



ANDHRA PRADESH ELECTRICITY REGULATORY COMMISSION

Vidyut Niyamtrana Bhavan, Adjacent to 220/132/33 kV AP Carbides SS,
Dinnedevarapadu Road, Kurnool - 518 002, Andhra Pradesh.
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Draft Regulation

Draft First Amendment to the Andhra Pradesh Electricity Regulatory Commission (Terms and Conditions for Tariff Determination from Renewable Energy Sources) Regulation, 2025, (Regulation No. 6 of 2025)

Regulationof 2025

Introduction

The Andhra Pradesh Electricity Regulatory Commission notified the Andhra Pradesh Electricity Regulatory Commission (Terms and Conditions for Tariff Determination from Renewable Energy Sources) Regulation, 2025 (Regulation No. 6 of 2025) (hereinafter referred to as “the Principal Regulation”), which was published in the Andhra Pradesh Gazette on 12.09.2025.

Whereas the Commission has undertaken a review of the operating performance of small hydro generating stations in the State of Andhra Pradesh, post issuance of the Principal Regulation.

Whereas the said review indicates that the minimum normative Capacity Utilisation Factor (CUF) of 40%, as stipulated under Clause 27 of the Principal Regulation, does not reflect the actual realised CUF levels for many small hydel stations operating under prevailing flow conditions.

Whereas the Commission further notes that the CUF norms stipulated under the Central Electricity Regulatory Commission (Terms and Conditions for Tariff Determination from Renewable Energy Sources) Regulations, 2024, also prescribe a CUF of 30% for small hydro projects in Andhra Pradesh.

Whereas, to ensure realistic tariff determination, consistency with actual performance, and regulatory certainty for projects to be commissioned during the Control Period, it is necessary to align the minimum normative CUF for such

projects with the achievable operational performance in the State.

Now, therefore, after careful examination and in exercise of the powers conferred under Sections 61, 62, 86(1)(b) read with Section 181 of the Electricity Act, 2003 and all other powers enabling in this behalf, the Commission hereby proposes the following amendment to the Principal Regulation.

1. Short Title, Extent, and Commencement

- (1) This Regulation shall be called the First Amendment to the Andhra Pradesh Electricity Regulatory Commission (Terms and Conditions for Tariff Determination from Renewable Energy Sources) Regulation, 2025 (Regulation No. 6 of 2025).
- (2) This Regulation shall extend to the whole of the State of Andhra Pradesh.
- (3) This Regulation shall come into force on the date of its publication in the Andhra Pradesh Gazette.

2. Amendment to Clause 27 of the Principal Regulation

Clause 27 of the Principal Regulation shall be substituted with the following:

“It shall be project-specific and shall not be less than 30% (Project specific).”

(By Order of the Commission)

Place: Kurnool
Date: 18.11.2025.

Sd/-18/11/2025
P.KRISHNA
Commission Secretary i/c