JOINT ELECTRICITY REGULATORY COMMISSION FOR THE STATE OF GOA AND UNION TERRITORIES GURGAON

Coram Dr. V.K. Garg Chairperson Petition No......46/2011

In the matter of

Petition for seeking approval for the Power Purchase Agreement to be entered into with M/S NTPC

And in the matter of

Electricity Department Chandigarh

... Petitioner

Present

- 1. Sh. MP Singh, Superintending Engineer
- Sh. Pawan Sharma & others.

ORDER

05.03.2012

The Petition was heard at Institute of Engineers, Sector-19, Chandigarh, after the Public Hearing of ARR & Tariff Petition of UT of Chandigarh for FY 2012-13.

The matter relates to a petition submitted by Electricity Department Chandigarh (EDC) seeking approval of the Commission under regulation 60 (c) of the JERC (Conduct of Business) regulations 2009, for the Draft Power Purchase Agreement (PPA) to be entered into by the Electricity Department Chandigarh with M/S NTPC for their 500 MW Feroze Gandhi Unchahar Thermal Power Station Stage-IV.

EDC has proposed to sign a PPA with NTPC for purchase of power from their Feroze Gandhi Unchahar Thermal Power Station Stage-IV for a requirement of 20 MW of Power from the above project. However allocation of power amongst various bulk power customers shall be decided by Government of India/ Competent Authority subject to signing of PPA.

• EDC has requested the Commission to approve the said PPA under clause 60 (c) of the JERC (Conduct of Business) Regulations 2009.

Contd...

The generation tariff shall be determined by CERC, through a transparent process. It is a long term agreement, therefore considered economical. No formal data is available regarding power requirement for the period during which the power is expected to flow to ascertain their requirement. However it is observed that availability of firm power through long term PPA will cover the uncertainties caused by unallocated shares and may reduce expensive power through UI/trading/exchange.

In terms of

- Section 86 (1) (b) of the Act, and
- Regulation 60 (c) of JERC (Conduct of Business) Regulations 2009.

The Commission finds the PPA generally in order and approve the same.

Sd/-(Dr. V.K. Garg) Chairperson