ORDER
OF THE
WEST BENGAL ELECTRICITY REGULATORY COMMISSION

IN CASE NO. WBERC/PPA-76 /15-16

IN RE THE APPLICATION SUBMITTED BY WEST BENGAL STATE ELECTRICITY DISTRIBUTION COMPANY LIMITED (WBSEDCL) FOR APPROVAL OF DRAFT POWER PURCHASE AGREEMENT TO BE EXECUTED WITH DAMODAR VALLEY CORPORATION (DVC) FOR PURCHASE OF 15 MVA POWER AT FOOD-PARK FROM DVC IN RADIAL MODE IN TERMS OF REGULATION 7.4.1 OF THE WEST BENGAL ELECTRICITY REGULATORY COMMISSION (TERMS AND CONDITIONS OF TARIFF) REGULATIONS, 2011 AS AMENDED.

PRESENT:
SRI RABINDRANATH SEN, CHAIRPERSON
SRI SUJIT DASGUPTA, MEMBER
SRI AMITAVA BISWAS, MEMBER

DATE: 28.09.2015
Order of the West Bengal Electricity Regulatory Commission on the application submitted by West Bengal State Electricity Distribution Company Limited (WBSEDCL) for approval of draft Power Purchase Agreement to be executed with Damodar Valley Corporation (DVC) for purchase of 15 MVA power at Food-Park from DVC in Radial mode in terms of regulation 7.4.1 of the West Bengal Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2011 as amended

<table>
<thead>
<tr>
<th>Noting by Office or Advocate</th>
<th>Sl. No.</th>
<th>Date</th>
<th>Office notes, reports orders or proceedings with signature</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>28.09.2015</td>
<td>ORDER</td>
<td></td>
</tr>
</tbody>
</table>

1.0 This is in regard to the application submitted by West Bengal State Electricity Distribution Company Limited (in short ‘WBSEDCL’) for approval of draft Power Purchase Agreement (in short ‘PPA’) to be executed with Damodar Valley Corporation (in short ‘DVC’) for purchase of 15 MVA power at Food-Park from DVC in radial mode for a period of 3 (Three) years at a regulated tariff to be determined by appropriate Commission. WBSEDCL has submitted the application in terms of regulation 7.4.1 of the West Bengal Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2011 as amended (in short ‘Tariff Regulations’).

2.0 After admission of the application by the Commission, WBSEDCL was directed to publish the gist of their application as approved by the Commission in the newspapers in terms of the direction given in para 8.20 of the Tariff Order of WBSEDCL for the year 2014-15. WBSEDCL accordingly published the gist of the application in (i) Bartaman (ii) Sambad Pratidin and (iii) The Times of India on 28.08.2015 inviting suggestions and objections on their application. No suggestions and objections have been received by this Commission within the stipulated time.

2.1 In their application, WBSEDCL has stated that the Food Park 132 kv Sub-station of WBSETCL is supposed to be connected with Foundry Park 132 kv Sub-station and for want of way leave the connectivity between Food Park 132 KV substation and Foundry Park substation could not be
completed though Food Park 132 KV substation is ready for utilization.

2.2 WBSEDCL has further stated that in the context of above, it is decided to energize Food Park 132 KV substation with the power from DVC through LILO of 132 KV Howrah-Kolaghat DVC Line #27. WBSEDCL is desirous to purchase 15MVA power from DVC in radial mode at FOOD Park 132 kv Sub-Station on medium term mode for three years and DVC is also willing to sell that power to WBSEDCL.

2.3 It is further stated by WBSEDCL that tariff for this purchase of power will be as per tariff order of appropriate Commission from time to time but as per clause 13 in the draft agreement, the tariff for this power shall be notified by DVC as per Tariff Order of WBERC or any amendment thereof by WBERC or on provisional basis till such order as notified by DVC based on CERC tariff order (provisional or final) for its Generating Station & composite T&D System in pooled power concept. WBSEDCL in their Financial Involvement Computation has mentioned that the expected tariff for supply of this 15 MVA power shall be Rs.4.47/kWh as per bill claimed for the consumption month of May 2015 in radial mode.

2.4 WBSEDCL in their draft agreement has also stated that the point of supply shall be at the incoming terminals of the circuit breaker/ Isolator installed at WBSEDCL’s end from which the energy is to be conveyed to WBSEDCL.

2.5 It is stated by WBSEDCL that the agreement shall remain operative up to 3 years initially from the date of signing of the agreement and may be extended based on mutually agreed terms and conditions.
2.6 Regarding the need for procurement of such power from DVC, WBSEDCL has stated that

a) A long term solution to supply power to the prospective consumers from Food Park 132 KV substation of WBSETCL which was supposed to be connected with Foundry Park substation, but could not be connected for want of way leave.

b) This arrangement will be helpful in improving voltage profile to the area concerned.

c) This will also help to mitigate peak shortage.

3.0 After considering the facts stated by WBSEDCL the Commission decides that WBSEDCL is at their liberty to execute the agreement as per draft submitted subject to the following conditions:

a) Modification of clause 9 in view of the fact that West Bengal Electricity Regulatory Commission (Electricity Supply Code) Regulations, 2007 has already been repealed by West Bengal Electricity Regulatory Commission (Electricity Supply Code) Regulations, 2013;

b) Clause 13 shall be substituted as follows:

“The price of purchase of power by WBSEDCL from DVC at the point of supply shall be as per the power purchase price approved in the tariff order of the Commission in respect of WBSEDCL for the year 2014-15 with subsequent amendment, if any, thereof”.

4.0 WBSEDCL shall submit a copy of the executed agreement
Order of the West Bengal Electricity Regulatory Commission on the application submitted by West Bengal State Electricity Distribution Company Limited (WBSEDCL) for approval of draft Power Purchase Agreement to be executed with Damodar Valley Corporation (DVC) for purchase of 15 MVA power at Food-Park from DVC in Radial mode in terms of regulation 7.4.1 of the West Bengal Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2011 as amended

<table>
<thead>
<tr>
<th>Sd/-</th>
<th>Sd/-</th>
<th>Sd/-</th>
</tr>
</thead>
<tbody>
<tr>
<td>(AMITAVA BISWAS)</td>
<td>(SUJIT DASGUPTA)</td>
<td>(RABINDRANATH SEN)</td>
</tr>
<tr>
<td>MEMBER</td>
<td>MEMBER</td>
<td>CHAIRPERSON</td>
</tr>
</tbody>
</table>

5.0 The petition is thus disposed of. Let a copy of the order be served upon WBSEDCL.

Dated : 28.09.2015