

## दिल्ली विद्युत विनियामक आयोग

## **Delhi Electricity Regulatory Commission**

Viniyamak Bhawan, C-Block, Shivalik, Malviya Nagar, New Delhi-110017 Phone: 011-26673617 Fax: 011-26673608

e-mail: secyderc@nic.in Website: www.derc.gov.ln



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Dated: 30.05.2013

To

Secretary New Delhi Municipal Council Palika Kendra New Delhi

Subject: - Power Purchase Cost Adjustment Charges (PPAC)

The Commission has received application dated 09.05.2013 from NDMC, regarding Power Purchase Cost Adjustment Charges (PPAC) for the quarter Jan.-Mar., 2013(Q4) in compliance with the order of the Commission dated 13.07.2012.

- 2. NDMC has sought an increase of 0.86% on account of Power Purchase Cost Adjustment Charges for O4.
- Preliminary Examination of the application reveals that the claim of PPAC has been made based on current bills in line with Commission's approach of not considering the supplementary bills and past arrears as has been adopted in earlier quarters this year as well as for evaluating the Fuel Price Adjustment Charges (FPAC) in prior periods.
- 4. On the basis of the information submitted by NDMC and considering the first power purchase bills raised by Generation Companies excluding arrears etc., the Commission approves the Power Purchase Cost Adjustment Surcharge @ 1% on a provisional basis for the period 01.06.2013 to 31.08.2013 or till further order.
- It is clarified that Power Purchase Cost Adjustment Charge is a component of tariff and its application shall be in the same manner as in the case of a tariff revision i.e. it shall be applicable only on the pro-rata consumption with effect from 01.06.2013. Further, it is clarified that the above PPAC is to be levied only on the basis of energy consumed from 01.06.2013 onwards for a period of 3 months upto 31.08.2013 or till further order whichever is earlier. The consumption shall be determined on a pro-rata basis if meter reading includes the consumption of the period before 01.06.2013 or after 31.08.2013.
- 6. It is clarified that :
  - a) The PPAC surcharge of 1% replaces the earlier PPAC surcharge of 2% which is valid till 31.05.2013.
  - b) The percentage increase on account of PPA will be applied as a surcharge on the total energy and fixed charges (excluding arrears, LPSC, E-Tax etc.) billed to a consumer of the utility.
  - The bill format shall clearly identify the PPA percentage and amount of PPA billed as separate entries.
  - The PPAC should be levied after considering rebate on energy charges, if any, available to the consumers.

This issues with the approval of the Commission.

Yours faithfully.

Secretary