREST EARNED		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
1. On Term Deposit			
a) With Scheduled banks	-	321.86	
b) With Non Scheduled Banks	-	-	
c) With Public Financial Institutions	3209.52	2215.69	
d) Other	-	-	
2. On Savings Accounts			
a) With Scheduled banks	14.26	13.46	
b) With Non Scheduled Banks	-	-	
c) Post Office Savings Account	-	-	
d) Others	-	-	
3. On Loans			
a) Employees/Staff	-	-	
b) HBA Loan Interest (K G Rajput)	0.24	0.04	
c) HBA Loan Interest (P. K. Panchal)	-	-	
d) HBA Loan Interest (V. D. Parmar)	0.37	0.61	
4. Interest on Debtors and Other Receivables	-	-	
Total	3224.40	2551.67	





SCHEDULE - 18 OTHER INCOME		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
i) Recovery of Vehicle use from Staff	0.98	0.32	
ii) Other Misc. Receipt	0.18	0.68	
iii) R.T.I. Fees	0.00	0.03	
iv) Profit/Loss On Transfer sale of Assets	-	-	
TOTAL	1.15	1.03	

SCHEDULE - 19 INCREASE / DECREASE IN STOCK OF FINISHED GOODS AND WORK IN PROGRESS		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
INCREASE / DECREASE IN STOCKS OF FINISHED GOODS & WORKS IN PROGRESS	-	-	





SCHEDULE - 20 ESTABLISHMENT EXPENSES		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
a) Salaries and Wages			
1) Salaries - Commision	133.75	88.37	
2) Salaries - Office staff	369.78	344.96	
3) Salaries - Ombudsman Office Staff	70.64	65.16	
4) Leave Encashment	5.43	4.02	
5) Incentive	14.10	10.77	
b) Allowances and Bonus			
1) Bonus Allowance	0.31	0.31	
2) Charge Allowance	0.14	0.81	
3) HRR Allowance	0.10	0.30	
c) Contribution to Provident Fund	56.35	53.50	
d) Contribution to Other Fund (Specify)	-	-	
e) Staff Welfare Expenses			
1) Medical Facility and Reimbursement	4.13	3.46	
2) Staff Welfare Expenses	2.14	2.24	
3) Uniform Expenses	-	-	
f) Expenses on Employees' Retirement and Terminal Benefits			
1) Retirement Benefit On Gratuity - Utility Staffs	9.85	8.38	
2) Retirement Benefit on Leave salary - Utility Staffs	19.20	16.37	
3) Retirement Benefit on Gratuity - GERC Staffs	31.28	23.61	
4) Retirement Benefit on Leave salary - GERC Staffs	19.63	23.76	
5) Retirement Death Benefit Expense	-	-	
	736.84	646.01	





SCHEDULE - 21 OTHER ADMINISTRATIVE EXPENSES ETC		Amount - (Rs. In Lakhs)	
Particulars	2024-25	2023-24	
a) General Expenses			
1. Bank Charges	0.00	0.24	
2. Electricity Charges	16.95	26.47	
3. Vehicle Running Expenses Fuel etc.	14.50	14.22	
4. Advertisement and Publicity	22.98	22.47	
5. Vehicle Insurance Expenses	3.44	3.74	
6. Manpower Related Services	120.40	108.14	
7. Other Office Expenses	28.18	17.97	
8. Legal Expenses	0.25	1.01	
9. Misc. Exp.	0.14	0.07	
10. Interest on TDS	0.09	0.04	
11. Loss of transfer/sale of assets	6.57	0.06	
SUB TOTAL	213.51	194.43	
b) Repairs and Maintenance			
i) Office Equipment	11.15	14.33	
ii) Vehicles	9.08	8.18	
iii) Office Building	16.06	-	
iv) Office Building Maintenance Common Area	50.50	46.83	
v) IT Infrastructure Maintenance	29.89	3.58	
vi) Furniture	0.59		
SUB TOTAL	117.26	72.93	
c) Rent, Rates and Taxes			
I Office Rent (Ombudsman Office Ahmedabad)	14.75	1.48	
SUB TOTAL	14.75	1.48	
d) Postage, Telephone and Communication Charges			
I Postage charges	2.43	2.88	
ii) Telephone charges	4.77	4.48	
iii) Website charges	1.46	1.18	
iv) Internet charges	4.38	5.00	
SUB TOTAL	13.04	13.54	
e) Printing and Stationary			
i) Printing and Stationery	7.52	7.86	





