



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

No. F.11(1657)/DERC/2018-19/6372

Petition No. 06/2019

In the matter of : Petition for seeking approval to levy differential Power Purchase Adjustment Charges pertaining to the Quarter from July 2018 to September 2018.

Tata Power Delhi Distribution Ltd.

.... Petitioner

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

ORDER

(Date of Order: 28.05.2019)

1. The aforesaid Petition has been filed by Tata Power Delhi Distribution Limited (TPDDL) for allowing to levy differential Power Purchase Cost Adjustment Charges (PPAC) pertaining to Quarter July 2018 to September 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.
2. Petitioner's submission:
 - i. Based on the audited accounts and records of the Petitioner for the period commencing from July 2018 and ending in September 2018 of FY 2018-19, the Petitioner has calculated the proposed PPAC % in line with the PPA methodology specified by the Commission. Accordingly, the PPAC based on all the bills has been calculated and it sums up to 5.40%.
 - ii. In line with the directions of this Commission, the Petitioner has levied PPAC of 4.5% pertaining to the period from July 2018 to September 2018 from the next billing cycle, i.e. for next three months with effect from 17.11.2018.

- iii. The instant petition has been filed for seeking permission of this Commission to levy differential PPAC claim of 0.90% i.e. (5.40%-4.5%) on the consumer of the Petitioner.
3. Subsequently, the Petitioner filed an amendment in the petition which was allowed vide Order dated 18.02.2019. The Petitioner in its amendment application has submitted that one THDC invoice amounting to INR 1,23,46,642 is under dispute, which was not paid by the petitioner. However, while computing the PPAC for Quarter 2 (July 2018 to September 2018), the said amount was inadvertently included and submitted as part of the present petition. Accordingly, the said THDC invoice of INR 1,23,46,642 requires to be excluded from the PPAC computation for Quarter 2. By excluding this invoice of THDC from calculation of PPAC for Quarter 2, the PPAC shall have a marginal change from 5.4% to 5.34%.
4. PPAC from July 2018 to September 2018 has been computed as per figure and formula as indicated in the following table:

Legend	Description	Unit	Details
A	Total units procured from long term PPAs	MUs	2864
B	Proportionate Bulk Sale of Power	MUs	367
C	Difference in base and actual PPC	Rs./kWh	0.35
	transmission charges	In Rs. Cr	199.9
	Pension Trust		0.0
D	Actual Tx Cost	In Rs. Cr	199.9
	Approved Transmission charges	In Rs. Cr	194.9
	Pension Trust		0.0
E	Base Transmission charges	In Rs. Cr	194.9
Z	Units on which PPAC shall be applicable	MUs	2427.38
Losses	Distribution Losses	%age	8.19
ABR	<u>Revenue at Revised tariff</u> Approved Energy sales	Rs./kWh	7.71
PPAC	PPA for nth Qtr. (%) = $\frac{(A-B)*C+(D-E)}{Z*(1-\text{Distribution losses in } \%)}*ARR$ 100		5.34%

5. 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, it is observed that the Petitioner has wrongly considered the power purchase cost pertaining to previous year arrears of IP Station. This cannot be considered as the same did not form the base Power Purchase Cost for FY 2018-19.
- ii. PPAC for the Quarter from July 2018 to September 2018 for FY 2018-19 in respect of the Petitioner TPDDL calculated as per the PPAC formula is 5.15%.
- iii. In view of the above, differential PPAC of 0.65% for the Quarter from July 2018 to September 2018 is allowed to the Petitioner. However, as the period for recovery of PPAC is already over and now it has turn out to be an arrear, the Petitioner shall claim the amount pertaining to this differential PPAC through ARR Petition for FY 2019-20, which is under process and going to be finalised soon.

6. Ordered Accordingly.

Sd/-
(Justice S S Chauhan)
Chairperson