

ADDITIONAL AGENDA-1

FOR

42nd MEETING OF COMMERCIAL SUB-COMMITTEE

ITEM-32 Long pending outstanding dues on account of wheeling charges payable by Delhi DISCOMs, J&K Government (Power Development Department- PDD) and Haryana to BBMB (Agenda by BBMB)

- 32.1 The payment on account of wheeling charges for utilization of BBMB transmission system for transmission of Baira Siul power and Central Sector power to Delhi, J&K and Haryana is pending since long. The matter regarding outstanding dues payable to BBMB on account of wheeling charges was also discussed as an agenda in the 17th & 20th & 25th Commercial Sub Committee meetings of NRPC held on 14.12.2010, 24.08.2011 & 24.12.2013 respectively, wherein it was expressed by Member Secretary, NRPC that decisions of NREB/NRPC needed to be honoured by the constituents. After deliberations, it was decided to sort out the issue mutually. Matter has been vigorously pursued by BBMB at all levels but no response is being received.

I. Delhi DISCOMs: Wheeling Charges for use of BBMB transmission system for transmission of Central Sector Power through Samaypur link & supply of Baira Siul Power

- i) BBMB had been claiming wheeling charges from Delhi in respect of following:
 - a) For facilitating Baira Siul power through its transmission system as per Minutes of the 58th meeting of NREB held on 25.2.82 & 81st NREB meeting held on 10.11.1989, w.e.f May-80 (**Annexure-32.1**).
 - b) For the utilization of Inter-connecting facilities at 220 KV Samaypur Sub station of BBMB for the transmission of Central Sector Power through 220 KV Samaypur-Ballabgarh-BTPS Ckts. as per the decision of the 87th meeting of NREB held on 19.4.1991, w.e.f November-1987 (**Annexure-32.2**)
- ii) These bills were raised as per the Rate/Quantum of energy mentioned in the monthly REAs of NREB/NRPC issued from time to time.
- iii) Earlier, these bills were raised on DESU/DVB/DTL from time to time and payment on this account was made by these entities.

- iv) After the re-assignment of all PPAs to Delhi Distribution Companies, DTL had stopped making payment w.e.f 1.4.2007 and informed that these bills may be raised to Delhi DISCOMs (BYPL, BRPL & NDPL).
- v) Accordingly, BBMB started raising wheeling charges bills on Delhi DISCOMs. However, no payment was forthcoming.
- vi) Matter is vigorously pursued by BBMB with the Delhi DISCOMs for release of pending payment pertaining to wheeling charges.
- vii) The matter was also discussed as an Agenda Item in the 25th Commercial sub-committee meeting of NRPC held on 24.12.2013 wherein, it was decided that both BBMB and Delhi DISCOMs would sort out the issue mutually.
- viii) In compliance to above, matter has been taken up with Delhi DISCOMs to convene a meeting to sort out long pending issue, but no response is forthcoming.

As on date outstanding dues on account of wheeling of Central Sector Power and Bairasiul power (upto 8/2013 bills) against Delhi DISCOMs are as under:

S.No.	Delhi DISCOM	WC on account of Central Sector Power through Samaypur Link	WC on account of Bairasiul Power	Total
1.	Tata Power Delhi Distribution Ltd. (NDPL)	Rs 6.04 Lakh	Rs 49.82 Lakh	Rs.55.86 Lakh
2.	M/s BSES Rajdhani Power Ltd., (BRPL)	Rs. 5.40 Lakh	Rs 54.48 Lakh	Rs.59.88 Lakh
3.	M/s BSES Yamuna Power Ltd.,(BYPL)	Rs. 0.97 Lakh	Rs 7.98 Lakh	Rs. 8.95 Lakh

II. Jammu & Kashmir (PDD) - Wheeling Charges on account of Central Sector Power (NTPC/ Western Grid etc.) routed through BBMB transmission system (including Samaypur link)

J&K is drawing Central Sector Power through BBMB transmission system. Accordingly, as per the decision taken in 87th meeting of Northern Region Electricity Board held on 19.4.1991 (**Refer Annexure-32.2**) wheeling charges bills @ 1.5 P/kWh, were being raised on monthly basis as per the REA issued by NREB/NRPC from time to time. However, despite lot of persuasion telephonically, protracted correspondence & supply of complete reconciled details of bills to concerned office i.e Chief Engineer/Commercial and Survey Wing, Jammu of J&K Govt. by BBMB, J&K is not making payment onwards on this account. As on date outstanding dues on account of wheeling of Central Sector Power over BBMB transmission system against J&K are around Rs.11.12 crore (upto 08/2013 bills).

