

**KERALA STATE ELECTRICITY REGULATORY COMMISSION
THIRUVANANTHAPURAM**

**Present : Sri. T. M. Manoharan, Chairman
Sri. K. Vikraman Nair, Member
Sri. S. Venugopal, Member**

Petition No. O.P. 9 of 2015

**In the matter of Approval of draft PPA with K.S.E.B.Ltd. for 3MVA power at 11
kV to M/s. Smart City Kochi Infrastructure Pvt. Ltd, provisionally for 1 year**

Petitioner : The Chief Executive Officer,
Smart City Kochi Infrastructure Pvt. Ltd,
Kakkanad

Respondent : M/s. K.S.E.B.Ltd. , Tvpm

Order dated 21- 05- 2015

The Chief Executive Officer, Smart City Kochi Infrastructure Pvt. Ltd, Kakkanad has filed a petition before the Commission seeking approval of the Power Purchase Agreement (PPA) to be entered into with K.S.E.B.Ltd., for 3 MVA power at 11kV, provisionally for 1 year.

Background:

2. Kerala State Electricity Regulatory Commission had granted licence for distribution of electricity to M/s. Smart City Kochi Infrastructure Pvt. Ltd (SCK) in the area notified as SEZ (Special Economic Zone) at Kakkanad by the Government of India, vide Notification No. 1756/C.Engg./SCK/2013 dated.17-07-2014. It is submitted that the total power requirement when the project is fully completed in a period of 10 years would be around 60 MVA. The required power is proposed to be availed from K.S.E.B.Ltd.

3. In order to meet the power requirement of the first building, with an area of 6.5 lakhs sq. ft which is about to be completed, M/s. Smart City Kochi Infrastructure Pvt. Ltd. submitted an application to K.S.E.B.Ltd. for connectivity and allocation of power and K.S.E.B.Ltd has issued in-principle allocation of power to the extent of 3 MVA at 11 kV to them provisionally for a period of one year.

4. The Chief Executive Officer, SCK has filed a petition before the Commission on 13-03-2015, seeking approval to the draft PPA (Power Purchase Agreement) duly

initialled by both the parties. The final draft agreement was prepared after incorporating the contents of the minutes of the meeting held between the parties on 13-11-2014. The terms and conditions in the draft PPA are accepted by both the parties and duly initialled by them. The petition is filed as per the provisions in the KSERC (Conduct of Business) Regulations, 2003 and subsequent amendments. The petition fee of Rs. 20,000/-, as stipulated in the KSERC (Conduct of Business) Third Amendment Regulations, 2014 for approval of PPA for capacity below 5 MW, has been remitted.

Analysis and Decision of the Commission:

5. The prayer in the petition is for according approval of the PPA to be entered into with K.S.E.B.Ltd. It was submitted that the final draft agreement was prepared after incorporating the contents of the minutes of the meeting held between the parties on 13-11-2014. The terms and conditions in the draft PPA are accepted by both the parties and duly initialled by them. The Bulk Supply Tariff applicable to SCK shall be the same as that of M/s. INFOPARK, until the Commission determines Bulk Supply Tariff for SCK based on ARR & ERC of SCK and K.S.E.B.Ltd. It has been stated in the agreement that it shall come into effect from the date of signing the agreement and shall remain valid for a period of 1 year.

Orders of the Commission:

6. The draft PPA submitted by the Petitioner M/s. Smart City Kochi Infrastructure Pvt. Ltd, Kakkanad duly initialled by both K.S.E.B.Ltd. and the Petitioner is approved.

7. This agreement shall remain valid for a period of 1 year from the date of signing the agreement.

8. A copy of the PPA entered between the parties shall be submitted to the Commission for records.

9. Petition is disposed of accordingly.

Sd/-
K. Vikraman Nair
Member

Sd/-
S. Venugopal
Member

Sd/-
T.M.Manoharan
Chairman

Approved for Issue

SECRETARY