## ANDHRA PRADESH ELECTRICITY REGULATORY COMMISSION HYDERABAD

## Order No.02/2015 dated 02-04-2015

(SUO - MOTU)

Present: Sri Justice G. Bhavani Prasad, Chairman Dr. P. Raghu, Member Sri P. Rama Mohan, Member

In the matter of: Notification of Actual Fuel Price escalation and the variable cost to be paid from 01-04-2015 to 31-03-2016 in respect of the existing plants based on Non-Conventional Energy (NCE) sources in the State of Andhra Pradesh

The Commission had issued a comprehensive (tariff) order in O.P.No.32 of 2014 in the matter of determination of variable cost for the period from 01-04-2014 to 31-03-2019 in respect of the existing plants based on Non-Conventional Energy (NCE) sources in the State of Andhra Pradesh on 16-05-2014.

The Commission, in the above said order, has preferred to determine the fuel price escalation in the case of Biomass based, industrial waste based and Bagasse based NCE power plants, as per the fuel price indexation mechanism specified in the CERC RE Tariff Regulations, 2012 and the amendment thereto. Accordingly, it is required to compute fuel price escalation rates on an annual basis based on the indexation methodology and actual fuel price escalation to be notified by the Commission before the start of each financial year starting from 2015-16.

The Commission hereby notifies the following fuel price escalation, the fuel price and the consequent variable cost to be paid by AP Discoms for the financial year 2015-16:

SI.No.	Type of the Power plant	fuel price for FY 2014-15 Rs. / MT	Computed Fuel price escalation %	Fuel price for 2015-16 Rs. / MT	Variable cost for FY 2015-16 Rs. / p.u
1.	Bio-mass	2843	7.5	3056	4.60
2.	Industrial waste based	2843	7.5	3056	4.60
3.	Bagasse based	1551	7.5	1667	2.93

The Commission directs the AP DISCOMs to pay the above variable cost for the power purchased from biomass based, industrial waste based and bagasse based NCE power plants in the State of Andhra Pradesh for the year FY 2015-16.

Sd/-(P. RAMA MOHAN) MEMBER Sd/-(Dr. P. RAGHU) MEMBER

Sd/-(Justice G. BHAVANI PRASAD) CHAIRMAN



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SECRETARY () &
A.P. Electricity Regulatory Commission
Hyderabad,

e. 4.2015