CENTRAL ELECTRICITY REGULATORY COMMISSION 3rd & 4th floor, Chanderlok Building, 36-Janpath, New Delhi-110001

No. Engg/Tr.Pricing/Validation/L-1/44/2013/CERC

To

Members of the Validation Committee & Generating Companies (As per list enclosed)

Subject: Minutes of the 1st Meeting of Validation Committee for the Application Period from 1st May,2015 to 30th June 2015 for implementation of CERC (Sharing of Inter-State Transmission Charges and Losses) Regulations, 2010

Sir,

Please find enclosed herewith minutes of the 1st Meeting of the Validation Committee for the year 2015-16 (Application Period from 1st May,2015 to 30th June 2015) for implementation of CERC (Sharing of Inter-State Transmission Charges and Losses) Regulations, 2010 held on 17.04.2015 in the NLDC Conference Room at New Delhi for information and necessary action.

Yours faithfully,

Dated: 28/04/2015

Sd/-(Vikram Singh) Dy. Chief (Engg)

Encl.: As above

Copy for information to: Secretary, CERC

Validation Committee Members

SI. No.	Name of the Organizations		Address
1.	CERC	Shri A K Saxena, Chief	Central Electricity Regulatory Commission,
		(Engg.)	3 rd & 4 th Floor, Chanderlok Building, 36-Janpath, New Delhi -110001
2.	_	Shri P.K. Awasthi,	Central Electricity Regulatory
		Joint Chief (Fin.)	Commission 3 rd & 4 th Floor, Chanderlok Building, 36-Janpath, New Delhi -110001
3.	CEA	Shri Ravinder Gupta	Central Electricity Authority
		Director, SP&PA Division	3 rd Floor, N-Wing
			SewaBhawan, R.K. Puram, New Delhi - 110 066
4.	-	Director, GM Division	Central Electricity Authority
٦.		Birector, Givi Biviolori	6 th Floor, N-Wing
			SewaBhawan , R.K.Puram,
			New Delhi-110066
5.	CTU/ Powergrid	Shri N.K.Jain,	Power Grid Corporation of India Ltd
		GM (Comm.)/ alternate	Plot No. 2, Sector-29,
		member ShriPrashant	Near IFFCO Chowk,
	_	Sharma, GM (Comm.)	Gurgaon-122001
6.		Shri Dilip Rozekar, DGM	Power Grid Corporation of India Ltd
		(SEF)/ alternate member Shri RVMM Rao, Chief.	Plot No. 2, Sector-29, Near IFFCO Chowk,
		Design Engineer (SEF)	Gurgaon-122001
7.	POSOCO	Shri Awadhesh Mani	Northern Regional Load
	. 55555	General Manager	DespatchCentre,et Singh Marg,
			KatwariaSarai, New Delhi-110016
8.		Shri P.R. Raghuram,	Southern Regional Load Despatch
		Executive Director	Centre
			29, Race Course Cross Road,
			Bangalore, Karnataka-560009
9.		Shri V.K. Agarwal,	National Load Despatch Centre
		Executive Director	18-A ShaheedJeet Singh,
			Marg,KatwariaSarai, New Delhi-110016
10.		Shri U.K. Verma,	Eastern Regional Load Despatch
10.		General Manager	Center
		Goriorai Mariagor	14, Golf Club Road, Tollygunge,
			Kolkata-700 033 (W.B.)
11.	NRPC	Shri P.S. Mhaske	Northern Regional Power Committee
		Member Secretary	18-A ShaheedJeet Singh Marg,
			KatwariaSarai, New Delhi-11
12.	WRPC	Shri S.D. Taksande,	Western Regional Power Committee
		Member Secretary	Plot No. F-3, MIDC Area, Marol,
			Opp : SEEPZ, Andheri (East), Mumbai-400093
	_1	<u> </u>	พนาเมสา-สบบบอง

