



**TELANGANA STATE ELECTRICITY REGULATORY COMMISSION
HYDERABAD**

Suo-Moto Order dated: 16.07.2015

Present: Sri Ismail Ali Khan, Chairman
Sri H. Srinivasulu, Member
Sri L. Manohar Reddy, Member

In the matter of:

Notification of the actual fuel price escalation and variable cost for the period 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 Telangana.

The erstwhile APERC issued orders in O.P. No.32 of 2014 in determination of the variable cost norms in respect of the existing plants of Bio-mass, Bagasse and Industrial waste based NCE sources for period of 2014-15 to 2018-19. Clause 2.5 of the said order stipulates determination of actual fuel price escalation to be notified by the Commission before the start of each financial year starting from FY 2015-16 as per the fuel price escalation methodology (CERC methodology) given under Annexure-A to the said order.

2. The Telangana State Electricity Regulatory Commission(TSERC) vide Regulation No.1 of 2014 has adopted all the regulations, decisions, directions and orders as in existence and in force as on the date of constitution of the TSERC.

3. The Commission hereby notifies the following actual fuel price escalation and consequent variable cost for the period from 01.04.2015 to 31.03.2016 in the state of Telangana.

Sl. No.	Type of the NCE source	Fuel price escalation %	Variable cost for FY 2015-16 (Rs./kWh)
1	Bio-Mass based power project	7.53%	4.60
2	Industrial Waste based power project	7.53%	4.60
3	Bagasse based power project	7.53%	2.93

4. The Commission directs the TSDiscoms to pay the above variable cost for the power purchased from the Bio-mass, Industrial Waste and Bagasse based NCE power projects in the state of Telangana for the period from 01.04.2015 to 31.03.2016.

Sd/-
(L. MANOHAR REDDY)
Member

sd/-
(H. SRINIVASULU)
Member

sd/-
(ISMAIL ALI KHAN)
Chairman

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