## CENTRAL ELECTRICITY REGULATORY COMMISSION NEW DELHI

## Petition No. 37/TT/2020

**Subject**: Petition for truing up of transmission tariff of 2014-19

period and determination of transmission tariff of 2019-24 period of 8 assets in Eastern Region

Strengthening scheme XIV in Eastern Region.

**Date of Hearing** : 19.5.2020

**Coram** : Shri P.K. Pujari, Chairperson

Shri I. S. Jha, Member Shri Arun Goyal, Member

Petitioner : Powergrid Corporation of India Limited

**Respondents**: Bihar State Power (Holding) Company Ltd.

& 5 Others

Parties present : Shri S.S. Raju, PGCIL

Shri A.K. Verma, PGCIL

## Record of Proceedings

The representative of the Petitioner submitted that the instant petition is filed for truing up of transmission tariff of 2014-19 period and determination of transmission tariff of 2019-24 period in respect of Asset-I: 132 kV Bus arrangement including switchgear to Double Main (DM) scheme with GIS at 220/132 kV Birpara Sub-station, Asset II: 125 MVAR Bus Reactor at Banka Substation, Asset III: 125 MVAR Bus Reactor at Chaibasa Sub-station, Asset IV: 125 MVAR Bus Reactor at Lakhisarai Sub-station, Asset V: 125 MVAR Bus Reactor at Durgapur Substation, Asset VI: 125 MVAR Bus Reactor at Baripada Sub-station, Asset VII: 125 MVAR Bus Reactor at Bolangir Substation and Asset VIII: 125 MVAR Bus Reactor at Keonjhar Sub-station alongwith associated bays under Eastern Region Strengthening Scheme XIV in Eastern Region. He submitted that the assets were put into commercial operation in 2014-19 tariff period and tariff of the Asset-I for the 2014-19 tariff period was determined vide order dated 29.5.2019 in Petition No. 163/TT/2018. The tariff for Asset-II to Asset-VIII for the 2014-19 tariff period was determined in Petition No. 271/TT/2018. He submitted that the cost allowed by the Commission as on COD earlier was ₹10080.96 lakh, whereas, the actual cost incurred is ₹10319.88 lakh. The representative of the Petitioner further submitted that against the projected add-cap of ₹4173.27 lakh, the actual add-cap claimed in the



instant petition is ₹3636.82 lakh in the 2014-19 period. Hence, the add-cap claimed in the instant petition is lesser than the add-cap allowed in the previous order. The Petitioner has also submitted that the initial spares are claimed on project as a whole basis in the instant petition. The add-cap claimed for 2019-24 period is within the cut-off date and there is no cost over-run. The Petitioner also submitted that in the previous order the un-discharged initial spares were wrongly deducted from the capital cost as on COD. Hence, the un-discharged initial spares are added back to the capital cost as on COD in the instant petition.

- 2. In response to the query of the Commission regarding de-capitalization in case of Asset-I, the representative of the Petitioner submitted that de-capitalization of an old asset has been claimed in the instant petition and the necessary details are given in Form-10B vide submitted along with affidavit dated 12.3.2020.
- 3. The Commission directed the Petitioner to submit the following information, on affidavit, by 29.5.2020 with an advance copy to the Respondents:-
  - (i) The details of de-capitalization claimed in the instant petition for Asset-I:
    - a. Confirm details of the petition where tariff for the asset being decapitalized is claimed.
    - b. Reasons for de-capitalization of the asset put into commercial operation in 1986 into Asset-I in the instant petition.
    - c. Date of de-capitalization.
    - d. Revised Form-1, 4A, 7, 9E, 10 and 10A incorporating details of decapitalization.
- 4. The Commission also directed the Petitioner to submit the above information with the specified time and observed that no extension of time shall be granted.
- 5. Subject to the above, the Commission reserved order in the matter.

By order of the Commission

sd/-(V. Sreenivas) Deputy Chief (Law)

