



# दिल्ली विद्युत विनियामक आयोग

## Delhi Electricity Regulatory Commission

Viniyamak Bhawan, C-Block, Shivalik,

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Dated: 02.05.2014

To,

The Chief Executive Officer,  
BSES Yamuna Power Ltd  
Shakti Kiran Building  
Karkardooma  
New Delhi-110 092

The Chief Executive Officer,  
BSES Rajdhani Power Ltd  
BSES Bhavan,  
Nehru Place  
New Delhi-110019

The Chief Executive Officer,  
Tata Power Delhi Distribution Ltd.,  
33 KV Grid Sub-station,  
Hudson Lane,  
Kingsway Camp,  
Delhi – 110 009

**Subject: - Power Purchase Cost Adjustment Charges (PPAC).**

Sir,

The Commission has received requests dated 25.04.2014, 29.04.2014 & 30.04.2014 from TPDDL, BRPL & BYPL respectively regarding Power Purchase Cost Adjustment Charges (PPAC) for the quarter January 2014- March 2014 (Q4) in compliance with the Order of the Commission dated 31.07.2013.

2. TPDDL, BRPL & BYPL have sought an increase of 15.478%, 14.3% & 32.51% against Q4 (January 2014- March 2014) based upon all the bills received during the quarter on account of Power Purchase Cost Adjustment Charges. Earlier TPDDL, BRPL & BYPL have claimed an increase of 13.272%, 11.6% & 23.8% against Q3 (October, 2013- December, 2013) based upon all the bills received during the Quarter.

3. Due to delay in submission of Power Purchase Cost Adjustment Charges (PPAC) claims for the quarter January 2014- March 2014 (Q4), there is no sufficient time for seeking additional relevant information and for scrutiny of data submitted by the DISCOMs with PPAC claims.

4. The existing PPAC order dated 31.01.2014 is applicable upto 30.04.2014 and new PPAC order shall be applicable w.e.f. 01.05.2014. PPAC claims submitted by DISCOMs for Q4 FY 2014 (January 2014- March 2014) are higher than Q3 FY 2014 (October, 2013- December, 2013) and tariff order for FY 2014-15 is also expected soon.

5. In view of the above, the Commission has decided provisionally to extend the existing PPAC surcharge as per Order dated 31.01.2014 for the period 01.05.2014 to 31.07.2014 or till further order whichever is earlier as follows:-

BRPL	6.0%
BYPL	8.0%
TPDDL	7.0%

Contd...2

(2)

The overall Power Purchase Cost pertaining to the financial year will be considered in truing up of ARR for the relevant financial year.

6. It is clarified that Power Purchase Cost Adjustment Charges 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 01.05.2014. Further, it is clarified that the above PPAC is to be levied only on the basis of energy consumed from 01.05.2014 onwards for a period of 3 months upto 31.07.2014 or till further order whichever is earlier. The consumption shall be determined on a pro-rata basis if meter reading includes the consumption for the period before 01.05.2014 or after 31.07.2014.

7. It is also clarified that:-

- (a) The percentage increase on account of PPAC 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.
- (b) The bill format shall clearly identify the PPAC percentage and amount of PPAC surcharge billed as separate entries.
- (c) The distribution licensee should levy PPAC after considering rebate on energy charges, if any, available to the consumer.
- (d) PPAC surcharge should not be levied on the 8% surcharge and also the 8% additional surcharge towards recovery of past accumulated deficit is not to be levied on PPAC.

This issues with the approval of the Commission.

Yours faithfully,

ok  25/7/2014  
(Jayshree Raghuraman)  
Secretary