# CENTRAL ELECTRICITY REGULATORY COMMISSION NEW DELHI

## **Petition No. 224/TT/2013**

Coram:

Shri Gireesh B. Pradhan, Chairperson Shri V.S. Verma, Member Shri M. Deena Dayalan, Member Shri A. K. Singhal, Member

Date of Hearing: 21.11.2013
Date of Order: 16.12.2013

#### In the matter of

Approval under Regulation 86 of Central Electricity Regulatory Commission (Conduct of Business) Regulations, 1999 and Central Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2009 for determination of transmission tariff for (A) LILO of 400 kV Simhapuri & Meenakshi-Nellore D/C quad line (b) associated bays and common system at Nellore Pooling station for ISGS Projects in Krishnapatnam area of Andhra Pradesh for the period from DOCO to 31.3.2014 in Southern Region for tariff block 2009-14.

#### And in the matter of

Power Grid Corporation of India Limited, "Saudamani", Plot No.2, Sector-29, Gurgaon -122 001.

.....Petitioner

- Vs
- 1. Karnataka Power Transmission Corporation Ltd. (KPTCL), Kaveri Bhavan, Bangalore-560 009.
- Transmission Corporation of Andhra Pradesh Ltd. (APTRANSCO), Vidyut Soudha, Hyderabad-500 082.
- Kerala State Electricity Board (KSEB), Vaidyuthi Bhavanam, Pattom, Thiruvananthapuram-695 004.
- 4. Tamil Nadu Generation and Distribution Corporation Ltd. NPKRR Maaligai, 800, Anna Salai, Chennai-600 002.

- Electricity Department, Government of Goa, Vidyut Bhawan, Panaji, Near Mandvi Hotel, Goa-403 001.
- 6. Electricity Department, Government of Pondicherry, Pondicherry-605 001.
- 7. Eastern Power Distribution Company of Andhra Pradesh Ltd. (APEPDCL), APEPDCL, P&T Colony, Seethmmadhara, Vishakhapatnam, Andhra Pradesh.
- Southern Power Distribution Company of Andhra Pradesh Ltd. (APSPDCL), Srinivasasa Kalyana Mandapam Backside, Tiruchanoor Road, Kesavayana Gunta, Tirupati-517 501.
- Central Power Distribution Company of Andhra Pradesh Ltd. (APCPDCL), Corporate Office, Mint Compound, Hyderabad-500 063.
- 10. Northern Power Distribution Company of Andhra Pradesh Ltd. (APNPDCL), Opp. NIT Petrol Pump, Chaitanyapuri, Kazipet, Warangal-506 004.
- Bangalore Electricity Supply Company Ltd. (BESCOM), Corporate Office, K. R. Circle, Bangalore-560 001.
- Gulbarga Electricity Supply Company Ltd. (GESCOM), Station Main Road, Gulbarga. Karnataka.
- 13. Hubli Electricity Supply Company Ltd. (HESCOM), Navanagar, PB Road, Hubli, Karnataka.
- 14. MESCOM Corporate Office, Paradigm Plaza, AB Shetty Circle, Mangalore-575 001.

Counsel/Representatives of the Petitioner

: Shri S.S Raju, PGCIL Shri Mohd. Mohsin, PGCIL Shri Anil Kumar Meena, PGCIL

Shri B.K. Sahoo, PGCIL

Counsel/Representative of the Respondent

: Shri Padamjit Singh, PSPCL

## ORDER

In the instant petition the petitioner, Power Grid Corporation of India Limited (PGCIL) has sought approval for transmission tariff for (A) LILO of 400 kV Simhapuri & Meenakshi-Nellore D/C quad line (b) associated bays and common system at Nellore Pooling station for ISGS Projects in Krishnapatnam area of Andhra Pradesh for the period from date of commercial operation to 31.3.2014 in Southern Region for tariff block 2009-14, under Central Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2009 (hereinafter referred to as "2009 Tariff Regulations"). Further, the petitioner has requested for grant of provisional tariff as per 2009 Tariff Regulations, pending determination of final tariff.