SRPC	Shri S.R. Bhat,	Southern Regional Power Committee
	Member Secretary	29, Race Course Cross Road,
		Bangalore-560009, Karnataka
ERPC	Shri A.K.	Eastern Regional Power Committee
	Bandyopadhyay, Member	14, Golf Club Road, Tollygunge,
	Secretary	Kolkata-700 033 (W.B.)
	Shri S.K.Das,	Bihar State Electricity Board
	Director Engineering	1 st Floor, VidyutBhawan, Bailey Road,
		Patna-21, Bihar
NERPC	Shri P.K Mishra	North Eastern Regional Power
	Member Secretary	Committee
		Meghalaya State Housing Finance
		Co-Operative Society Ltd.BLDG.,
		Nongrim Hills, Shillong-793003
Assam SLDC	Shri Jatin Baishya,	State Load Despatch Centre
	Senior Manager	Complex,Kahelipara,Guwahati
M.P SLDC		Chief Engineer
	Chief Engineer, SLDC	Madhya Pradesh Power Transmission
		Company Ltd., Nayagaon, Rampur,
		Jabalpur- 482008
KPTCL	Shri S. Sumanth	Karnataka Power Transmission
	Director(Transmission),	Corp.Ltd.,
	KPTCL `	KauveryBhavan, K.G. Road,
		Bangalore – 560009
UPPTCL	Shri A.K. Singh,	Uttar Pradesh Power Transmission
	Director(Operation)	Corporation Ltd , 7th Floor,
	Uttar Pradesh Power	Shakti Bhavan, Ashok Marg,
	Transmission Corporation	Lucknow - 226001
	Ltd.	
	ERPC NERPC Assam SLDC M.P SLDC KPTCL	ERPC Shri A.K. Bandyopadhyay, Member Secretary Shri S.K.Das, Director Engineering NERPC Shri P.K Mishra Member Secretary Assam SLDC Shri Jatin Baishya, Senior Manager M.P SLDC Shri P.A.R. Bende Chief Engineer, SLDC KPTCL Shri S. Sumanth Director(Transmission), KPTCL UPPTCL Shri A.K. Singh, Director(Operation) Uttar Pradesh Power Transmission Corporation

LIST OF GENERATING COMPANIES

SI. No.	Name of the Statutory	Name of the persons and Designation	Address
	Bodies	3	
1.	NTPC	Shri Inderjit Kapoor, Director (Commercial)	NTPC Bhawan, Core 7, Scope Complex, Institutional Area, Load Road, New Delhi – 110003
2.	NHPC	Shri M.S. Babu Executive Director (O&M)	NHPC office Complex, Sector-33, Faridabad – 121003 (Haryana)
3.	NEEPCO	Shri N.K. Chakraborty, Executive Director	Brookland Compound, Lower New Colony, Shillong - 793003
4.	NLC	Shri Sekar K, Director (Commercial)	No.135, Periyar E.V.R. High Road, Kilpauk, Chennai - 600 010. Tamil Nadu, India
5.	SJVN	Shri Romesh Kapoor General Manager (C&SO)	SJVN Ltd, Sharma Niwas Below BCS, New Shimla – 171009.

Minutes of the 1st Meeting of Validation Committee for the Application Period from 1st May,2015 to 30th June 2015 for implementation of CERC held on 17th April 2015 at NLDC, New Delhi.

