Before the Appellate Tribunal for Electricity (Appellate Jurisdiction)

Appeal No. 234, 235, 211 and 215 of 2012

Dated: 7th November, 2012

Present: Hon'ble Mr. Justice M. Karpaga Vinayagam, Chairperson

Hon'ble Mr. Rakesh Nath, Technical Member

In the matter of:

Appeal No. 234 of 2012

Vodafone India Limited Peninsula Corporate Park, Ganpatrao Kadam Marg, Lower Parel, Mumbai – 400 013 ...Appellant (s)

Vs.

- Maharashtra Electricity RegulatoryRespondent (s)
 Commission
 World Trade Centre
 Centre No.1, 13th Floor,
 Cuffe Parade
 Mumbai 400 005
- Maharashtra State Electricity Distribution Company Limited Prakashagad, Plot no. G-9, Bandra (East) Mumbai – 400 051

Counsel for the Appellant (s): Mr. Ramji Srinivasan, Sr. Adv.

Mr. Sandeep Singh Mr. Mahesh Agarwal Mr. Rajeev Kumar Mr. Shamik Bhatt

Counsel for the Respondent (s): Mr. Buddy Ranganadhan

Mr. Abhishek Mitra

Appeal No. 235 of 2012

Vodafone Cellular India Limited 1045/1046, Avinashi Road Coimbatore – 600 018 ...Appellant (s)

...Respondent (s)

Vs.

Maharashtra Electricity Regulatory
 Commission
 World Trade Centre
 Centre No.1, 13th Floor,

Cuffe Parade

Mumbai – 400 005

 Maharashtra State Electricity Distribution Company Limited Prakashgad, Plot no. G-9, Bandra (East) Mumbai – 400 051 Counsel for the Appellant (s): Mr. Ramji Srinivasan, Sr. Adv.

Mr. Sandeep Singh Mr. Mahesh Agarwal Mr. Rajeev Kumar Mr. Shamik Bhatt

Counsel for the Respondent (s): Mr. Buddy Ranganadhan

Mr. Abhishek Mitra

Appeal No. 211 of 2012

Bharti Airtel Limited Interface Building – 7 7th Floor, Malad Link Road Malad (West) Mumbai – 400 064

Vs.

- Maharashtra State Electricity
 Distribution Company Limited
 Prakashgad,
 Plot no. G-9, 5th Floor, Bandra (East)
 Mumbai 400 051
- Maharashtra Electricity Regulatory Commission World Trade Centre Centre No.1, 13th Floor, Cuffe Parade Mumbai – 400 005

...Appellant (s)

...Respondent (s)

Counsel for the Appellant (s): Mr. M.G. Ramachandran

Mr. Anand K. Ganesan Ms. Swapna Seshadri

Counsel for the Respondent (s): Mr. Buddy Ranganadhan

Mr. Akhil Sibal

Mr. Abhishek Mitra Mr. Salim Inamdar

Appeal No. 215 of 2012

Idea Cellular Limited Suman Towers Plot No.18, Sector – 11 Gandhinagar – 382 011 ... Appellant (s)

...Respondent (s)

Vs.

- Maharashtra Electricity Regulatory
 Commission
 World Trade Centre
 Centre No.1, 13th Floor,
 Cuffe Parade
 Mumbai 400 005
- Maharashtra State Electricity Distribution Company Limited Prakashgad, Plot no. G-9, Bandra (East) Mumbai – 400 051

Counsel for the Appellant (s): Mr. Mihir Joshi, Sr. Adv.

Mr. Ramji Srinivasan, Sr. Adv.

Mr. Sandeep Singh Mr. Mahesh Agarwal Mr. Rajeev Kumar Mr. Shamik Bhatt

Counsel for the Respondent (s): Mr. Buddy Ranganadhan

Mr. Akhil Sibal

Mr. Abhishek Mitra Mr. Salim Inamdar

<u>ORDER</u>

These four Appeals have been filed as against the impugned order dated 16.8.2012 passed by Maharashtra Electricity Regulatory Commission approving the Annual Revenue Requirement and determining the Retail Supply Tariff of Maharashtra State Electricity Distribution Co. Ltd. for the FY 2012-13.

