

BEFORE THE GUJARAT ELECTRICITY REGULATORY COMMISSION
GANDHINAGAR

CORAM

Shri Pravinbhai Patel, Chairman

Dr. M.K.Iyer, Member (F)

Order No. 1 of 2014

Amendment to Order No. 3 of 2010 dated 1/4/2010 in the matter of “Bringing Generating Stations of Gujarat State, Distribution Licensees and other persons under the purview of Intra-State Availability Based Tariff (Intra-State ABT)”

- 1 The Commission had introduced the Intra-State Availability Based Tariff (Intra-State ABT) in the State of Gujarat vide its order No. 3 of 2006 dated 11th August, 2006. Subsequently, the Commission made certain Amendment to this Order vide its Order No. 3 of 2010 dated 1st April, 2010.
- 2 In the Order No. 3 of 2010, the Commission had acknowledged the necessity to prescribe special provision for treatment of Essar Complex in Hazira with respect to applicability of Intra-State ABT. The Commission had prescribed detailed procedure in respect of Essar Complex in the Annexure-II of the Order No. 3 of 2010.
- 3 Subsequently, the Central Electricity Regulatory Commission had, on an application filed under Petition No. 245/MP/2012 by M/s. Essar Steel India Limited, shifted the Load

Control Area jurisdiction of ESIL from Gujarat SLDC to WRLDC, Mumbai vide its Order dated 8.6.2013. Relevant portion of the CERC Order in this respect is as under:

“ 49. In light of the above discussion and after considering the views of Central Electricity Authority, the following directions are issued for compliance by all concerned:

(a) The load control area jurisdiction of ESIL shall be shifted from Gujarat SLDC to WRLDC, Mumbai after disconnection of ESIL from Gujarat Transmission system.

(b) ESIL shall be granted status of a Regional Entity of Western Regional Grid.

(c) Scheduling and Energy accounting of ESIL shall be carried out by WRLDC in accordance with the prevailing Regulations.

...”

4 With reference to implementation of above said Order of the CERC, the Commission sought the suggestions from the State Load Dispatch Centre, Gujarat. The SLDC in its letter No. GETCO/SLDC/Commerce/12746 dated 14.11.2013 submitted as under:

“.....As per Hon’ble CERC order dated 08th June, 2013 in the petition No. 245 of 2012, the control area of M/s. Essar Steel India Ltd., Hazira including group captives (Bhander Power Ltd. 31 MW CPP) have been shifted from SLDC, Gujarat to WRLDC, Mumbai on dated of 24th June, 2013, 00.00 Hrs. To implement the Hon’ble CERC Order, few network changes were carried out as hereunder:

- 1. Isolation of ESIL & Group captives (BPOL, 31 CPP) from GETCO network.*
- 2. M/s. Essar Power Ltd. (EPOL) i.e. IPP has now connected with GETCO network only.*

3. *Essar Steel India Ltd. (ESIL) including BPOL & 31 MW CPP are now connected with PGCIL network through 440 KV Zanor-Essar D/C lines.*

With considering above charges, energy accounting methodology for EPOL and DGVCL is revised as herein.

1. *Energy injection for EPOL (IPP) Energy injection points Shifted from GTs to outgoing lines i.e. measures energy on Ichchapor and Sachin lines at EPOL end. Further, as per Hon'ble GERC, order, UI rates applicable to EPOL are at the rate 105 % for under generation and 95 % for order injection.*
2. *DGVCL schedule and Drawl: Schedule and Drawl/consumption of ESIL is removed from DGVCL schedule and drawl.*
3. *Removal of UI pool members BPOL and 31 CPP from intra state energy account.*

This is for your kind information and requested to amend the special treatment for ESSAR Complex in intra state ABT order 3 of 2010”.

As per the submissions of SLDC, ESIL is now not a pool member of State Energy Account prepared by SLDC and is not covered by Intra-State ABT order with its CPP. Therefore, the special treatment given to Essar Complex in ABT Order No.3 of 2010 dated 1.4.2010 becomes infructuous.

5. Considering the above facts, it transpires that the Special Treatment given to ESIL along with its CPP at Essar Complex becomes infructuous after it is declared as Regional Entity in Petition No. 245/MP/2012 by CERC in its Order dated 8.06.2013. The Control area

for scheduling etc. has also been changed from SLDC, Gujarat to WRLDC under the Grid Code. Therefore, the special treatment given to Essar Complex as per annexure-II of Order No.3 of 2010 dated 1.4.2010 becomes infructuous. We, therefore, decide that the special treatment given to Essar Complex in Para 11 and annexure II of Order No.3 of 2010 is withdrawn herewith.

6 We order accordingly.

Sd/-
[Dr.M.K.Iyer]
Member (Finance)

Sd/-
[Shri Pravinbhai Patel]
Chairman

Place : Gandhinagar.

Date : 21/05/2014.