III. Haryana - Wheeling Charges for use of BBMB transmission system for supply of Baira Siul Power to Haryana

Haryana was drawing its allocated share of power from Baira Siul Hydro Electric Project (HEP) of NHPC through BBMB transmission network. Accordingly, BBMB had been raising wheeling charges bills for use of its transmission system for supply of Baira Siul Power to Haryana as per the decision taken in 58th meeting of NREB held on 25.02.82 (**Refer Annexure-32.1**) & and Power Sub-committee meeting of BBMB dated 21.12.83 (**Annexure-32.3**) .

That upto February, 1995, these wheeling charges bills were raised on NHPC, NHPC in turn collected the payment from its beneficiaries (including Haryana) and reimbursed to BBMB. This procedure was continued up to Feb, 1995 and from March, 1995 onwards, when NHPC lines were transferred to Powergrid, it had started raising these bills and reimbursed the payments to BBMB as per the agreement between BBMB and Powergrid. After the termination of MOU between BBMB and Powergrid, from July 2000 onwards, BBMB had started raising these bills directly on beneficiaries of Bairasiul including Haryana.

It may be brought out that Haryana had made these payments upto June, 2000. However, since July, 2000 no payment on this account is forthcoming despite regular pursuance by BBMB. Non receipt of

payments has resulted in accumulation of arrears to the tune of about Rs. 3.17 Crore up to 8/2013 bills

*It is pertinent to mention here that these bills were raised strictly as per the monthly Regional Energy Accounts (REAs) issued by NREB/NRPC from time to time & its various decisions and therefore, need to be honoured by the beneficiaries viz. Delhi DISCOMs, Haryana & J & K. A copy of the notes on account of Wheeling charges appended with monthly REAs of NRPC is enclosed at **Annexure-32.4** for reference.*

It may be brought out that after the implementation of CERC Sharing Regulations 2010, as per the decision taken in 26th TCC & 29th NRPC meetings held on 12/13.09.2013, the concept of levying wheeling charges have been discontinued w.e.f. September, 2013 and BBMB has stopped raising these bills thereafter.

Annexure-32.1

ANNEXURE. II

MINUTES OF THE 58TH MEETING OF NREB HELD ON 25.2.82 AT NEW DELHI.

13. LEVY OF WHEELING CHARGES AND TRANSMISSION LOSSES IN RESPECT OF POWER TO BE TRANSMITTED FROM SIUL POWER STATION OF NHPC.

Sh. Advani (NREB) gave a background of the position regarding levy of wheeling charges and transmission loss and said that all constituents except DESU had agreed to levy of wheeling charges and transmission loss in the case of Siul of 4% on Siul Power transmitted to DESU. They had reservations on payment of wheeling charges. Sh. Pinto (DESU) said that DESU had dissented on levy of wheeling charges as the power was flowing by displacement. Sh. Raina (NHPC) said that policy has to be annunciated in this regard. After discussion the following decision was taken .

“When the power flows unidirectionally through a Non-beneficiary system to another beneficiary system, wheeling charges and transmission losses shall be paid by the beneficiary state to the non beneficiary state”.

On a query from Sh. Advani it was clarified that the decision would be applicable from the date on which Siul power station was commissioned.

ANNEXURE I

RELEVANT EXTRACT FROM THE 81ST MEETING OF THE NORTHERN REGIONAL ELECTRICITY BOARD HELD ON 10th NOV, 1989.

Item No. 2.8

REVISION OF WHEELING CHARGES FOR WHEELING BAIRA SIUL AND SALAL POWER THROUGH BBMB.

