

TAMIL NADU ELECTRICITY REGULATORY COMMISSION

PRESENT: *Thiru S. Kabilan* - *Chairman*
 Thiru K. Venugopal - *Member*
 Thiru S. Nagalsamy - *Member*

Tariff Order No.5 of 2011 dated 21-12-2011

In the matter of: *Extension of Tariff Order No.2 of 2009 on Biomass based Power Generation Plants*

The Commission issued a comprehensive tariff order on Biomass based Power Generation Plants in Order No.2 of 2009 dated 27-04-2009. The validity of the order expired on 31-03-2011. The validity of the tariff order was extended by the Commission up to 31-12-2011 vide Tariff Order No.2 of 2011 dated 12-04-2011.

2. The Commission is in the process of revising the comprehensive tariff order on Biomass based Power Generation Plants issued in Order No.2 of 2009. The views / suggestions on the issues relating to Biomass based Power Generation Plants Tariff Order were called for by the Commission from the stakeholders. In response to that, many stakeholders have offered their views / suggestions. The TANGEDCO has offered its views very recently.

3. Number of developments have taken place such as REC mechanism etc., which needs a deeper study on their implications on the tariff for Biomass based Power Generation Plants. Further, the Commission has to take decision on certain matters like concessional transmission and wheeling charges of Biomass based Power Generation Plants etc. The matter on finalisation of new tariff order on Biomass based Power Generation Plants has to be discussed in the State Advisory Committee (SAC) meeting.

4. Variable Cost for all the projects shall be Rs.2.80 per unit for the period from 01-01-2012 to 30-06-2012. Fixed Cost for the projects commissioned on or after 18-09-2008 shall be as indicated in para 10.1 of the

Tariff Order No.2 of 2009 dated 27-04-2009. As regards the projects commissioned between 15-05-2006 and 18-09-2008, fixed cost shall be as per para 10.3 of the same Tariff Order.

5. In the light of the above, the validity of Order No.2 of 2009 is extended up to 30-06-2012.

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(S. Nagalsamy)
Member

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(K. Venugopal)
Member

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(S. Kabilan)
Chairman

(By order of the Commission)

(S.GUNASEKARAN)
Secretary