



Delhi Electricity Regulatory Commission
Viniyamak Bhawan, 'C' Block, Shivalik, Malviya Nagar, New Delhi – 17.

No. F.11(1705)/DERC/2019-20/6547

Petition No. 41/2019

**In the matter of : Petition for approval of Differential claim of PPAC for Quarter
October to December 2018 of FY 2018-19.**

New Delhi Municipal Council (NDMC)

.... Petitioner

Coram: Hon'ble Mr. Justice S S Chauhan, Chairperson

ORDER

(Date of Order: 29.08.2019)

1. The instant Petition has been filed by New Delhi Municipal Council (NDMC) for allowing to levy differential Power Purchase Adjustment Cost (PPAC) pertaining to Quarter from October to December, 2018 in accordance with Section 62 (4) of the Electricity Act, 2003 read with Regulation 134 of DERC (Terms and Conditions for determination of Tariff) Regulations, 2017 along with Regulation 30 of the DERC (Business Plan) Regulations, 2017 read with Tariff Order for FY 2018-19 dated 28.03.2018. of FY 2017-18.
2. Petitioner's submission:
 - i. Based on the audited accounts and records of the Petitioner the overall PPAC for the Quarter October to December 2018 of Financial Year 2018-19 is 6.08%. As per Regulations, the Petitioner is levying the PPAC charges on the consumers to the extent of 4.50%. The detailed calculations towards the same have been put on the website of the Petitioner.
 - ii. The instant petition has been filed for seeking permission of this Commission to levy differential PPAC claim of 1.58% i.e. (6.08%-4.5%) on the consumers of the Petitioner.

iii. PPAC for October to December 2018 has been computed as per figure and formula as indicated in the following table:

Legends	Description	Units	Details
A	Total units Procured from Power Stations having long term PPAs	MU	318.48
B	Proportionate bulk sale of power	MU	46.88
C	Difference in base and actual PPC	Rs/kWh	0.60
D	Actual Transmission charges	Rs Crore	19.11
E	Approved Transmission Charges	Rs Crore	24.39
Z	Units on which PPAC shall be applicable	MUs	266.99
Losses	Distribution Losses	%age	9.63 %
ABR	<u>Revenue at Revised tariff (Rs.Cr)</u> Approved Energy sales(MU)	Rs/kWh	7.81
PPAC%	PPA for nth Qtr. (%) = $\frac{(A-B)*C+(D-E)-F}{Z*(1-\text{Distribution losses in \%})}*ARR$ 100	5.84%	

3. Commission's Analysis:
- i. 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. On scrutiny, the following has been observed :-

a. The Petitioner did not reduce the Rebate amount from power generation cost and transmission cost; and

b. The Petitioner has not correctly considered the Average Billing Rate (Rs/kWh).

ii. PPAC for the Quarter from October to December 2018 of FY 2018-19 in respect of the Petitioner NDMC calculated as per the PPAC formula is 5.84%.

iii. In view of the above, differential PPAC of 1.34% for the Quarter from October to December 2018 is allowed to the Petitioner.

4. Ordered accordingly.

Sd/-

(Justice S S Chauhan)

Chairperson