f) Traveling and Conveyance Expenses		
i) Traveling Expenses for foreign tour	1.83	-
ii) Traveling Allowances for domestic tour	9.87	8.80
iii) Conveyance Expenses	0.14	0.41
iv) Leave Travel Expenses	3.56	4.81
v) Transport Expenses	37.29	37.65
SUB TOTAL	52.68	51.67
TOTAL (a to f)	418.76	341.90
g) Subscription Expenses		
i) Subscription of Newspapers and Magazines	1.56	4.10
ii) CIGRE Subscription Expenses	-	-
iii) CBIP Membership Fees	0.59	0.59
iv) FOIR Annual Fees	1.00	1.00
v) SAFIR Fees	3.92	3.92
vi) FOR Fees	11.80	11.80
vii) Other Membership Fees	-	-
SUB TOTAL	18.87	21.41
h) Expenses on Seminar / Training / Workshop / Meeting		
i) Seminar, Training & Workshop Expenses	0.31	-
ii) Meeting Expenses	0.74	4.94
iii) FOR/FOIR Meeting Expenses	10.13	-
SUB TOTAL	11.18	4.94
l) Hospitality Expenses	-	-
j) Consultancy charges / Professional charges	-	-
i) Legal Consultancy	48.09	35.99
ii) Consultancy Retainer Fees	168.43	102.01
iii) Audit Fees	3.63	2.91
SUB TOTAL	220.15	140.91
k) Deposits / Investments	-	-
l) Income Tax Paid / Provision	0.05	-
TOTAL (g to l)	250.25	167.25
TOTAL (A to l)	669.01	509.15





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SCHEDULE - 22 EXPENDITURE FROM GRANTS, SUBSIDIES ETC

Amount - (Rs. In Lakhs)

Particulars	2024-25	2023-24
EXPENDITURE FROM GRANTS, SUBSIDIES ETC	-	-

SCHEDULE - 23 INTEREST PAID

Amount - (Rs. In Lakhs)

Particulars	2024-25	2023-24
INTEREST PAID	-	-

SCHEDULE - 24 PRIOR PERIOD (INCOME/EXPENSE)

Amount - (Rs. In Lakhs)

Particulars	2024-25	2023-24
a) Prior Period Income	-	--
i) Depreciation	2.24	8.98
ii) Others	-	2.85
SUB TOTAL	2.24	11.84
b) Prior Period Expense	-	--
i) Expense	15.79	2.82
ii) Prior Period Profit & Loss On assets	-	18.69
iii) Audit Fees	-	-
iv) Consultancy Retainer Fee	-	-
SUB TOTAL	15.79	21.51
NET	(13.55)	(9.67)



SCHEDULE-25

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE FY 2024-25

1. Significant Accounting Policies:

- 1.1 Annual Accounts for the year 2024-25 have been prepared as per the format approved by Government of Gujarat vide Resolution No. GHU-2005-(105)-GRC2003-7997-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 Banks / Gujarat State Financial Services Ltd. (a Government of Gujarat NBFC)
- 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 years 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.

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

Tangible 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.
- 4.3 During the FY 2023-24, Office at 10th Floor, Tower1 Gift City-Gandhinagar has been purchased for Rs. 682.63 Lakhs.
- 4.4 The Fixed Asset Register has been prepared in excel format from the FY. 2023-24. The reconciliation to Fixed Asset Register has been done in response to audit comment and necessary adjustments/ rectifications /reclassifications with regard to the same have been done and effect is incorporated in the Financial Statements for the FY 2023-24.

Intangible assets:

- 4.5 Intangible assets acquired separately are measured on initial recognition at cost. Subsequently, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses, if any. Internally generated intangibles are not capitalized and the related expenditure is reflected in Income and Expenditure Account in the period in which the expenditure is incurred. Development costs are capitalised if, and only if, technical and commercial feasibility of the project is demonstrated, future economic benefits are probable, the organization has an intention and ability to complete and use or sell the asset and the costs can be measured reliably.