2. The Appellants are companies which are engaged in the business of telecommunication to provide voice and data

services to end-consumers. The State Commission is the 1st Respondent. MSEDCL, the distribution licensee is the 2nd Respondent.

- 3. The Appellants being aggrieved by the impugned order dated 16.8.2012 passed by the State Commission changing the consumer tariff category of the Appellants from HT/LT Industrial to HT/LT Commercial have filed these Appeals challenging the same on the grounds that the impugned order has been passed even without any proposal in the petition and without any discussion that too without hearing the Appellants.
- 4. On these grounds, we admitted the Appeals and heard the Learned Counsel for the parties.
- When we have asked the Learned Counsel for the State Commission as well as the distribution licensee

with regard to the grounds of Appeal, the Learned Counsel for the State Commission fairly admitted that there was no indication by the distribution licensee in the public notice issued to the consumers for change in Appellants' consumer category from Industrial to Commercial in the tariff proposal for the FY 2011-12. He also admitted on our query, the State Commission in the impugned order has not made any discussion over the change in the category of the Appellants and suggested that the matter may be remanded to the State Commission for reconsideration on this issue.

6. Ld. Counsel for the distribution licensee (R-2) though has stated that in the schedule of tariff submitted along with tariff petition to the State Commission, the Appellants were included in commercial category has admitted that the distribution licensee had not given any specific proposal for change in the Appellants' category

either in their petition filed before the State Commission or in the public notice.

- 7. Ld. Counsel for the Appellants at this stage pointed out that the impugned order has been passed by the State Commission changing their category despite the fact that Mobile Towers was earlier categorised under industrial category. It is further pointed out that the State Commission earlier had rejected the specific proposal made by the distribution licensee to recategorise them from Industrial to Commercial category at the time of fixing the tariff for FY 2009-10 by order dated 17.9.2009.
- 8. Admittedly, in the present case there was not even a proposal from the distribution licensee for the change of categorization in their petition. That apart, the public notice inviting suggestions/objections on the distribution

licensee's petition for ARR/Tariff for the FY 2012-13 and revision in schedule of charges also did not contain any proposal for change in categorisation of Mobile Towers used for telecommunication activity.

- 9. In spite of this, the impugned order has been passed without any discussion regarding change in the Appellants' category. Though it is pointed out that the tariff schedule attached to the tariff order would indicate Mobile Towers, Micro Wave Towers, Satellite Antennas communication activity for the LT/HT used in Commercial Category there is no specific pleading or proposal in the petition.
- 10. As indicated by the Learned Counsel for the Appellants, Mobile Towers, etc., prior to passing of the impugned order were categorized under the Industrial category and in fact the State Commission in the tariff order for

the FY 2009-10, rejected the specific proposal of the distribution licensee for change in category from Industrial to Commercial.

- 11. Despite this, the impugned order dated 16.8.2012 has been passed by the State Commission changing the consumer category of the Appellants into Commercial without any discussion or reasonings and without hearing the Appellants. Thus, we notice that the principles of natural justice have been violated in the present case.
- 12. We, therefore, deem it fit to set aside the portion of impugned order dated 16.8.2012 regarding recategorisation of Mobile Towers, Micro Wave Towers, Satellite Antennas used for communication activity to HT/LT Commercial Category from HT/LT Industrial

Category prevailing prior to the date of the impugned order. Accordingly the same is set aside.

- 13. However, the distribution licensee (R-2) is given liberty to file a fresh petition containing the proposal regarding re-categorisation of the Appellants in appropriate tariff category before the State Commission which in turn shall consider the same and pass the appropriate orders in accordance with law after hearing all the concerned parties.
- 14. This order will apply to all the consumers coming under the specified category of telecommunication towers. We must make it clear that we do not want to go into the merits of the matter, and as such we are not giving any opinion on this issue. It is for the State Commission to decide the issue after considering the materials placed

by the parties uninfluenced by the conclusion earlier arrived at.

- 15. With this observations, all the Appeals are allowed. However, there is no order as to costs.
- 16. Pronounced in the open court on this 7th day of November, 2012.

(Rakesh Nath)
Technical Member

(Justice M. Karpaga Vinayagam)
Chairperson

 $\sqrt{}$

REPORTABLE Mk