

Annexure - I

Most Immediate

F. No. 1-22/2/32/2010-P&E
Planning Commission (Power &
Energy Division)

Yojana Bhavan,
Sansad Marg, New
Delhi-110 001.

Dated 28-07-2010

OFFICE MEMORANDUM

Subject: High Level Panel on financial position of distribution utilities.

Prime Minister has approved a High Level Panel on 'Financial Position of Distribution Utilities' to look into the financial problems of the SEBs and to identify potential corrective steps particularly in relation to their accounting practices.

2. The composition of the above High Level Panel will be as follows.

- | | | | |
|-------|---|---|----------|
| (i) | Shri V.K. Shunglu, former CAG | - | Chairman |
| (ii) | Shri S.K. Tuteja | - | Member |
| (iii) | CMD/REC | - | Member |
| (iv) | CMD/PFC | - | Member |
| (v) | Chairman, CEA or his representative | - | Member |
| (vi) | Three representatives from SEBs/Discoms | - | Members |
| (vii) | Pr. Adviser (Energy), Planning Commission | - | Convenor |

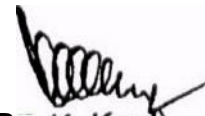
3. The Terms of Reference of the Committee will be :

- Review Accounts of SEBs' and State Distribution Companies as on March 31, 2010 or earlier if updated accounts for the year ended March 31, 2010 are not available.
- Review their Financial Position as on March 31, 2010 and in particular, losses incurred and projected distribution losses over the period April 2010 to March 2017.

- (c) Review Electricity Tariff including the role of (i) State Governments; (ii) State Tariff Regulator; and (iii) SEBs/State Distribution Companies in periodic tariff revision,
- (d) Assess system improvement measures accomplished in distribution of Power, in particular/in urban areas as well as future needs/ plans.
- (e) Examine geographical and spatial compulsions and determine their operational impact.
- (f) Review organizational and managerial structure, manpower employed and future requirements / plans.
- (g) To recommend plan of action to achieve financial viability in distribution of power by 2017.

4. The above Panel will submit its report prior to the commencement of the preparation of the Twelfth Plan. i.e. by 28th February, 2011.

5. Administrative and functional support will be provided by the Power Finance Corporation.



(R. K. Kaul)

Joint Adviser (Power)

Tel:No. 23096718

1. Shri V.K. Shunglu, former CAG
2. Shri S.K. Tuteja
3. Secretary. Ministry of Power, Shram Shakti Bhavan, Rafi Marg, New Delhi.
4. Chairman, Central Electricity Authority, Sewa Bhavan, R.K. Puram, New Delhi-66
5. CMD, Power Finance Corporation Ltd., Urjanidhi, 1, Barakhamba Lane, Connaught Place, New Delhi-110001.
6. CMD, Rural Electrification Corporation Ltd., Scope Complex, Core No.4./, Lodhi Road, New Delhi 110003

Copy forwarded for information to:

1. PS to Deputy Chairman
2. PS to Member (BKC)
3. PS to Member Secretary
4. PS to Principal Adviser (Energy)