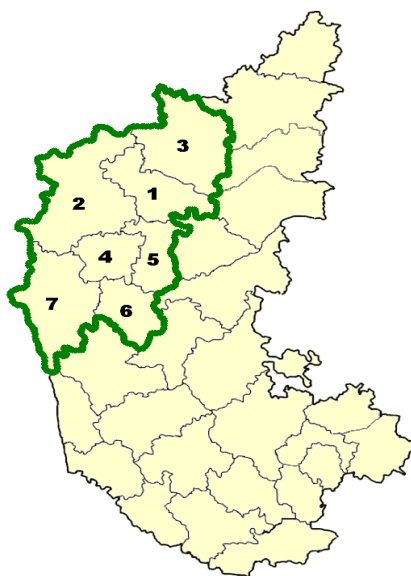


## CHAPTER – 1

### INTRODUCTION

#### 1.0 Hubli Electricity Supply Company Limited (HESCOM):

Hubli Electricity Supply Company Ltd., (HESCOM) is a Distribution Licensee under the provisions of Section 14 of the Electricity Act, 2003 (hereinafter referred to as the Act). HESCOM is responsible for purchase of power, distribution and retail supply of electricity to its consumers and also providing infrastructure for Open Access, Wheeling and Banking in its area of operation in the seven Districts of the State as indicated below:



1. Bagalkote
2. Belagavi
3. Vijayapura
4. Dharwad
5. Gadag
6. Haveri
7. Uttara Kannada

The HESCOM is a company registered under the Companies Act, 1956, incorporated on 30<sup>th</sup> April, 2002. The HESCOM commenced its operations on 1<sup>st</sup> June, 2002.

O&M Zones	O&M Circles	O&M Divisions
Hubli Zone	Hubli Circle	Hubli Urban
		Hubli Rural
		Dharwad Urban
		Dharwad Rural
		Gadag
		Ron
	Haveri Circle	Haveri
		Ranebennur
	Sirsi Circle	Sirsi
		Honnavaara
		Dandeli
		Karwar
	Belagavi Zone	Belagavi Circle
Belagavi Rural		
Bailahongal		
Ghataprabha		
Ramadurga		
Chikkodi Circle		Chikkodi
		Athani
		Raibagh
Vijayapura Circle		Vijayapura
		Indi
		Basavana Bagewadi
Bagalkote Circle		Bagalkote
		Jamakandi
		Mudhol

The O & M divisions of HESCOM are further divided into eighty-three sub-divisions. These sub-divisions are further divided into 288 O & M section offices.

Section offices are the base level offices looking into the operation and maintenance of the distribution system in order to provide reliable and quality power supply to the HESCOM's consumers.

### 1.1 HESCOM at a glance:

The profile of the HESCOM is as indicated below:

Sl. No.	Particulars (As on 30-09-2018)		Statistics
1.	Area	Sq. km.	54513
2.	Districts	Nos.	7
3.	Taluks	Nos.	49
4.	Population	Lakhs	1.66
5.	Consumers as on 30.09.2018	Lakhs	4711239
6.	Energy Sales for FY18	MU	10699.28
7.	Zone	Nos.	2
8.	DTCs	Nos.	151298
9.	Assets	Rs. in Crores	7373.42
10.	HT lines	Ckt. kms	68101.82
11.	LT lines	Ckt. kms	116711.18
12.	<b>Total employees strength:</b>		
A	Sanctioned	Nos.	17182
B	Working	Nos.	9833
13.	Revenue Demand for FY18 *	Rs. in Crores	6887.55
14.	Revenue Collection for FY 18 *	Rs. in Crores	6809.74

\* As per Audited Accounts

### 1.2 The Number of Consumers, Sales in MU and Revenue details of HESCOM in FY18 is as follows:

CATEGORY	No. of Installations	Sales in MU	Revenue in Rs.Crores.
Domestic including BJ/KJ	3303937	1676.30	920.23
Commercial	355003	447.73	417.70
Industrial	113582	320.43	235.23
Agriculture	696647	6054.12	3735.83
HT Industrial	1586	1005.39	696.92
HT Commercial	578	121.80	118.13
Others	134265	1073.51	763.51
<b>Total</b>	<b>4605598</b>	<b>10699.28</b>	<b>6887.55</b>

The Hukeri Rural Electric Co-operative Society Limited, Hukeri (HRECS) is one of the distribution licensees purchasing power from HESCOM on payment of

the bulk supply tariff determined by the Commission. HRECS has filed separate application for approval of Revision of ARR control period FY20-22 and retail supply tariff for its distribution and supply area for the FY20.

HESCOM has filed its application for approval of Annual Performance Review for FY18, Revision of Annual Revenue Requirement (ARR) for FY20-22 and Revision of Retail Supply Tariff for FY20.

HESCOM's application, the objections / views of stakeholders thereon and the Commission's decisions on the approval of Annual Performance Review for FY18, approval of ARR for FY20-22 and Revision of Retail Supply Tariff for FY20 are discussed in detail, in the subsequent Chapters of this Order.