- 2. Regulation 5 of the 2009 Tariff Regulations provides as under:-
  - "Application for determination of tariff (1) The generating company or the transmission licensee, as the case may be, may make an application for determination of tariff in accordance with Central Electricity Regulatory Commission (Procedure for making of application for determination of tariff, publication of the application and other related matters) Regulations, 2004, as amended from time to time or any statutory reenactment thereof, in respect of the units of the generating station or the transmission lines or sub-stations of the transmission system, completed or projected to be completed within six months from the date of application.
  - (2) The generating company or the transmission licensee, as the case may be, shall make an application as per **Appendix I** to these regulations, for determination of tariff

based on capital expenditure incurred duly certified by the auditors or projected to be incurred up to the date of commercial operation and additional capital expenditure incurred duly certified by the auditors or projected to be incurred during the tariff period of the generating station or the transmission system:

Provided that in case of an existing project, the application shall be based on admitted capital cost including any additional capitalization already admitted up to 31.3.2009 and estimated additional capital expenditure for the respective years of the tariff period 2009-

Provided further that application shall contain details of underlying assumptions for projected capital cost and additional capital expenditure, where applicable.

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(4) Where application for determination of tariff of an existing or a new project has been filed before the Commission in accordance with clauses (1) and (2) of this regulation, the Commission may consider in its discretion to grant provisional tariff upto 95% of the annual fixed cost of the project claimed in the application subject to adjustment as per proviso to clause (3) of this regulation after the final tariff order has been issued:

Provided that recovery of capacity charge and energy charge or transmission charge, as the case may be, in respect of the existing or new project for which provisional tariff has been granted shall be made in accordance with the relevant provisions of these regulations."

3. As per Regulation 5(4) of the 2009 Tariff Regulations, the Commission may in its discretion grant provisional tariff if an application has been filed under Regulation 5(1) and (2) of the 2009 Tariff Regulations. Regulation 5(1) of the 2009 Tariff Regulations provides that the application for tariff should be made in accordance with the Central Electricity Regulatory Commission (Procedure for making of application for determination of tariff, publication of the application and other related matters) Regulations, 2004 (hereinafter referred to as "2004 Regulations"). Regulation 5(2) of 2009 Tariff Regulations provides that the application shall be made as per Appendix to the 2009 Tariff Regulations.

- 4. The petitioner has made the application as per the Appendix to the 2009 Tariff Regulations. The petitioner has also complied with the requirements of 2004 Regulations, such as service of the copy of the application on the beneficiaries, publication of notice and web hosting of the application, etc.
- 5. The petition was heard on 21.11.2013 and order was reserved. During the hearing of other petitions regarding provisional tariff on 3.12.2013, the representative of the petitioner submitted that no provisional tariff was granted in the instant petition. He requested to grant provisional tariff and submitted that the asset was already put under commercial operation on 1.4.2013.
- 6. We have considered the submissions of the petitioner. Grant of final tariff in the matter is likely to take some time and as the asset has already been commissioned and put into use, we are inclined to grant provisional tariff. Accordingly, the following provisional tariff is granted:-

(₹ in lakh)

Asset	DOCO	Annual transmission charges claimed for the year 2013-14	Annual transmission charges allowed for the year 2013-14
LILO of 400 kV Simhapuri & Meenakshi-Nellore D/C quad line (b) associated bays and common system at Nellore Pooling station	1.4.2013	1935.81	1742.23

7. The provisional tariff allowed in this order shall be applicable form the date of commercial operation (DOCO) of the transmission system and the billing, collection and

disbursement of the transmission charges shall be governed by the provisions of Central Electricity Regulatory Commission (Sharing of Inter-State Transmission Charges and Losses) Regulations, 2010, as amended from time to time.

8. The provisional transmission charges allowed in this order shall be subject to adjustment as per Regulation 5(3) of the 2009 Tariff Regulations.

Sd/- Sd/- Sd/-

(A. K. Singhal) (M. Deena Dayalan) (V. S. Verma) (Gireesh B. Pradhan)
Member Member Chairperson