NREB Secretariat informed that TCC had recommended that the wheeling charges for Baira Siul power be increased from 1.35 P/kWh to 2.4 P/kWh from a prospective date. The TCC had also recommended that wheeling charges for Salal Power be 2.4 P/kWh payable to BBMB and 0.3 P/kWh payable each to Punjab and J&K from the date of commissioning of Salal. The Board approved this recommendation and BBMB also accepted the same.

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Annexure-32.2

ANNEX-II

Extract of minutes of the 87th meeting of the Northern Region Electricity Board, held at New Delhi on 19th April, 1991.

Item No. 8

RECOMMENDATIONS OF 63RD MEETING OF COMMERCIAL ENGINEERS COMMITTEE HELD ON 25TH AND 26TH FEBRUARY, 1991.

The Board considered the recommendations of the TCC on this issue and decides as follows:-

- i) Wheeling charges for the use of inter-connecting facilities of 220KV Samaipur substation of BBMB.

BBMB to recover wheeling charges @ 0.3 P/kWh for the energy received at BTPS bus over the 220KV Ballabgarh-BTPS lines w.e.f. April 1989 and NREB would identify in the monthly global account of NREB the apportionment of this energy amongst DESU, UPSEB and BBMB partners.

- ii) Wheeling charges payable by J&K to BBMB and Punjab on the energy supplied from Singrauli, Rihand and Western Grid during winter months.

J&K would pay w.e.f. November, 1989 the wheeling charges 2.7 P/kWh i.e. @ 1.5 P/kWh to BBMB and 1.2 P/kWh to PSEB for the energy actually drawn during winter months from Singrauli, Rihand and Western Grid w.e.f. November, 1989 over the BBMB and PSEB networks.

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Annexure-32.3

Annexure-III

SUMMARY RECORD ON DISCUSSIONS OF THE MEETING OF BBMB POWER-SUB-COMMITTEE HELD AT DELHI ON 21.12.83

Item No. 5 Levy of wheeling charges by BBMB on the Baira Siul Power wheeled i.e beneficiary states.

It was observed by Member (Power) that BBMB system was meant for the transmission of power generated by BBMB and accordingly the utilization of this system for transmission of outside power by any of the partner states would abstract the levy of wheeling charges as well as transmission losses.

After discussion on various aspects of the case it was decided that wheeling charges shall be payable by the BBMB partners for injection of any power from outside agency through the BBMB system. With reference to Baia Siul Power it was agreed that since PSEB had installed one 220 KV circuit from Pong to Jullundur which is sufficient for carrying their share of Power from Baira Siul, wheeling charges may not be recovered from PSEB on account of transportation of Baira Siul power from Pong to Jullundur.

RSEB representative observed that incremental losses on account of transportation of additional power on existing transmission lines would be considerably high compare to normal line losses and should be considered/studied while accepting the responsibility for transportation of any outside power to the partner state Elec. Boards. This was agreed to in principle and decided to be studied the same at appropriate time.

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Annexure-32.4

**Northern Regional Power Committee
Final REA for the Month of JUNE, 2013
Wheeling Charges**

Annexure-IV

- Wheeling charges @2.40 P/kWh are payable for 789.33167 LU energy received from Bairasiul at Pong and wheeled through BBMB system. BBMB would raise the bills for its wheeling charges on various beneficiaries and recover the amount directly.
2. HVPNL will pay wheeling charges to UPCL @ 1.0 P/kWh for 0.00000 LU in respect of energy imported by it over Kulhal-Giri-Abdullapur line.
 3. HVPNL will pay wheeling charges to HPSEB @ 1.0 P/kWh for 0.00000 LU of Central Sector power wheeled to Haryana through HP system.
 4. J&K will pay wheeling charges for 61.86678 LU energy drawn from Central Sector stations payable to Punjab @ 1.2P/kWh and to BBMB @ 1.5P/kWh (During winter months)
 5. BBMB will recover wheeling charges @ 0.3 P/kWh for 220kV Samaypur link (Chargeable to Singrauli Energy Account) from various constituents as follows :
DTL-----176.26009
UPPCL-----0.00000
BBMB PARTNERS(PUNJAB,HARYANA AND RAJASTHAN)-----1081.60405
 6. DTL will pay to UPPCL wheeling charges @1.0 P/kWh for 0.00000 LU energy drawn from UPPCL at 220kV Patparganj Substation