

Central Electricity Regulatory Commission
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(Tele No.23353503 Fax No.23753923)

No. Eco-1/2014-CERC

New Delhi

April 7, 2014

NOTIFICATION

In pursuance of Clause 5.6 (vi) of Ministry of Power (MOP) Notification dated 19.01.2005 (as amended from time to time) on *Guidelines for Determination of Tariff by Bidding Process for Procurement of Power by Distribution Licensees*, the Central Electricity Regulatory Commission notifies the following escalation rates for the purpose of payment.

1. Annual Escalation Rates applicable for the period between 01.04.2014 and 30.09.2014 for the purpose of payment as per the Power Purchase Agreement entered into under the guidelines mentioned above.

S.No	Description	Annual Escalation Rates for Payment
1	Escalation rate for domestic coal	-13.50%
2	Escalation rate for domestic gas	25.81%
3	Escalation rates for different escalable sub-components of energy charge for plants based on imported coal	
3.1	Escalation Rate for imported coal	-5.00%
3.2	Escalation Rate for transportation of imported coal	1.22%
3.3	Escalation Rate for inland handling of imported coal	10.69%
4	Escalation rates for inland transportation charges for coal	
4.1	Upto 100 Km distance	7.18%
4.2	Upto 500 Km distance	7.16%
4.3	Upto 1000 Km distance	7.17%
4.4	Upto 2000 Km distance	7.17%
4.5	Beyond 2000 Km distance	7.14%
5	Escalation rates for inland transportation charges for gas	0.00%
6	Escalation rates for different escalable sub-components of energy charge for plants based on imported gas	
6.1	Escalation Rate for imported gas	-4.77%
6.2	Escalation Rate for transportation of imported gas	1.22%
6.3	Escalation Rate for inland handling of imported gas	10.69%
7	Inflation rate to be applied to indexed capacity charge component.	10.69%
8	Inflation rate to be applied to indexed energy charge component in cases of captive fuel source	10.67%

2. The CERC, vide its Order (in Petition No.002/SM/2014) dated 21.2.2014, has discontinued notification of escalation rates for evaluation applicable for the six months commencing 1.4.2014 and onwards (Annexure-A).
3. The explanation for the notification is appended (Appendix-1)

(A.K.Saxena)
Chief (Engineering)