

ಕರ್ನಾಟಕ ವಿದ್ಯುಚ್ಛಕ್ತಿ
ನಿಯಂತ್ರಣ ಆಯೋಗ



**KARNATAKA ELECTRICITY
REGULATORY COMMISSION**

6 ಮತ್ತು 7ನೇ ಮಹಡಿ, ಮಹಾಲಕ್ಷ್ಮಿ ಛೇಂಬರ್ಸ್
ನಂ. 9/2, ಎಂ.ಜಿ. ರಸ್ತೆ, ಬೆಂಗಳೂರು - 560 001

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Dated: 24.08.2017

The Managing Director,
BESCOM/MESCOM/CESC/HESCOM/GESCOM

Sir,

Sub: Supplemental Power Purchase Agreement for SRTPV projects-reg.

It has been observed by the Commission that the ESCOMs have been seeking approval of the Commission for the Supplemental Power Purchase Agreement in respect of SRTPV projects with reduction in tariff due to delay in commissioning of the projects.

It is to be pointed out here that after the issue of the Commission's Order dated 2.05.2016, there is not only reduction in tariff but also capacity restriction as per the said Order read with Commission's order dated 19.09.2016.

If effective steps have been taken i.e., substantial investments have been made by the SRTPV consumer to install SRTPV plant within the period allowed for commissioning the project but, could not commission the project within the time allowed then only the consumer would be entitled to revised the tariff without any capacity restriction.

It may be noted that, if no effective steps have been taken by the SRTPV consumer to install SRTPV plant within the period allowed for commissioning the project and he also could not commission the project within the time allowed, then the ESCOM concerned has to take steps for cancellation of the existing PPA and may enter into fresh PPA in terms of the Commission's Order dated 02.05.2016 read with Commission's order dated 19.09.2016.

Therefore, henceforth, the ESCOM's while making any recommendation for approval of SPPA with a reduced tariff, should satisfy itself whether the existing PPA should be continued or new PPA should be taken, in terms of the Commission's Order dated 02.05.2016 read with Commission's order dated 19.09.2016.

Yours faithfully

for Karnataka Electricity Regulatory Commission,

Secretary

G.M.(T) HESCOM.

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