

THE UTTAR PRADESH ELECTRICITY REGULATORY COMMISSION LUCKNOW

Petition No. 2117 of 2024

QUORUM

Hon'ble Shri Arvind Kumar, Chairman Hon'ble Shri Sanjay Kumar Singh, Member

IN THE MATTER OF

Petition under Sections 86(1)(b) & 86(1)(c) of the Electricity Act, 2003; Regulations 40 & 55 of UPERC (Conduct of Business) Regulations, 2019 and Regulations 6(i)(v), 7, 31(a)(iii) of UPERC (Captive and Renewable Energy Generating Plants) Regulations, 2019 read with all enabling regulatory and plenary powers of the Hon'ble UPERC seeking declaration of peak and off-peak hours for the purposes of banking and withdrawal of banked energy for the period from 01.04.2024 onwards.

AND

IN THE MATTER OF

1. Uttar Pradesh Power Corporation Limited,

(Through Chief Engineer (PPA)) Power Purchase Agreement Directorate, Shakti Bhawan 14-Ashok Marg, Lucknow, Uttar Pradesh-226001.

- 2. Paschimanchal Vidyut Vitran Nigam Limited,
 - (Through its Managing Director) Victoria Park, Meerut, Uttar Pradesh 250001.
- 3. Madhyanchal Vidyut Vitran Nigam Limited,
 - (Through its Managing Director) 4A, Gokhale Marg, Block I, Gokhale Vihar, Butler Colony, Lucknow, Uttar Pradesh 226001.
- 4. Purvanchal Vidyut Vitaran Nigam Limited,
 - (Through its Managing Director) DLW Bhikharipur, Varanasi, Uttar Pradesh 221004.
- 5. Dakshinanchal Vidyut Vitran Nigam Limited,
 - (Through its Managing Director) Urja Bhawan, 220 KV Sub Station, Bypass Road, Sikandra, Agra, Uttar Pradesh 282007.
- 6. Kanpur Electricity Supply Company Ltd.,

(Through its Managing Director) Kesa House, 14/71 Civil Lines, Kanpur-208001

.....Petitioners









THE FOLLOWING WERE PRESENT

- 1. Shri Deepak Raizada, CE, UPPCL
- 2. Shri Abhishek Kumar, Advocate, Petitioners
- 3. Shri Sharat Kapur, Executive, UP Sugar Mills Cogen Association

ORDER

(DATE OF HEARING: 07.01.2025)

- 1. The Petition has been filed by Uttar Pradesh Power Corporation Limited (UPPCL) and the distribution licensees in the State of Uttar Pradesh seeking declaration of peak and off-peak hours for the purposes of banking and withdrawal of banked energy for the period from 01.04.2024 onwards.
- 2. It has been submitted that CRE Regulations 2019 were notified by the Commission on 25.07.2019. In terms of Regulation 1(ii), the CRE Regulations 2019 were reckoned to have come into effect from 01.04.2019 and remained in effect till 31.03.2024. Regulation 31(a)(iii) of the CRE Regulations, 2019 stated that withdrawal of banked electricity shall be allowed only as per time of the day (TOD) system i.e., withdrawal of electricity in peak/off-peak hours shall not be more than the power banked in that respective TOD slot.
- 3. The Petitioner has further submitted that by way of the Order dated 16.11.2021 in Petition No. 1761 of 2021 (AmpSolar Judgement), exercising powers under Regulation 7 of CRE Regulations, 2019 i.e., power to relax, Commission specified peak hours for banking as 18:00 Hrs to 00:00 Hrs i.e., 6 hours of a day and offpeak hours were declared to be 00:00 Hrs to 18:00 Hrs i.e., 18 hours of a day.
- 4. It has also been submitted that in terms of Regulation 1(ii) of the CRE Regulations, 2019, the control period of the Regulations ended on 31.03.2024. Pertinently, under the AmpSolar Judgment, the Commission explicitly declared banking peak & offpeak hours "for the purposes of CRE Regulations 2019". Therefore, the logical and legal sequitur is that with the lapse of CRE Regulations 2019 on 31.03.2024, the dispensation with respect to peak & offpeak hours has also lapsed.

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- 5. It has further been submitted that the Commission issued an Order in Suo-moto Petition No. 69/SM/2024 on 07.05.2024 wherein, the Commission acknowledged that the five-year control period of the CRE Regulations, 2019 came to an end on 31.03.2024. The Commission, in the said Order, further observed that it is in the process of framing draft regulations for control period 2024-29 and the same shall be notified with retrospective effect after undertaking due regulatory process. The Petitioner has also submitted that since the dispensation qua banking was not specifically extended under the Suo Moto Order dated 17.05.2024, the present petition has been filed seeking clarity qua the applicable peak and off-peak slots for the purposes of banking from the period 01.04.2024 onwards.
- 6. During the present hearing, the Counsel for the Petitioners submitted that with the onset of the summer season and corresponding peak demand, consumers are likely to face banking constraints. Therefore, he urged the Commission to re-cast the peak and off-peak hours for the purposes of banking and withdrawal of banked electricity in tandem with the demand patterns of UP DISCOMs.
- 7. The Commission observed that the Order dated 07.05.2024 has already been issued in Suo-moto Petition No. 69/SM/2024 wherein, the Commission has made it amply clear that framing of draft regulations for control period 2024-29 is in process and therefore the revised provisions shall be notified only after due consultation process considering inputs from all the stakeholders. However, till the new Regulations are notified, the dispensation regarding the peak and off-peak hours shall remain the same as detailed in the Order dated 16.11.2021 in Petition No. 1761 of 2021.

8. The petition is hereby disposed of with the above directions.

(Sanjay Kumar Singh)

Member

Place: Lucknow

Dated: 16 .01.2025

(Arvind Kumar)
Chairman