



Delhi Electricity Regulatory Commission
Viniyamak Bhawan, 'C' Block, Shivalik, Malviya Nagar, New Delhi –110017.

F.11(2033)/DERC/2022-23/7542

Petition No. 54/2022

**In the matter of : Petition regarding levy of Power Purchase Adjustment Cost (PPAC)
for the quarter of January, 2022 to March, 2022.**

New Delhi Municipal Council

.... Petitioner

Coram:

**Hon'ble Shri Justice Shabihul Hasnain 'Shastri', Chairperson
Hon'ble Dr. A. K. Ambasht, Member**

Appearance:

Mr. Tushar Sannu, Adv., NDMC

ORDER

(Date of Order:09.01.2023)

1. The instant Petitions have been filed by New Delhi Municipal Council (NDMC) seeking permission of the Commission to Levy and consequently recover the Power Purchase Adjustment Charges (herein after called PPAC) pertaining to the quarter January' 2022 to March' 2022 in accordance with Regulation 30 of the Business Plan Regulations, 2019.
2. The petitioner has prayed the following:
 - a. Take on record that the Petitioner/NDMC would levy a PPAC of 8.75% for the Quarter January'2022 to March'2022, on the bills of all consumers for a period of three months in terms of the extant Regulations and the Petitioner's letter dated 22.09.2022.
 - b. In terms of the Business Plan Regulations 2019, for the Quarter January 2022 to March, 2022 permit the Petitioner/NDMC to levy the balance PPAC claim of 29.99% (i.e. 38.74% - 8.75%) on the bills of all consumers for a period of three months.

WEAR FACE MASK

WASH HANDS REGULARLY

MAINTAIN SOCIAL DISTANCING

3. **PETITIONER'S SUBMISSION:**

- i. In accordance with Regulation 30 of the Business Plan Regulations, 2019, the PPAC for the period of January'2022 to March'2022 works out to 38.74%.
- ii. The Petitioner has levied PPAC of 8.75% pertaining to the period January, '2022 to March' 2022 from the respective next billing cycles, i.e. for next three months, in terms of Business Plan Regulations, 2019.
- iii. Based on the audited accounts and records, the Petitioner has calculated the differential PPAC percentage for the period January, 2022 to March, 2022 in line with the PPAC methodology specified by the Commission is 29.99% i.e. (38.74% – 8.75%).

COMMISSION'S ANALYSIS:

4. The Commission vide its Order dated 30/09/2022 keeping in view the steep increase in Gas prices over few months has allowed 22.18% PPAC to NDMC on provisional basis until further orders.
5. The Figures and Formula as submitted by the Petitioner have been examined on the basis of Audited Power Purchase Certificate and actual bills submitted by the Petitioner.
6. Accordingly, the brief detail of the PPAC to be allowed by the Commission is as under:

Sr. No.	Particular	Unit	Q1
A	Total units procured in last quarter from Power stations having long term PPAs	MU	144.20
B	Proportionate bulk sale of power from Power stations having long term PPAs in (n-1)th Qtr (in kWh)	MU	10.53
C	Difference in Actual average Power Purchase Cost (PPC) vs. Projected average Power Purchase Cost (PPC) from power stations	Rs./kWh	4.46
D	Actual Transmission Charges paid in the (n-1)th Qtr	In Rs. Cr	8.10
E	Base Cost of Transmission Charges for (n-1)th Qtr = (Approved Transmission Charges/4)	In Rs. Cr	23.13
Z	Power Purchased		114.34
	PPAC		38.97%

7. In view of above, the PPAC for Q4 of FY 2021-22 is as follows:

A	B	C	D	E	F	G
Quarter of FY 2022-23	PPAC claimed By NDMC	PPAC self- levied by NDMC	Differential PPAC Sought (B-C)	Actual PPAC as per Bills verification and prudence check	Balance PPAC (%) (E-C)	Ongoing PPAC
Q4 of FY 2021- 22	38.74%	8.75%	29.99%	38.97%	30.22%	22.18%

8. The Commission allows NDMC to recover 5.82% of the balance PPAC for a period of 3 months from the date of issuance of the Order over and above the existing PPAC of 22.18% allowed vide Order dated 30/09/2022 and the balance will be subsumed appropriately in the ensuing Tariff Order.

9. Ordered accordingly.

Sd/-
(Dr. A.K. Ambast)
Member

Sd/-
(Justice Shabihul Hasnain 'Shastri')
Chairperson