

Delhi Electricity Regulatory Commission

Viniyamak Bhawan, 'C' Block, Shivalik, Malviya Nagar, New Delhi - 17.

No. F.11(889)/DERC/2013-14/

Petition No. 18/2013

In the matter of:

Petition seeking approval of the Hon'ble Commission to discontinue power procurement from uneconomic unviable and imprudent PPA's commercial arrangement and agreement with Aravali Power Company Private Limited in the interest of consumers of Petitioner's licensed area of supply in NCT of Delhi.

Tata Power Delhi Distribution Limited NDPL House, Hudson Lines, Kingsway Camp, Delhi 110 009

.....Petitioner

Vs.

Aravali Power Company Private Ltd. NTPC Bhawan, Core 7, Scope Complex, Institutional Area, Lodi Road, New Delhi 110 003

....Respondent

Coram:

Sh. P.D. Sudhakar, Chairman, Sh. Shyam Wadhera, Member & Sh. J.P. Singh, Member.

Appearance:

- 1. Mr. Alok Shankar, Adv. TPDDL
- Mr. Ajay Kapoor, TPDDL
 Mr. Anurag Bansal, TPDDL

ORDER

(Date of Hearing: 11.06.2013) (Date of Order 27.06.2013)

- Ld. Counsal for the Petitioner submitted that the cost of Power scheduled from Aravali Power Company Pvt. Ltd. (APCPL)has surpassed all estimates and assurance of power purchase cost as represented by APCPL, at the time of entering into Power Purchase Agreement. He has further submitted that further procurement of power from APCPL would be prejudicial to the interest of consumers of Delhi and also commercially not viable. The variable charge of power is Rs. 3.50/kWh and the capacity charge is Rs. 1.86/kWh.
- 2. Ld. Counsel further submitted that Power Purchase Agreement with APCPL has adverse impact on its power purchase cost and adversely affects the consumer's interest.

- 3. In response to a query from the Commission, the Petitioner clarified that they expect to be surplus for a period of 3 to 5 years and the demand for power may not justify purchase from this station till 2017-18.
- 4. Considering the above submission, the Commission permits the Petitioner to explore the possibility of re-assignment of the PPA to alternative buyers for a period of upto 5 years, after which the requirement from this station can be reassessed and an appropriate decision taken regarding utilisation/further reassignment of PPA.
- 5. This Petition is disposed off.
- 6. Ordered accordingly.

Sd/- Sd/- Sd/(J.P. Singh) (Shyam Wadhera) (P.D. Sudhakar)
MEMBER MEMBER CHAIRMAN