- The Chairman of the Validation Committee, Shri A K Saxena, Chief (Engg.), CERC welcomed the participants present in NLDC Conference Room and also the other participants of RPCs, RLDCs, STUs and Generating Companies present at Conference Room of WRLDC, SRLDC, ERLDC, NERLDC, SLDCs of Chhattisgarh, Gujarat and Delhi through video conferencing. List of the participants is enclosed at *Annexure-I*.
- 2 Chief (Engg.), CERC briefly mentioned that third amendment to CERC (Sharing of Inter State Transmission Charges and Losses), Regulations, 2015 has been issued and the amended regulations will be applicable from 1st May, 2015. He mentioned the salient provisious/ changes as under:
- (i) Base case for the purpose of computation of Poc charges shall be based on maximum injection/withdrawal data instead of average(energy based) data.
- (ii) Full All India network shall be considered.
- (iii) Concept of Uniform charge and Uniform Loss has been dispensed with.
- (iv) HVDC charges and Reliability Support Charges have been introduced.
- (v) There will be 9 slabs for Point of Connection Charge rates and Losses as compared to 3 so far. There shall be separate PoC rates for billing under Long term Access, MTOA and for billing under STOA.
- (vi) Offset will be given for charges in respect of STOA transactions in any region from the LTA charges paid for target region.
- (vii) The PoC charges for Injection DICs having allocation/LTA, will be calculated on Withdrawal nodes.
- 3 Demand Projection for Q1 of Application Period from 1st May,2015 to 30th June 2015:

3.1 Northern Region:

The Demand Projections for NR constituents presented by the Implimenting Agency (IA) were found to be in order.

3.2 Eastern Region:

ERLDC representative suggested that demand in respect of Bihar, DVC, Jharkhand and Odisha may be taken as 2550 MW, 2640 MW, 950 MW and 3100 MW as intimated by the concerned utilities instead of 2337 MW, 2544 MW, 937 MW and 3546 MW projected by IA. However, the Committee members were of the view that in case any State wanted some time to cross check/confirm the demand projections calculated by the Implementing Agency, they may do so. In case they want to provide their own demand projections with appropriate reasoning. This may be done by 20th April, 2015.

3.3 Western Region:

- (i) Representative of WRLDC stated that the demand projections for WR constituents were in order. Madhya Pradesh representative mentioned that the demand in respect of State will be finalized by Monday i.e 20.04.2015.
- (ii) It was mentioned by GM, WRLDC that the demand for Goa is only appearing in WR and not in SR. He added that if the demand for Goa is to be taken in WR, it should be more. NLDC agreed to consider the suggestion.

3.4 North Eastern Region:

NERPC representative stated that Demand Projections for NER constituents were in order. NERLDC representative also confirmed that the demand projection of Assam and Meghalaya matching with the data submitted by them.

3.5 Southern Region:

SRLDC representative stated that Demand projections for SR constituents were in order.

4. Generation Projection:

4.1 Northern Region:

- (i) NRLDC representative stated that Talwandi Saboo Unit 2 and Kalisindh Unit 2 had not yet been declared commercial and their generation may therefore not be considered.
- (ii) NRPC representative stated that Jhajjar Unit 3 (500 MW) will be under shutdown from 5th May to 20th May, 2015 and peak generation of 1039 MW considered in the projections may therefore not be possible.
- (iii) NHPC representative suggested that Uri-II peak generation may be considered as 120 MW instead of 249 MW.
- (iv) It was suggested by NRLDC that generation from Dhauliganga may be considered as 210 MW instead of 263 MW.

The same was agreed.

4.2 Western Region:

WRLDC representative suggested the following:

- (i) Generation from Nasik (Sinner) may be considered as zero instead of 177 MW and generation from Bela TPP may also be considered as zero instead of 177 MW.
- (ii) Generation from Vandana Vidyut 2nd Unit may be considered as zero instead of 88 MW.
- (iii) Generation from JP Nigrie 2nd unit may be considered as 660 MW.
- (iv) Generation from Essar Mahan and Raikheda TPP may be considered as zero instead of 171 MW and 448 MW respectively.
- (v) Generation from Sasan UMPP 6th Unit may be considered as 660 MW.The same was agreed.

