

**Central Electricity Regulatory Commission**  
**3<sup>rd</sup> & 4<sup>th</sup> Floor, Chanderlok Building, 36 Janpath,**  
**New Delhi-110 001**

No. Eco-1/2021-CERC

April 13, 2022

**CORRIGENDUM TO THE NOTIFICATION DATED 23.04.2021**

In pursuance of Clause 5.6 (vi) of Ministry of Power Notification dated 19.1.2005 (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, vide notification dated 23.4.2021 applicable for the period from 1.4.2021 to 30.9.2021, had notified various escalation rates and other parameters, including the escalation rate for inland transportation charges for coal, for the purpose of payment.

2. Ministry of Railways vide its letter dated 8.3.2021, had submitted the data on transportation of coal (coal freight rate) from September 2020 to February 2021 with a note that long lead concession @ 20% for coal transportation for distance of more than 1400 kms w.e.f. 1.7.2020. Accordingly, CERC had notified the escalation rate for inland transportation charges for coal for distance up to 2000 kms (-39.63%) and beyond 2000 kms (-40.00%). However, subsequently it has come to the notice of the Commission from the website of the Indian Railways that the Circular dated 30.6.2020 issued by the Ministry of Railways on the basis of which the letter dated 8.3.2021 had been issued by the Ministry of Railways stipulates that the long lead concession of 20% applicable for coal transportation for distance more than 1400 kms would be subject to a condition (floor limit) that the normal tariff rate (NTR) after applying the concession shall not be less than the NTR for distance of 1400 kms.

3. Consequent to application of the condition mentioned in the Circular dated 30.6.2020, the data used for computing the escalation rate for inland transportation charges for coal for distance up to 2000 kms has been revised. However, no consequential change has been observed in the escalation rate for inland transportation charges for coal for distance beyond 2000 kms.

4. After applying the long lead concession along with the condition mentioned in the Circular dated 30.6.2020 referred above, the escalation rate for inland transportation charges for coal for distance up to 2000 kms has been computed. Accordingly, the following amendment is made.

5. The escalation rate at S. No. 4.4 of Table of the notification dated 23.04.2021 is substituted as under:

**Annual Escalation Rates applicable for the period from 01.04.2021 to 30.09.2021 for the purpose of payment for Procurement of Power by Distribution Licensees as per the Power Purchase Agreement entered into under the guidelines mentioned above:**

<b>S. No</b>	<b>Description</b>	<b>Annual Escalation Rates for Payment</b>
4	Escalation rates for inland transportation charges for coal	
4.4	Up to 2000 Km distance	(-)32.50%

**Sd/-**  
(Harpreet Singh Pruthi)  
Secretary