CENTRAL ELECTRICITY REGULATORY COMMISSION NEW DELHI

Petition No. 232/TT/2016

Subject: Determination of transmission tariff for Main SCADA EMS

System-5 assets under project- "Expansion/Upgradation of SCADA/EMS System of SLDCs of Eastern Region" from COD to 31.3.2019 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.

Date of Hearing : 11.5.2017

Coram : Shri Gireesh B. Pradhan, Chairperson

Shri A.K. Singhal, Member Shri A.S. Bakshi, Member Dr. M. K. Iyer, Member

Petitioner : Power Grid Corporation of India Limited (PGCIL)

Respondents : Bihar State Power (Holding) Company Limited and 5 others

Parties present : Shri Rakesh Prasad, PGCIL

Shri Jasbir Singh, PGCIL Shri S.S. Raju, PGCIL

Shri S.K. Venkatesan, PGCIL

Shri R.B. Sharma, Advocate, BSP(H)CL

Record of Proceedings

The representative of petitioner submitted as under:

- (a) The instant petition has been filed for determination of transmission tariff for Main SCADA EMS System-5 assets under project-"Expansion/Upgradation of SCADA/EMS System of SLDCs of Eastern Region" from COD to 31.3.2019.
- (b) POC was granted for the instant assets vide order dated 29.12.2016. Further, the queries raised in the said order have been replied to vide affidavit dated 17.2.2017.
- (c) As per directions of the Commission in Petition No. 188/MP/2014, the unrecovered charges of existing ULDC system may be allowed to be recovered



through accelerated depreciation matching with the commissioning schedule of the new SCADA/EMS system.

- (d) The cost of the assets is within the approved apportioned cost.
- (e) The time over-run of 6 to 9 months in commissioning is mainly due to delay in getting shut down.
- 2. The learned counsel for the Bihar State Power (Holding) Company Limited (BSP(H)CL) submitted that the life of the SCADA/EMS is only 4-5 years and the delay of 6 to 9 months has further reduced the life of the instant assets. He further submitted that the petitioner should de-capitalise the replaced assets replaced as per the book value.
- 3. In response, the representative of the value of the replaced assets/equipment has been factored in the price bid and no further de-capitalisation is required. Accordingly, the replaced asset cost has been adjusted in the newly supplied/commissioned assets and thus, the cost is on net of buyback.
- 4. The Commission directed the representative of the petitioner to explain as to whether the cost of 'buyback' is as per the Central Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2014.
- 5. Subject to the above, the Commission reserved the order in the petition.

By order of the Commission

sd/-(T. Rout) Chief (Law)

