

## ANDHRA PRADESH ELECTRICITY REGULATORY COMMISSION

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APERC – Temporary short-term power procurement from M/s Lanco & M/s Spectrum by APDISCOMs for the period from 01.10.2020 to 31.03.2021 - Order - Reg.

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Proceedings. No.T- 52/2020/09

Date: 01-10-2020. Read the following:

Ref:- 1) <u>Lr.No. CGM /IPC/APSPDCL/GM /IPC/EE (PPA)/ D.No.1051 /2020,</u> Dt.14-09-2020

- 2)Lr.No.CGM/PPA.RA&QC/EPDCL/VSP/PP/E-34418/D.No.I/290555/20, Dt.15.09.2020
- 3) Lr.No.APERC/Secy/F:T-52/D.No.397/2020 Sir, Date:28-09-2020.
- 4) M/s. LANCO undertaking letter dated:29-09-2020.
- 5) M/s. SPECTRUM undertaking letter dated:30-09-2020.

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## **ORDER:**

The approval granted for temporary short term power procurement from M/s Lanco & M/s Spectrum at the tariff of Rs.2.69 ps and Rs.2.71 ps per unit respectively, has expired on 30.09.2020. In view of this, the DISCOMs vide the references 1 & 2 cited, have made a request for approval for a further period from 01.10.2020 to 31.03.2021 at the tariff approved by this Commission.

Vide proceedings in reference 3rd read above, this Commission permitted procurement of power by the DISCOMS from both the suppliers from 01-10-2020, while directing the DISCOMS to obtain unconditional undertakings from both the suppliers to the effect that they will abide by the tariff that may be fixed by the Commission while taking its final decision. Accordingly both the suppliers

furnished unconditional undertakings and marked copies thereof to this Commission vide references 4 and 5 above.

After examining the rise in demand post lockdown, projected demand by the SLDC for the period mentioned above keeping in view of 9 hours supply to farmers as per the GoAP policy, marginal PP cost per unit from binding sources approved in merit order of Retail Supply Tariff Order for FY20-21 corresponding to the projected demand, trend of the prices of power in exchanges in the last two months, steep reduction in domestic gas prices by MoP&NG from USD 2.39 to USD 1.79 per MMBTU from 01.10.2020, and other relevant factors, the Commission is inclined to accept the request of the APDISCOMs for procurement of power from M/s Lanco & M/s Spectrum. The Commission has examined the reduced gas price vis-a-vis the per unit tariff, increase in taxes & variation of dollar exchange rates and arrived at the tariff of Rs.2.35 ps per unit for M/s. Lanco & Rs.2.37 ps per unit for M/s. Spectrum for the period from 01.10.2020 to 31.03.2021 in the interests of the DISCOMs and public. The single part tariffs approved in this order are fixed and will not be subjected to any variation on any grounds including fuel cost variation, if any, during the entire supply period.

(BY ORDER OF THE COMMISSION)

COMMISSION SECRETARY<sub>(i/c)</sub>

To

- 1. The Chairman & Managing Director, AP Transco & Chairman, APPCC, Vijayawada.
- 2. The Chairman & Managing Director/APEPDCL/Visakhapatnam.
- 3. The Chairman & Managing Director/APSPDCL/Tirupati.
- 4. The Chairman & Managing Director/APCPDCL/Vijayawada