



**BEFORE**  
**THE UTTAR PRADESH ELECTRICITY REGULATORY COMMISSION**  
**LUCKNOW**

**Petition No.1411/2019**

**Date of Order: 23 .01.2019**

**PRESENT:**

Hon'ble Sri Raj Pratap Singh, Chairman  
Hon'ble Sri Suresh Kumar Agarwal, Member  
Hon'ble Sri Kaushal Kishore Sharma, Member

**IN THE MATTER OF:** For amendment in the Competitive Bidding Documents for procurement of bagasse based power.

Chief Engineer (PPA),  
UP Power Corporation Ltd.,  
14th Floor, Shakti Bhawan Extn.,  
14-Ashok Marg,  
Lucknow

.....Petitioners:

In the presence of:

1. Sri Arvind Mittal, CE, PPA
2. Sri S.K. Sinha, SE, PPA

**ORDER**

**(Date of hearing: 23.01.2019)**

1. UPPCL has filed this Petition for approval of amendments in the earlier approved bidding documents for procurement of bagasse based power through competitive route.
2. Earlier the Commission had approved the bidding document vide its order dated 13.10.2017 in Petition No.1224/2017 and subsequent amendment vide order dated 25.06.2018 in Petition No. 1308/2018.
3. Through this Petition UPPCL has sought the following amendments:
  - a. Reducing the requisitioned bid capacity from 50 MW to 25 MW(+, - 20%)
  - b. Term of PPA to be 10 years in place of 20 years



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- c. Ceiling of 45% on Non- escalable fixed charges
  - d. Quoted tariff not to exceed the ceiling limit of Rs. 4.81
  - e. Provision of ABT and Deviation Settlement Mechanism
  - f. Deduction of Rs. 0.18 per unit for using the existing transmission line
  - g. Discounting rate to be 9.15% instead of 9.08%
4. The Commission asked about the justification for the proposed changes, which was satisfactorily replied by the representative of the Petitioner. The Commission found that in the earlier approved documents the minimum capacity for bid is 5 MW and now the Commission has received a petition for reducing the capacity allowed for bidding. The Commission is of the view that small sugar mills can have plants of smaller capacity and they may offer competitive rates. Further now the total requisition capacity is being reduced to 50% therefore this is all the more appropriate to reduce the eligible bidding capacity.
5. The Commission approved the proposed amendments with a change that the minimum bid capacity shall be kept at 2 MW instead of 5 MW. Rest of the amendments shall be incorporated as proposed. The Petitioner shall close the bidding process within a period of 10 days of this order. The amended document and the new bid conditions shall be published in the newspapers within this timeframe.
6. The Petition is disposed of with the above directions.

  
(Kaushal Kishore Sharma)  
Member

  
(Suresh Kumar Agarwal)  
Member

  
(Raj Pratap Singh)  
Chairman

Place: Lucknow  
Dated: 23 .01.2019