Sub: Amendment to clause 4.1 of the tariff order dated 17.03.2016 for procurement of power from WEGs

## ORDER (Date of order: 5<sup>th</sup> June,2017)

The Commission had issued a tariff order on 17.03.2016 for procurement of power from wind electric generators commissioned on or after 00.00 hrs. of 01.04.2016 .

2. The para 6.4(2) of the tariff policy dated 28.01.2016 provides as under:

"States shall endeavor to procure power from renewable energy sources through competitive bidding to keep the tariff low, except from the waste to energy plants. Procurement of power by Distribution Licensee from renewable energy sources from projects above the notified capacity, shall be done through competitive bidding process, from the date to be notified by the Central Government. However, till such notification, any such procurement of power from renewable energy sources projects, may be done under Section 62 of the Electricity Act, 2003. While ...."

3. Pursuant to the aforesaid provisions of the tariff policy dated 28.01.2016 and in the larger interest of the consumers of the State, the Commission after following the specified procedure decides that the clause 4.1 of the tariff order dated 17.03.2016 shall be substituted as under:

"4.1 The tariff determined by the Commission under Section 62 of the Electricity Act, 2003 under this tariff order will be applicable to all new wind electric generation projects in the State of Madhya Pradesh commissioned at 00.00 hrs. on 01.04.2016 or thereafter for sale of electricity to the distribution licensees within the State of Madhya Pradesh. The Commission further decides that the distribution licensees may procure electricity from the wind electric projects at the aforesaid tariff or may carry out competitive bidding for procurement of electricity from wind electric projects through transparent process of bidding under Section 63 of the Act. The distribution licensees may approach the Commission for adoption of the tariff discovered through competitive bidding process. In such case, the tariff determined by the Commission in this order dated 17.03.2016 will act as a ceiling tariff. This order also specifies the terms & conditions (other than tariff) for captive user or for sale to third party."

Ordered accordingly.

(Alok Gupta) Member (A.B.Bajpai) Member (Dr. Dev Raj Birdi) Chairman