

ANDHRA PRADESH ELECTRICITY REGULATORY COMMISSION

From
The Secretary (I/c),
11-4-660, 4th Floor,
Singareni Bhavan, Red Hills, Lakdikapool,
Hyderabad – 500 004

To The Chairman, APPCC, Vidyut Soudha, Khairtabad, Hyderabad – 500 082

Lr.No. APERC/J.D (PPP)/Dir (Engg) /Secy /E.630 /D.No.1151/ 2014, Dt: 20-12-2014

Sir,

- Sub:- APERC Procurement of 2000MW (± 20%) power under long term basis through competitive bidding route on DBFOO basis (formerly case-1 bidding) from FY 2017-18 onwards for the state of residual Andhra Pradesh to meet the future supply demand gap- Reg.
- Ref:- 1) Lr.No. CMD/APT/CE/IPC & PS/SE/IPC/DE/TP/F.Case-1/D.No.26/14, Dt:14-07-2014.
 - 2) T.O.Lr.No. APERC/Secy/ Dir(Engg.)/F:E700-28/2014-1 dt.22-7-14.
 - 3) Lr.No. CE/IPC/APPCC/SE/IPC/DE/TP/F.HNPCL/D.No.159/14, dt.17-11-2014.
 - 4) T.O.Lr.No. APERC/J.D(PPP)/Dir (Engg.)/E.630/D.No.1039/2014, dt:28-11-2014.
 - 5) Lr.No. CE/IPC/APPCC/SE/IPC/DE/TP/F.DBFOO/D.No.168/14, dt.04-12-2014.
 - 6) Lr.No. CE/IPC/APPCC/SE/IPC/DE/TP/F.DBFOO/D.No.187/14, dt.17-12-2014.

Your attention is invited to the letter dt.14-07-2014 cited at (1) above, requesting the Commission for grant of permission to APDISCOMs i.e. APSPDCL and APEPDCL for procurement of 2000 MW (\pm 20%) power under long term basis through competitive bidding route.

After careful examination of your request with due to regard to the clarifications furnished in the subsequent letters and more particularly the justification given by APPCC in the letter last cited duly noting that newly formed state of Andhra Pradesh is selected for implementation of "power for all" – Flagship programme of Govt. of India with the objective of supplying 24X7 quality, reliable and affordable power to all domestic, commercial and industrial consumers within a fixed time frame, in a phased

manner and upon cognizing the commitment of Government of Andhra Pradesh to extend 9 hours supply to agricultural sector together with additional energy requirement for upcoming capital city, associated investments, new industrial corridors and new lift irrigation schemes, hereby grants permission for purchase of 2000 MW (± 20%) subject power from the FY 2017-18. However, DISCOMs may review the power position from time to time and regulate their purchases accordingly keeping in view the load generation balance within the (± 20%) cushion provided.

Yours faithfully, Sd/-SECRETARY I/c