4.3 Eastern Region:

- Representative of ERLDC suggested the following:
- (i) Generation from Haldia TPP 2nd Unit may also be considered and total generation from Unit#1 & 2 may be considered as 390 MW.
- (ii) Generation from Chuzachen may be considered as 99 MW instead of 106 MW and generation from Sterlite may be considered as 750 MW instead of 1147 MW.
- (iii) Generation from Teesta-V may be considered as 504 MW instead of 531 MW and generation from Rangit may be considered as 59 MW instead of 69 MW.
- (iv) Generation from GMR Kamalanga may be considered as 660 MW instead of 545 MW. The same was agreed.
- **4.4 North Eastern Region:** Representative of NERPC suggested that the generation from Kopili may be considered as 150 MW instead of 187MW and Palatana Block-II generation may be considered as 500 MW instead of 448 MW.

The same was agreed

4.5 Southern Region:

Representative of SRLDC suggested the following:

- (i) Generation from Karnataka and Kerala may be considered as 6750 MW and 1700 MW respectively.
- (ii) Generation from Lanco Kondapalli may be considered as zero instead of 64 MW.
- (iii) Generation Neyvelli (Ext) TPS, TPS-II and TPS-II (Exp) may be considered as 397 MW, 1310 MW and zero instead of 561MW, 749 MW and 397 MW respectively. The same was agreed.

5. Other Issues:

- **5.1** Tariff of Bhopal- Dhule Transmission Company Limited (BDTCL):
- (i) NLDC submitted that YTC details have been submitted by BDTCL. Commissioning of some elements is a pre-requisite as per TSA signed by BDTCL with LTA customers. For example COD of Bhopal 765/400 kV Sub Station, 765 kV Bhopal-Bhopal D/C Transmission Line and 765 kV Bhopal-Indore S/C Transmission Line is contingent upon COD of 765 kV Bhopal-Jabalpur S/C Transmission Line. As 765 kV Bhopal-Jabalpur Transmission Line has not been commissioned so far, the Validation Committee, may take a view in regard to inclusion of BDTCL system in the PoC computation in the ensuing Application Period.
- (ii) Representative of BDTCL stated that there was a force majure due to delay in receipt of section 164 clearance. However, the elements of BDTCL system except 765 kV Jabalpur-Bhopal line, which is expected to be commissioned soon, have been commissioned. He requested that the tariff of their transmission system already considered in PoC may be continued and the tariff of 765 kV Jabalpur-Bhopal line, which is expected to be commissioned shortly after inspection by CEA, may also be included in PoC for the ensuing

application period. He further mentioned that BDTCL has already given an undertaking that the tariff granted to them would be refunded, if required. CTU confirmed having got such an affidavit from BDTCL and mentioned that in the past as well BDTCL has refunded requisite amount.

- (iii) CTU was of the view that YTC of the transmission elements commissioned on the basis of TBCB may be considered only after their commissioning. As the elements in this case have been commissioned, they could be included in PoC computation.
- (iv) Validation Committee was of the view that in view of pre-requisite of commissioning of transmission elements associated with Bhopal end of BDTCL system expected to be fulfilled with anticipated commissioning of 765 kV Jabalpur-Bhopal transmission line, the same may be included in the PoC of ensuing Application Period. However, for treatment of tariff of transmission lines of BDTCL system already completed and the tariff having been granted in earlier quarters, BDTCL shall approach CERC so as to examine fulfilment of prerequisites for commissioning of various elements and consequent treatment of tariff granted in the earlier quarters.
- 5.2 Regarding methodology to be followed for determination of PoC charges and losses for the separated states of Andhra Pradesh and Telangana, it was decided that for the ensuing Application Period, Charges and losses shall be computed for the combined state as a whole, but the same shall be specified separately for Andhra Pradesh and Telangana, as is being done so far.
- **5.3** A tentative timeline for computation of PoC charges and Losses from Q2 2015-16 onwards was also discussed and was accepted by the members of the Validation Committee. Chairman of the Validation Committee mentioned that the dates related to CERC are contingent upon the listing of cases for hearing.
- **5.4** Certains provisions of the Sharing Regulations (3rd Amendment) requiring clarification were brought out by the Implementing Agency and were clarified by CERC representative.

