CENTRAL ELECTRICITY REGULATORY COMMISSION NEW DELHI

Petition No. 159/TT/2018

Coram:

Shri P. K. Pujari, Chairperson Shri A. K. Singhal, Member Dr. M. K. Iyer, Member

Date of Order : 21.08.2017

In the matter of:

Approval of transmission tariff from COD to 31.3.2019 for 125 MVAR Bus Reactor at 400/220 kV Manesar Sub-station Extension under "Bus Reactor Scheme in Northern Region, Phase-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 Limited Vidyut Bhawan, Vidyut Marg, Jaipur - 302005
- Ajmer Vidyut Vitran Nigam Limited
 132 kV, GSS RVPNL Sub-station Building, Caligiri Road, Malviya Nagar, Jaipur-302017
- Jaipur Vidyut Vitran Nigam Limited 132 kV, GSS RVPNL Sub-station Building, Caligiri Road, Malviya Nagar, Jaipur-302017

- Jodhpur Vidyut Vitran Nigam Limited 132 kV, GSS RVPNL Sub-station Building, Caligiri Road, Malviya Nagar, Jaipur-302017
- Himachal Pradesh State Electricity Board Vidyut Bhawan Kumar House Complex Building II Shimla-171004
- 6. Punjab State Electricity Board The Mall, Patiala-147001
- Haryana Power Purchase Centre Shakti Bhawan, Sector-6 Panchkula (Haryana) 134109
- 8. Power Development Department Government of Jammu & Kashmir Mini Secretariat, Jammu
- Uttar Pradesh Power Corporation Limited (Formerly Uttar Pradesh State Electricity Board) Shakti Bhawan, 14, Ashok Marg Lucknow - 226001
- 10. Delhi Transco Ltd. Shakti Sadan, Kotla Road, New Delhi-110002
- 11. BSES Yamuna Power Ltd. BSES Bhawan, Nehru Place, New Delhi.
- 12. BSES Rajdhani Power Ltd. BSES Bhawan, Nehru Place, New Delhi
- North Delhi Power Ltd. Power Trading and Load Dispatch Group Cennet Building, Adjacent to 66/11 kV Pitampura-3 Grid Building, Near PP Jewellers Pitampura, New Delhi-110 034.



14.	Chandigarh Adminis Sector -9, Chandiga		
15.	Uttarakhand Power UrjaBhawan, Kanwa Dehradun.	•	
16.	North Central Railwa Allahabad.	ay,	
17.	New Delhi Municipa Palika Kendra, Sans New Delhi-110002.	Respondents	
For	petitioner :	Shri Vivek Kumar Singh, PGCIL Shri S. K. Venkatesan, PGCIL Shri S. S. Raju, PGCIL Shri V. P. Rastogi, PGCIL Shri Rakesh Prasad, PGCIL	
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For respondents : Shri R. B. Sharma, Advocate, BRPL Shri Mohit Mudgal, Advocate, BYPL

<u>ORDER</u>

Power Grid Corporation of India Limited (PGCIL) has filed the instant petition for determination of transmission tariff for 125 MVAR Bus Reactor at 400/220 kV Manesar Sub-station Extension under "Bus Reactor Scheme in Northern Region, Phase-II" from COD to 31.3.2019 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 grant of 90% of the Annual Fixed Charges (AFC) claimed, in terms of proviso (i) of Regulation 7(7) of the 2014 Tariff Regulations for inclusion in PoC mechanism.

2. During the hearing on 31.7.2018, the representative of the petitioner submitted that the tariff for the instant asset was claimed in Petition No.57/TT/2017 alongwith the other assets covered in the instant transmission system. However, tariff was not allowed for the instant and the Commission in order dated 8.12.2017 directed the petitioner to submit a fresh petition after its COD. The representative of the petitioner submitted that the instant petition is filed in accordance with the said order. The representative of the petitioner has submitted that the instant asset was put into commercial operation on 1.8.2017. However, it was put into commercial operation on 2.10.2017 after a time over-run of 63 days. As per the RCE, there is no cost over-run in respect of the instant assets. The representative of the petitioner requested for grant AFC in terms of proviso (i) of Regulation 7(7) of the 2014 Tariff Regulations. The learned counsel for BRPL submitted that the estimated completion cost is more than the FR approved apportioned cost and IDC should be allowed only on cash basis.

3. 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.

4. 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.

5. After carrying out preliminary prudence check of the AFC claimed by the petitioner, the Commission has decided to allow tariff in terms of proviso (i) of Regulation 7(7) of the 2014 Tariff Regulations as given in para-6 of this order, for inclusion in the PoC calculation.

6. The details of the tariff claimed by the petitioner and allowed are as under:-

		(₹ in lakh)		
Tariff c	Tariff claimed		Tariff allowed	
2017-18	2018-19	2017-18	2018-19	
(pro-rata)		(pro-rata)		
184.33	403.35	147.46	322.68	

7. The tariff allowed in this order shall be applicable from the actual CODs of instant assets 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.

8. The petitioner is directed to submit the following information on affidavit with an advance copy to the beneficiaries by 4.9.2018:-

(i) Statement of discharge of the initial spares, if any, during the period for all the assets;

(ii) The details of incidental expenditure incurred (IEDC) during the period of delay in COD of the asset (i.e. from Scheduled COD to actual COD) along with the liquidated damages recovered or recoverable, if any.

11. The respondents are directed to file their reply by 11.9.2018 with an advance copy to the petitioner who shall file its rejoinder, if any by 19.9.2018. The parties shall comply with the above directions within the due date mentioned above and no extension of time shall be granted.

12. The date of final hearing shall be intimated in the due course of time.

sd/-(Dr. M. K. Iyer) Member

sd/-(A. K. Singhal) Member ^{sd/-} (P. K. Pujari) Chairperson



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