



दिल्ली विद्युत विनियामक आयोग  
Delhi Electricity Regulatory Commission  
(A Statutory Body of Govt. of NCT of Delhi)



F.7 (298)/Tariff/DERC/2010-11/2602/ 6282

14.02.2012

To,

The Chairman,  
New Delhi Municipal Council  
Palika Kendra, Sansad Marg  
New Delhi 110 001

**Subject: - Fuel Price Adjustment Surcharge reg:-**

Sir,

1. The Commission has received applications dated 03.02.2012 from NDMC regarding Fuel Price Adjustment Surcharge for the quarter Oct-Dec, 2011 in compliance with the order of the Commission dated 26.08.2011. NDMC has sought an increase in variable part of tariff of 13.65% on account of fuel price adjustment surcharge.
2. The applications of NDMC for approval of the fuel price adjustment surcharge are under examination and the prudence check/ verification of data submitted by NDMC in respect of Power Purchase Bills; amount billed for Energy Charges etc. is being carried out. This is a time consuming process particularly since it is being done for the first time.
3. The Commission has noted that the revision of Tariff for all the Distribution Licensees of the NCT of Delhi for the year 2011-12 vide its order dated 26.08.2011 has resulted in an average Tariff hike of about 22%. The Commission is of the view that a proper prudence check should be undertaken before additional burden of the magnitude proposed by NDMC passed on to the consumers.
4. At the same time, there has apparently been some rise in the component of fuel cost of the generators and it is in the consumer's interest to pass on this price increase to consumers in a timely manner so as to prevent imposition of additional carrying cost at a later stage. Accordingly, in balance, the Commission is of the opinion that a provisional 5% Fuel Price Adjustment Surcharge (FPA) for the quarter Oct- Dec., 2011 would be appropriate and just under the given circumstances,

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pending verification of the data provided & putting in place an appropriate mechanism for verifying all such claims in the future.

5. The Commission directs for a provisional 5% Fuel Price Adjustment Surcharge (FPA) for the quarter Oct- Dec., 2011 for NDMC and the same shall be applicable for three months effective from 14.02.2012.

6. This issues with the approval of the Commission.

Yours faithfully,

  
(Jaysree Raghuraman)  
Secretary