

दिल्ली विद्युत विनियामक आयोग

Delhi Electricity Regulatory Commission



F.3(361)/Tariff/DERC/2013-14/4308/ 1964

Dated: 13.11.2014

Τo,

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

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

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

Subject: - Power Purchase Cost Adjustment Charges (PPAC)

Sir,

The Commission has received requests dated 21.10.2014, 17.10.2014 & 17.10.2014 from TPDDL, BRPL & BYPL respectively regarding Power Purchase Cost Adjustment Charges (PPAC) for the quarter July 2014 - September 2014 (Q2FY15) in pursuance to the Tariff Order of the Commission dated 23.07.2014.

- 2. TPDDL, BRPL & BYPL have sought an increase of 7.42%, 7.26% & 17.01% against July 2014 September 2014 (Q2FY15) based upon all bills received during the quarter on account of PPAC. The Commission vide its PPAC Order dtd. 02.05.2014 had approved PPAC of 6.0%, 7.0% and 8.0% for BRPL, TPDDL, BYPL respectively. This PPAC was discontinued since the implementation of revised Tariff Schedule dtd. 17.07.2014.
- 3. The Commission has revised the PPAC formula in the Tariff Order of FY 2014-15 dated 23 July, 2014 and has included variation in Transmission Charges and Arrears payable to GENCOs/TRANSCOs. On the basis of scrutiny of documents submitted by the DISCOMs and also considering the fact that power from some of the stations have been regulated in case of BYPL and other relevant factors including non reconciliation of data by utilities with the generators,

विनियामक भवन, सी-ब्लाक, शिवालिक, मालवीय नगर, नई दिल्ली-110 017

Viniyamak Bhawan, C-Block, Shivalik, Malviya Nagar, New Delhi-110017 Phone: 26673272, Fax 26673608, e-mail: dirtariff@derc.gov.in, Website:www.derc.gov.in the Commission approves the following PPAC on a provisional basis for the period of 3 months i.e., 15.11.2014 to 14.02.2015 or till further Orders, whichever is earlier:-

DISCOM	PPAC (%)
BRPL	4.5
BYPL	7.0
TPDDL	2.5

The overall Power Purchase Cost pertaining to FY 2014-15 will be considered in Truing up of ARR for the relevant financial year.

- 4. 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 15.11.2014. Further, it is clarified that the above PPAC is to be levied only on the basis of energy consumed from 15.11.2014 onwards for a period of 3 months upto 14.02.2015 or till further Orders, whichever is earlier. The consumption shall be determined on a pro-rata basis if meter reading includes the consumption for the period before 15.11.2014 or after 14.02.2015.
- 5. 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 shall levy PPAC after considering rebate on energy charges, if any, available to the consumer.
 - (d) PPAC surcharge shall not be levied on the 8% surcharge and
 - (e) The 8% additional surcharge towards recovery of past accumulated deficit shall not be levied on PPAC.

This issues with the approval of the Commission.

Yours faithfully,

Secretary Secretary