

HARYANA ELECTRICITY REGULATORY COMMISSION,
SCO NO. 180, SECTOR 5, PANCHKULA

POWER PURCHASE AGREEMENT

DATE OF SUBMISSION: 06.09.2006

DATE OR ORDER: 16.10.2006

IN THE MATTER OF:

Power Purchase Agreement (PPA) for purchase of power by Haryana Power Generation Corporation Ltd. (HPGCL) from 210 M.W. Unchahar Stage-III Thermal Power Project of National Thermal Power Corporation (NTPC) in Uttar Pradesh (U.P.)

ORDER

1. The M.D., HPGCL, vide Memo No. Ch-21/SE/PPM/T-1/174-Loose dated 6.9.2006, has submitted to the Commission. a copy of the Power Purchase Agreement (PPA) for purchase of power by Haryana Power Generation Corporation Ltd. (HPGCL) from 210 M.W. Unchahar Stage-III Thermal Power Project of National Thermal Power Corporation (NTPC) in Uttar Pradesh (U.P.). Making request to the Commission for grant of approval to the PPA, the HPGCL has stated that:
 - (i) The HVPNL had given consent to purchase power from NTPC's Unchahar Thermal Power Project Stage-III as per letter dated 25.4.2000. Initially, the project was conceived with one number 660 M.W. unit but subsequently the capacity was reduced to 210 M.W.
 - (ii) The plant is scheduled to be commissioned in the near future. Keeping in view the approaching commissioning date of the project, M/s.

NTPC was persuaded for early signing of PPA, which was finally signed on 28.4.2006.

- (iii) Board of Directors of HPGCL has approved the Power Purchase Agreement.
- (iv) The application processing fee towards approval of PPA has already been submitted separately vide Memo No.Ch-25/PPA/XEN/T-1/L-35 dated 5.7.2006.

2. OBSERVATIONS:

Salient features of the Project are as under: -

- (i) NTPC is developing 210 M.W. (1x210 M.W) Unchahar Thermal Power Project Stage-III in the State of Uttar Pradesh.
- (ii) The allocation of power to HPGCL shall be finalised after signing of PPAs by the beneficiaries and the same shall be intimated to HPGCL.
- (iii) The tariff for electricity supplied from the Project would be determined by CERC or any other authorised competent authority from time to time.
- (iv) Power shall be made available by the NTPC at the busbars of the Station and it shall be the obligation and responsibility of HPGCL to make the required arrangement for evacuation of power from such delivery point of the NTPC.
- (v) The application fee for approval of PPA has separately been deposited as per regulation No. HERC/10/2005.

- (vi) The letters from UHBVNL and DHBVNL authorising HPGCL to purchase power on their behalf have already been supplied with reference to PPA already approved by the Commission for purchase of Power from Kahalgaon STPS Stage-II.
- (vii) The PPA for purchase of power by HPGCL from Unchahar Stage-III Thermal Power Project of NTPC is in line with the PPAs between the HPGCL & NTPC already approved by the Commission.

3. COMMISSION'S VIEW AND ORDER:

Keeping in view the above facts, the purchase of power from the project being set up by NTPC appears to be a viable solution in the long run for Haryana to meet its ever growing power demand. The Commission approves Power Purchase Agreement (PPA) for purchase of power by Haryana Power Generation Corporation Ltd. (HPGCL) from 210 M.W. Unchahar Stage-III Thermal Power Project of National Thermal Power Corporation (NTPC) in Uttar Pradesh (U.P.)

Place: Panchkula
Date: 16.10.2006

(T.S. Tewatia)
Member

(T.R. Dhaka)
Member

(Bhaskar Chatterjee)
Chairman