Salient issues and clarifications are given below:

- **5.4.1** In regards to Approved Injection it was clarified that it shall have two dimensions as detailed below:
- (i) For the purpose of injection to be considered under base case under Regulation 7(1)(d).

The Approved Injection shall be computed by the Implementing Agency for each Application Period on the basis of maximum injection made during the corresponding Application Periods of last three (3) years and validated by the Validation Committee at the ex-bus of the Injecting DICs or any other injection point of such DICs into the ISTS, and taking into account the generation data submitted by the DICs incorporating total injection into the grid.

(ii) For the purpose of billing under Regulation 11

Approved injection shall be considered as LTA/MTOA for a DIC as provided under Table provided at Para 2.8.1 of Annexure –I of the Regulations, which is extracted here under:

"Provided that the overload capability of a generating unit shall not be used for calculating the approved injection:

Provided further that where long term access (LTA) has been granted by the CTU, the LTA quantum, and where long term access has not been granted by the CTU, the installed capacity of the generating unit excluding the auxiliary power consumption, shall be considered for the purpose of computation of approved injection"

It was also clarified that computation of Approved Injection under PoC mechanism is same as was being done till under prevailing Regulation. The only change is the average injection/drawal has been changes to maximum injection/ maximum drawal.

5.4.2 YTC for each ISTS licensee under para 2.1.3 of Annexure-I of Principle Regulations: It was clarified that YTC shall be calculated as defind under Regulation 2(I) (y). There is no change in the methology as far as calculation of YTC to be considered for transmission licensees for computation of PoC charges.

6. After the deliberations, following has been concluded:

- 6.1 The Implementing Agency will post the presentation as well as computation sheet of demand and generation projection at its web site. Designated ISTS Customers (DICs) were urged to submit node-wise forecast of maximum injection/withdrawal information and maximum injection/withdrawal data for corresponding Application Period of last three years to the Implementing Agency by Monday (20th April 2015). In case of non-submission of data by the DICs, following shall be considered for the purpose of basecase preparation:
- (i) Peak Demand: Forecast of maximum demand be made from data of corresponding period of last 3 years taken from CEA website as per provisions of the Regulations.
- (ii) Peak Generation: Average of maximum Generation be computed from SEM/SCADA data available with RLDCs for the corresponding period of last 3 years as per the provisions of the regulations, subject to outage/ shutdown/addition of new unit as mentioned by DICs.
- 6.2 HVDC set points to be decided based on average of monthly maximum flow for the period corresponding to the application period during the last year, as per data available with RLDCs.

Annexure-I

<u>List of Participants in the third meeting for 2014-15 of the Validation Committee on 12th December, 2014 at , New Delhi.</u>

CERC

- 1. Shri A.K. Saxena, Chief (Engg.) In Chair
- 2. Shri P.K Awasthi, Jt. Chief (Fin.)
- 3. Shri Vikram Singh, Dy. Chief (Engg.)
- 4. Ms Shilpa Agarwal, Dy. Chief (Engg.)
- 5. Ms Savitri Singh Asst. Chief (Engg.)
- 6. Shri Ramanjaneylelu, Asst.Chief(Engg)
- 7. Shri Harish Kumar, Engineer

CEA

8. Shri Vijay Menghani, Director

POWERGRID

- 9. Shri Y.K Sehgal E.D
- 10. Shri N.K Jain, GM (Comml.)
- 11. Shri Dilip Rozekar, DGM
- 12. Shri Pradeep Varun Ragiri, Sr officer

NLDC

- 13. Shri S.K Soonee, CEO POSOCO
- 14. Shri S.S. Barpanda, AGM
- 15. Shri Mohit Joshi, Sr Engineer
- 16. Shri Pradeep Reddy, Sr Engineer
- 17. Shri Anusha Baruah, Sr Engineer
- 18. Shri Phani Bala Krishna, Engineer
- 19. Shri Sanny Machal, Engineer
- 20. Shri Gaurav Verma, Engineer

NRPC

- 21. Shri Ajay Talegaonkar, Suprintending Engineer
- 22. Shri B.S Bairwa, Executive Engineer

