## (TO BE PUBLISHED IN DELHI GAZETTE EXTRAORDINARY PART) GOVERNMENT OF NATIONAL CAPITAL TERRITORY OF DELHI

Delhi Electricity Regulatory Commission Viniyamak Bhawan, C-Block, Shivalik, Malviya Nagar, New Delhi-110017

# DRAFT NOTIFICATION Delhi

F.3(631)/Tariff/DERC/2020-21/6915: In exercise of powers conferred under Section 181 read with Section 61 and Section 86(1)(b) of the Electricity Act, 2003 (Act 36 of 2003) and all other powers enabling it in this behalf, the Delhi Electricity Regulatory Commission hereby makes the following Regulations to amend the Delhi Electricity Regulatory Commission (Business Plan) Regulations, 2019 (hereinafter referred to as "the Principal Regulations"):

#### 1.0 Short Title and Commencement:

- (1) These Regulations may be called the Delhi Electricity Regulatory Commission (Business Plan) (Second Amendment) Regulations, 2021.
- (2) These Regulations shall come into effect from the date of notification.

### 2.0 Amendment of Regulation 30 of Principal Regulations:

In Principal Regulations, Regulation 30 shall be substituted as:

## Mechanism for Recovery of Power Purchase Cost Adjustment Charges

The mechanism for recovery of Power Purchase Cost Adjustment Charges (PPAC) in terms of the Regulation 134 of the *DERC (Terms and Conditions for Determination of Tariff) Regulations*, 2017 from FY 2020-21 to FY 2022-23 of the Distribution Licensees shall be as follows:

- (1) The Commission shall specify the detailed formula for computation of PPAC in the Tariff Order for the relevant year.
- (2) The Distribution Licensees shall compute the PPAC for any month as per the specified formula for that relevant year:

Provided that bills received between 1st day of the month and last day of the month only is to be considered for computation of PPAC.

- (3) The treatment of PPAC computation as per the specified formula shall be as follows:
  - a) in case PPAC does not exceed 5% for any month, the Distribution Licensees may levy PPAC at 90% of computed PPAC with prior intimation to the Commission without going through the regulatory proceedings.
  - b) in case PPAC exceeds 5% for any month, the Distribution Licensees may levy PPAC of 5% and 75% of balance PPAC (Actual PPAC% 5%) with prior

intimation to the Commission without going through the regulatory proceedings.

- (4) The Distribution Licensees may file Petitions for claiming differential PPAC, if any, over and above the self-levy PPAC of past six months. Filing of PPAC Petitions for the period Apr-Sept is by 15<sup>th</sup> October and for period Oct-Mar is by 15<sup>th</sup> April.
- (5) The Distribution Licensees shall upload the computation of PPAC indicating the variation in Station-wise Energy Charges per unit, within two (2) days from the end of the month on its website before the same is levied in the consumers' electricity bills with intimation to the Commission.
- (6) Revenue billed on account of PPAC by the Distribution Licensees, without going through the regulatory proceedings, shall be trued up along-with the Power Purchase Cost of the relevant year and no Carrying Cost shall be allowed due to under-recovery of revenue for the same year.
- (7) Revenue billed on account of PPAC by the Distribution Licensees, without going through the regulatory proceedings, shall be trued up along-with the Power Purchase Cost of the relevant year and Carrying Cost shall be at 1.20 times of carrying cost rate on the excess revenue recovered for the same year.

(Mukesh Wadhwa)

Secretary

Date: 25.06.2021

Place: Delhi