5. Depreciation

- 5.1 Depreciation is provided on Tangible and Intangible Assets based 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.





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5.2 In respect of addition to / deduction from fixed assets during the year, depreciation is calculated in accordance with the Income Tax Act, 1961 and the rules made thereunder, 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 line with the relevant provisions in the State Government.

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 along with the current years provision. 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 25) has been complied.

7. Fees and Charges :

Commission's Regulations in this regard provide for advance payment of annual license fees at the commencement of the financial year on the estimated basis. Further, it also provides that the excess or shortfall in license fees calculated on the actual basis shall be adjusted against the annual license fees for the following year 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 recognized total revenue of Rs. 3338.73 /- Lakhs as license fees for the FY 2024-25. Out of total revenue towards license fees, the amount of Rs. 530.73 lakhs is towards the revision in license fees for the FY 2022-23 which has arisen due to finalization of the accounts for the FY 2022-23 by various licensees. Balance amount of Rs. 2808.00 Lakhs is towards the annual license fees for the FY. 2024-25 paid by various licensees on the basis of estimated transmission capacity/revenue from sale of electricity.

7.2 The Commission has also received petition fees/charges as provided in the regulations. In the FY 2024-25 the Commission has received Rs. 997.26/- Lakhs as petition fees and charges etc.

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





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calculation of sales revenue.

7.4 In the current F.Y. 2023-24, GERC has not recognized revenue of Rs. 2 lakh 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

Commission had not received any government grant/ subsidy in the current F.Y. 2024-25.

9. Foreign Currency Transaction

During Financial Year 2024-25, there is no Foreign Currency Transaction.

10. Taxation

- a) 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.
- b) The income tax of Rs. 0.58 Lakhs has been paid for the FY 2023-24 on the other income. Also provision for the current year of Rs. 0.59 Lakhs been created.
- c) Inquiry has been initiated by Directorate General of Goods & Service Tax Intelligence (DGGI), Ahmedabad Zonal Unit in respect of GST payable by the Electricity Regulatory Commission on License Fees. As stated by DGGI, GST is payable by GERC on the License fees and in this regard they had requested to discharge the payment of applicable GST on the amount received in form of License Fee & License Exemption Fee from 2017-18 onwards along with applicable rate of interest and penalty . In above matter, it was decided and approved that GERC will make the payment of GST liability on License Fees under protest (without interest and penalty) from July 2017 till March 2023. and contest the issue. According, the GST liability on License Fees under protest (without interest and penalty) from July 2017 till March 2023 of Rs. 1622.23 Lakhs has been done. Further the payment of GST liability on License Fees for the FY 2023-24 has been done in the FY 2024-25. The provision for the GST liability on License Fees for the FY 2023-24 amounting to Rs. 474.92 Lakhs has been done in the Financial Statements for the year 2023-24.

Recently, the Hon'ble Delhi High Court vide their order dated 15th January, 2025 quashed the Show cause notice where in demand of GST has been proposed on the license fees collected by the CERC & DERC. Considering this development , a writ





petition is filed before the Hon'ble Gujarat High Court by GERC for setting aside the order in original passed by the Additional Commissioner in the matter of GST on License Fees . Also refund application was filed with GST department for getting the refund of the amount paid under protest.

Vide refund order dated 2nd April,2025, refund of GST paid on Annual License Fees from July 2017 to FY 2024-25 Rs. 2698.34 Lakhs and GST paid as per Reverse Charge mechanism of Rs 6.67 Lakh has been granted by the GST department.”

2. Corresponding figures for the previous year figures have been regrouped/rearranged/recasted, wherever necessary.
3. Figures have been depicted in Lakhs in the financial statements.
4. Schedules 1 to 24 are annexed to and form an integral part of the Balance Sheet as at 31st March, 2025 and the Income and Expenditure Account for the year ended on that date.

SAKSHI KHESKWANI
(I/c.) ACCOUNTS OFFICER

D. R. PARMAR
DIRECTOR (A & A)

Ranjeeth Kumar J., I.A.S.
SECRETARY

Date : **19-5-2025**
Place : **Gandhinagar**





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