CENTRAL ELECTRICITY REGULATORY COMMISSION NEW DELHI

Petition No. 243/TT/2014

Coram:

Shri Gireesh B. Pradhan, Chairperson Shri A.K. Singhal, Member Shri A.S. Bakshi, Member Dr. M. K. Iyer, Member

Date of Hearing: 02.06.2016 Date of Order : 04.07.2016

In the matter of:

Approval of transmission tariff from COD to 31.3.2019 for "Special Protection Scheme (SPS)" for Northern Regional Grid Stage-II under Regulation-86 of Central Electricity Regulatory Commission (Conduct of Business) Regulations, 1999 and Central Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2014.

And in the matter of:

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

.....Petitioner

Vs

- Rajasthan Rajya Vidyut Prasaran Nigam Ltd., Vidyut Bhawan, Vidyut Marg, Jaipur- 302 005.
- Ajmer Vidyut Vitran Nigam Ltd.,
 400 kV GSS Building (Ground Floor), Ajmer Road,
 Heerapura, Jaipur.
- 3. Jaipur Vidyut Vitran Nigam Ltd.,



400 kV GSS Building (Ground Floor), Ajmer Road, Heerapura, Jaipur.

- Jodhpur Vidyut Vitran Nigam Ltd.,
 400 kV GSS Building (Ground Floor), Ajmer Road,
 Heerapura, Jaipur.
- Himachal Pradesh State Electricity Board Vidyut Bhawan, Kumar House Complex Building II Shimla-171 004
- 6. Punjab State Electricity Board, The Mall, Patiala-147 001.
- 7. Haryana Power Purchase Centre, Shakti Bhawan, Sector-6 Panchkula (Haryana)-134 109
- 8. Power Development Department, Govt. of Jammu and Kashmir, Mini Secretariat, Jammu.
- 9. Uttar Pradesh Power Corporation Ltd., Shakti Bhawan, 14, Ashok Marg, Lucknow-226 001.
- 10. Delhi Transco Ltd., Shakti Sadan, Kotla Road, New Delhi-110 002.
- 11. BSES Yamuna Power Ltd., Shakti Kiran Building, Karkardooma, Delhi-110 092.
- 12. BSES Rajdhani Power Ltd., BSES Bhawan, Nehru Place, New Delhi.
- 13. North Delhi Power Ltd.,
 Power Trading & Load Dispatch Group,
 Cennet Building, Adjacent to 66/11 kV Pitampura-3,
 Grid Building, Near PP Jewellers,



Pitampura, New Delhi-110 034.

14. Chandigarh Administration, Sector-9, Chandigarh.

15. Uttarakhand Power Corporation Ltd., Urja Bhawan, Kanwali Road, Dehradun.

16. North Central Railway, Allahabad.

17. New Delhi Municipal Council, Palika Kendra, Sansad Marg, New Delhi-110 002.

.....Respondents

For petitioner : Shri Rakesh Prasad, PGCIL

Shri S.S. Raju, PGCIL

Shri S.K. Venkatesan, PGCIL Shri V.P. Rastogi, PGCIL

For respondents : None

<u>ORDER</u>

The petitioner, Power Grid Corporation of India Limited (PGCIL) has filed this petition for approval of the transmission tariff for COD to 31.3.2019 for "Special Protection Scheme (SPS)" for Northern Regional Grid Stage-II (in accordance with the Central Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2014 (hereinafter referred to as "the 2014 Tariff Regulations"). The petitioner has also



prayed for allowing 90% of the Annual Fixed Charges claimed, in terms of proviso (i) of Regulation 7(7) of the 2014 Tariff Regulations.

2. The details of the petitions and the elements covered in them are as follows:-

Name of the Asset	Scheduled COD as per IA	Actual COD	Delay in months
"Special Protection Scheme (SPS) " for Northern Regional	1.9.2012	1.4.2014	19 months
Grid Stage-II			

- 3. During the hearing on 2.6.2016, the representative of the petitioner prayed for grant of Annual Fixed Charges (AFC) in terms of proviso (i) of Regulation 7(7) of the 2014 Tariff Regulations in respect of the instant asset.
- 4. As per proviso (i) of Regulation 7(7) of the 2014 Tariff Regulations, the Commission may grant tariff upto 90% of the AFC of the transmission system or element thereof for the purpose of inclusion in POC charges in accordance with the Central Electricity Regulatory Commission (Sharing of Inter State Transmission charges and losses), Regulation, 2010. Regulation 7(2) of the 2014 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 7(4) of the 2014 Tariff Regulations provides that such an application shall be filed as per Annexure-I of these regulations.

- 5. We have considered the submissions of the petitioner. The petitioner has made the applications as per Annexure-I of the 2014 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.
- 6. After carrying out preliminary prudence check of the AFC claimed by the petitioner, the Commission has decided to allow tariff for the instant assets in terms of proviso (i) of Regulation 7(7) of the 2014 Tariff Regulations as given in para 7 of this order for the years 2014-15 and 2016-17.
- 7. The details of the tariff claimed by the petitioner and tariff allowed by the Commission are as under:-
 - A. Annual transmission charges claimed by the petitioner are as follows:-

				(₹ in lakh)
2014-15	2015-16	2016-17	2017-18	2018-19
53.41	58.00	57.17	56.34	55.54

B. Annual transmission charges allowed are given overleaf:-



	(₹ in lakh)		
2014-15	2015-16	2016-17	
42.73	46.40	45.74	

- 8. The Annual Fixed Charges allowed in this order shall be applicable from the date of commercial operation 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. Further, the transmission charges allowed in this order shall be subject to adjustment as per Regulation 7(7) of the 2014 Tariff Regulations.
- 9. The petitioner is directed the petitioner to submit the following information on affidavit with a copy to the respondents by 8.7.2016:
 - a) Reasons for time over-run of 19 months in commissioning of the asset alongwith documentary proof;
 - b) RLDC certificate; and
 - c) The basis for claiming the O&M expenses and escalation factor to work out O&M expenses on year to year basis
- 10. The respondents are directed to file their reply by 15.7.2016 with an advance copy to the petitioner who shall file its rejoinder, if any by 22.7.2016. The additional information/replies/rejoinder shall be filed within the due date mentioned above.



11. The matter shall be listed on 26.7.2016 for final arguments.

-sd- -sd- -sd- -sd- (Dr. M.K. Iyer) (A.S. Bakshi) (A.K. Singhal) (Gireesh B. Pradhan) Member Member Chairperson