



Delhi Electricity Regulatory Commission
Viniyamak Bhawan, 'C' Block, Shivalik, Malviya Nagar, New Delhi –110 017.

F.11 (2384)/DERC/2025-26/8619

Petition No. 57/2025

In the matter of: Petition regarding levy of Power Purchase Cost Adjustment Charges (PPAC) for the Quarter of April, 2025 to June, 2025 (Q-1) in NDMC Area in accordance with Regulation No. 30 of DERC of Business Plan Regulation 2023 read with Regulation No. 134 of the Terms and Conditions for determination of Tariff Regulation-2017

New Delhi Municipal Council.

... Petitioner

Coram:

Sh. Surender Babbar, Member and Sh. Ram Naresh Singh, Member

Appearance:

Mr. Ravi Kishan Chandna, Ld. Counsel for the Petitioner

ORDER

(Date of Order: 01.04.2026)

1. The instant Petition has been filed by the Petitioner/New Delhi Municipal Council (NDMC) seeking permission to levy and consequently recover the Power Purchase Cost Adjustment Charges (hereinafter "PPAC") from its consumers for the period from April' 2025 to June' 2025, i.e., Q1 of FY 2025-26, with the following prayers:
 - a. To take on record that the Petitioner/NDMC will levy a PPAC of 8.75% on the bills of consumers 'for a period of 3 months' in Quarter – 1 (April' 2025 to June' 2025) FY 2025-26; and
 - b. In terms of Business Plan Regulations 2023, for the Quarter – 1 i.e. April' 2025 to June' 2025, permit the Petitioner/NDMC to levy the PPAC claim of 30.14% (i.e. 38.89% - 8.75%) on the bills of all consumers for the period of three months.
2. The Commission admitted the Petition vide its Record of Proceedings dated 03.12.2025 with directions that if any clarifications are required by the Officers of the Commission, the same shall be provided by the Petitioner.

3. During scrutiny of the PPAC claimed in the Petition and data received from the Petitioner, it is observed that approximately 80% of the total power purchased by the Petitioner in the current quarter is from short-term and medium-term sources, cost of which is much less than the cost of power from long-term sources. Since the Petitioner will be charging PPAC on the total power purchase cost, i.e., from long-term as well as short-term and medium-term power purchase, the additional PPAC as claimed by the Petitioner will be a substantial increase in the consumer Tariff for the current quarter. Therefore, considering the fact that the Petitioner is already recovering *suo-moto*, the PPAC @ 8.75% on the total quantum of the power purchase during current quarter, the Commission is not inclined to permit any additional PPAC to the Petitioner. Hence, the prayer of the Petitioner seeking permission to levy the PPAC claim of 30.14% (i.e. 38.89% - 8.75%) on the bills of all consumers for the period of three months cannot be allowed at this stage. However, the Petitioner is at liberty to levy *suo-moto* PPAC within the permissible limits. Surplus/deficit, if any, will be allowed with carrying cost, subject to prudence check of Power Purchase and Transmission Bills, in True-up of the relevant Financial Year.
4. Ordered accordingly.

Sd/-
(Surender Babbar)
Member

Sd/-
(Ram Naresh Singh)
Member