

Y/04/2012/Vol-10

BEFORE THE KARNATAKA ELECTRICITY REGULATORY COMMISSION, BENGALURU

Dated : 11.10. 2018

Present:

Shri M.K. Shankaralinge Gowda .. Chairman

Shri H.D. Arun Kumar .. Member

Shri D.B. Manival Raju .. Member

In the matter of RPO Compliance for FY17 by Honda Motor Cycle and Scooters India Pvt Ltd.

ORDERS

Preamble:

1. The Commission, based on the information furnished by the State Load Dispatch Centre, had noted that the **Honda Motor Cycle and Scooters India Pvt. Ltd. [hereinafter, referred to as 'the Company']**, had not complied with Non-Solar RPO for FY-17 to an extent of **750.04 MWh**, as mandated in the KERC (Procurement of Energy from Renewable Sources) Regulations, 2011. Thus, as per the Regulations, the company had to meet RPO to an extent of **825.04 MWh** (110% of shortage). Hence, a notice was issued to the Company, to show cause as to why action, under Section 142 of the Electricity Act, 2003 should not be initiated, against the Company for failure to comply with the, aforesaid Regulations.
2. Whereas, the Company had furnished its reply on 08.12.2017 stating that it has complied with non-solar RPO. The Commission after examining the reply, noted that the Company had not complied with Non-solar RPO to an extent of 8.80 MWh, even after purchasing 742 RECs in July, 2017.
3. Hence, notice was issued to the Company to appear, before the Commission on 05.07.2018, with relevant facts and figures to substantiate its claim with reasons, for non-Compliance of the non-solar RPO.

4. Whereas, the representative of the Company appeared, before the Commission on 05.07.2018 and submitted the letter dated 30.06.2018 addressed to the Secretary, KERC, along with other documents, wherein the Company had requested the Commission to consider the excess solar energy units of 400 MWh, purchased through OA, to meet the Non-Solar RPO short fall, to an extent of 8.8 MWh for FY 17.
5. Whereas, the Commission on 01.08.2018 forwarded the documents, furnished by the Company to the SLDC, for verification of the Solar energy purchased.
6. Whereas, the SLDC, after verifying the documents on 25.08.2018 has submitted that, the Non- solar RPO of 825.04 MWh (110% of shortage) has been met by the company by purchase of 742 RECs bearing No. C-IEX_NS000742 dated 26.07.2018 and by purchase of wind energy to an extent of 600 MWh. Further, as the Company has requested the Commission to consider the excess solar energy purchased under OA, to meet the short fall in Non-Solar RPO of 8.8 MWh for FY 17, the Commission has set-off 8.8 MWh of the shortfall against the 400 MWh of solar energy purchased.
7. In view of the above submissions made and after verification of the documents by the SLDC, the Commission considers that the company has met its Non-solar RPO of 750.8 MWh (742+8.80), as per the Regulations.
8. Hence, the following orders, -

ORDER

9. The Commission for the FY17, after verification of the documents submitted, hereby decides to set-off 8.8 MWh of the shortfall in meeting the Non-solar RPO against the 400 MWh of solar energy purchased, as requested by the Company. Further, keeping in view the Hon'ble Supreme Court's order staying the trading of RECs, the Commission hereby condones the delay in purchase of 742 [Seven-hundred and forty-two] Non-Solar RECs (bearing No. C-IEX_NS000742 dated 26.07.2018) by the company, for complying with the RPO for FY17. Consequently, the Company having fully met its Non-Solar RPO of 750.80 MWh (Seven-hundred and fifty point eight MWh) for FY17, the Commission hereby treats the proceedings initiated against the Company as closed.

11/10/18
(M.K. SHANKARALINGE GOWDA) CHAIRMAN
(H.D. ARUN KUMAR) MEMBER
(D.B. MANIYAL RAJU) MEMBER
11/10/18