

Delhi Electricity Regulatory Commission

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

No. F.11(1700)/DERC/2019-20/6517

Petition No. 35/2019

In the matter of: Petition for allowing to Levy Differential Power Purchase Cost Adjustment Charges (PPAC) pertaining to the Quarter from January to March 2019.

M/s Tata Power Delhi Distribution Ltd.

.... Petitioner

Coram: Hon'ble Mr. Justice \$ \$ Chauhan, Chairperson

<u>ORDER</u>

(Date of Order: 29.08.2019)

1. The instant Petition has been filed by Tata Power Delhi Distribution Limited (TPDDL) for allowing to levy differential Power Purchase Cost Adjustment Charges (PPAC) pertaining to the Quarter January to March 2019 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 Quarter from January to March 2019, 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 10.92%. The petitioner has levied provisional PPAC of 4.5% from the next billing cycle, i.e. for next three months with effect from 17th May 2019.
- ii. The instant petition has been filed for seeking permission of this Commission to levy differential PPAC claim of 6.42% i.e. (10.92%-4.5%) on the consumers of the Petitioner.

iii. PPAC for the period commencing from January to March 2019 has been computed as per figure and formula as indicated in the following table:

Legends	Description	Units	Details
Α	Total units procured from long term PPAs	MUs	2,406.61
В	Proportionate Bulk Sale of Power	MUs	493.14
С	Difference in base and actual PPC	Rs./kWh	0.65
D	Actual Transmission charges	In Rs. Cr	176.23
Е	Base Transmission charges	In Rs. Cr	194.92
Z	Units on which PPAC shall be applicable	MUs	1854.45
Losses	Distribution Losses	%age	8.19%
ABR	Revenue at Revised tariff Approved Energy sales	Rs./kWh	7.71
PPAC	PPAC (nth Qtr) %= (A-B)*C+(D-E)/((Z*(1-Distribution Loss in %)*ABR) 100	8.06%	

3. 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 submitted its PPAC claim based on SLDC data pertaining to Power Purchase and Sale for the month of February, 2019 which was subsequently revised by SLDC. The revised data has been considered by the Commission. Further, the Petitioner has considered a higher Power Purchase Cost (Rs/kWh) than the Power Purchase Cost mentioned in the audited power purchase certificate. The Power Purchase Cost (Rs/kWh) as mentioned in the audited power purchase certificate has been considered for PPAC calculation.
- Accordingly, PPAC for the Quarter from January to March 2019 in respect of the Petitioner TPDDL calculated as per the PPAC formula is 8.06%.
- iii. In view of the above, differential PPAC of 3.56% for the Quarter January to March 2019 is allowed to the Petitioner.
- 4. Ordered Accordingly.

Sd/-(Justice S S Chauhan) Chairperson