NHPC

- 23. Shri Rajesh Joshi, Dy. Manager (E).
- 24. Shri V.K Srivastava, Manager

HVPNL

25. Shri Rakesh Garg, EE

WRPC

- 26. Shri S.D Taksande Member Secretary
- 27. Shri M.M. Dhakate, SE (Operation)

- 28. Shri Satyanarayan.S, SE (Operation)
- 29. Shri L.K.S Rathore, DD(Operation)
- 30. Shri P.D Lone, DD(Comm)
- 31. Deepak N Gawali, DD(Comm)
- 32. Shri Ratnesh Kumar Yadav, Asst. Director(Operation)

WRLDC

- 33. Shri P.Mukhopadhyay, GM
- 34. Ms Chitrankshi, Dy Manager
- 35. Ms Pushpa Seshadri, Chief Manager.
- 36. Shri S.Usha, Chief Manager.
- 37. Shri Mahendra Nath, Engineer

DBPL

- 38. Shri Sanjay Jadhav, DGM
- 39. Shri Anil kumar, SM

ERPC

- 40. Shri V Kalyanaraman, SE
- 41. Shri B Sarkhel, SE (PS)

ERLDC

- 42. Shri U.K. Verma, GM
- 43. Shri S. Banerjee, AGM
- 44. Shri P.S. Das, AGM.
- 45. Shri G. Chakraborty, DGM
- 46. Shri P.P Bandyopadhay, DGM
- 47. Shri S.K. Sahay, SE
- 48. Shri A.K Basak, Engineer
- 49. Shri R.P Kundu, Engineer

SLDC, Odisha

- 50. Shri Prashan Kumar Das, DGM
- 51. Shri P.K Satapathy, DGM

GRIDCO

52. Shri S.K Maharana, Mgr (EI)

DVC, Kolkata

53. Shri S. Ganguly, SE(E)

SRPC

- 54. Shri Asit Singh, SE (O)
- 55. Shri Anil Thomas. EE
- 56. Shri S. Praveen Kumar, AEE/SLDC
- 57. Ms Madhu B.P, AEE
- 58. Shri Madukar G Dy Manager

SRLDC

- 59. Shri P.R. Raghuram, ED
- 60. Shri Shamreena Verghere, Chief Manager

KPTCL

- 61. Shri J.Ramakantha, EE/SLDC
- 62. Shri Chandra Shekharaih, EEE/SLDC,KPTCL
- 63. Shri Sadashivan N, AEE/SLDC, KPTCL
- 64. Ms Amritha, AE/SLDC, KPTCL

SLDC Kerala

65. Shri Gertrude K.G, AEE/SLDC, Kerala

NERPC

- 66. Shri P.K Mishra, Member Secretary
- 67. Shri S.M. Jha, E.E

NERLDC

- 68. Shri Amaresh Mallick, Ch. Mgr. (SO)
- 69. Shri Rahul Chakerabarti, Sr. Engineer
- 70. Shri Momai Dey, Engineer
- 71. Shri Deepak Kumar, ET

NTPC

- 72. Shri G.K Kundu, AGM
- 73. Shri Somes Bandyopadhyay, AGM
- 74. Shri Uday Shankar, Sr Manager

AEGCL

75. Shri J.K. Baishya, AGM

MECEL

- 76. Shri T. Gidon, EE
- 77. Shri B. Wankhar, EE

MSETCL

78. Shri N.R Sonkanday, SE

Sterlite BDTCL

- 79. Shri T. A. N Reddy Vice President
- 80. Shri Harshit Gupta Dy. Manager

SJVN

81. Shri Rajeev Agarwal Dy. Manager

OTPC

- 82. Shri Chetan Jain Ex(Comm)
- 83. Shri Arup Ch Sarmah DGM

Adani Power

- 84. Shri M.R.Krishna Rao, Vice President
- 85. Shri Tanmay Vyas, Manager