

No.

1st April 2016

**PROCEEDINGS OF THE KARNATAKA ELECTRICITY REGULATORY COMMISSION, BENGALURU
Dated 31st March 2016**

Present:

Sri M. K. Shankaralinge Gowda- Chairman
Sri H. D. Arun Kumar --- Member
Sri D.B. Manival Raju --- Member

Suo Motu case No. 6/2015

Canara PCC Poles
Near K E B Office,
Kumta- 581343

...First party

Hubli Electricity Supply Company Ltd.,
P B Road, Navanagar,
Hubballi- 580 025

...Second party

The first party generating company, M/s Canara PCC poles was issued notice to explain as to why tariff for its generating plant of 0.85 MW capacity described in the notice should not be reduced to Rs.3.70 per unit from the tariff of Rs.4.20/ unit, as shown in the PPA dated 04.06.2014 entered between the first party & HESCOM.

The first party sent its explanation along with two documents. It has stated in the explanation that the PPA dated 04.06.2014 containing the term of tariff at Rs.4.20/ unit is not acted upon, as this Commission did not approve the PPA and had returned the same for resubmission after modification of the tariff at Rs.3.70 per unit. The first party- generating company has stated that it is claiming APPC rate as per MOU entered with HESCOM for supply of power under REC mechanism.

We have verified from our records and found that the PPA dated 04.06.2014 was returned to HESCOM with a direction to revise the PPA showing tariff of Rs.3.70 per unit instead of Rs. 4.20 per unit, as mentioned in the PPA.

In the circumstances, the Suo-moto case no. 6/15 is dropped.

Sd/-
(M.K. SHANKARALINGE GOWDA)
Chairman

Sd/-
(H.D. ARUN KUMAR)
Member

Sd/-
(D.B.MANIVAL RAJU)
Member