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**BEFORE THE TELANGANA STATE ELECTRICITY  
REGULATORY COMMISSION**

5<sup>th</sup> Floor Singareni Bhavan, Red Hills, Hyderabad – 500 004

**OP No. 6 & 7 of 2016**

**IN THE MATTER OF**

Petition requesting the Commission

1. To examine PPAs with TSGENCO and SCCL plants through public process.
2. To allow the objector to be heard in person before the Commission takes any decision on this application of the DISCOMs.

**IN THE MATTER OF**

**Name and full address of the petitioner:**

R. Narsing Rao, H.No:1-2-111, New Bowenpally, Secunderabad-11.

*Represented by*

R. Narsing Rao

H.No:1-2-111, New Bowenpally, Secunderabad-11.

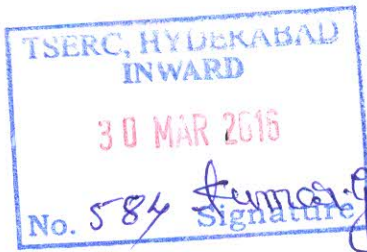
And

**Name and address of the Respondents:**

Chairman and Managing Director

Northern Power Distribution Company of Telangana Ltd,

Southern Power Distribution Company of Telangana Ltd,



**BEFORE THE TELANGANA STATE ELECTRICITY REGULATORY  
COMMISSION**

5<sup>th</sup> Floor Singareni Bhavan, Lakdi-ka-pool, Red Hills, Hyderabad – 500 004

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**AFFIDAVIT VERIFYING THE MEMORANDUM OF OBJECTIONS**

I, R. Narsing Rao, son of R. Sathyanarayana do hereby solemnly affirm and state as under:

1. I am the Student, the applicant in the above matter and am duly authorised by the said applicant to make this memorandum of objections on its behalf.
2. The statements made in the paragraphs of the accompanying memorandum of objections now shown to me are true to my knowledge, derived from the Filing of ARR and Proposed Tariffs for FY 2016-17 of the two DISCOMs and the material gathered and made available to me and are based on information and advice received which I believe to be true and correct.

Solemnly affirm

*R. Narsing Rao*

Deponent

30-03-2016

Hyderabad

**BEFORE THE TELANGANA STATE ELECTRICITY REGULATORY  
COMMISSION**

\* 5<sup>th</sup> Floor Singareni Bhavan, Lakdi-ka-pool, Red Hills, Hyderabad – 500 004

**Power purchase cost**

**1.1** Though the power utilities in both the states – Telangana and AP – are sharing power generated in thermal power plants on the lines specified in the reorganisation Act they are not sharing the power generated in the hydel power stations. Power generated from the hydel stations is being used within the states where these plants are located. But this years ARR showed that TSDISCOMs will be sharing the power generated at the hydel power stations also. (p.32-3, 39 of SPDCL ARR). This needs to be clarified.

**1.2** Though new plants of TSGECO started operation quite some time back their PPAs are not yet approved by the Commission. It is not clear on what basis power purchase cost for these plants is decided. In the past CAG raised doubts on the cost incurred in erecting these plants. In its Report for the year 2010 CAG examined Kakatiya – I plant and found excess spending was Rs. 555.48 Crore (26.74%). CAG Report for the year ending March 2014 found that selection of costlier pipes for raw water pipeline of KTPP Stage-II resulted in avoidable excess cost of ` 43.30 crore. We request the Commission to hold public hearings on PPAs with the new power plants of TSGENCO.

**1.3** According to DISCOMs filings two 600 MW power plants of SCCL will start generating power from June-July 2016. It was mentioned that a new PPA was signed between SCCL and TSDISCOMs on 18<sup>th</sup> January 2016. We request the Commission to hold public hearing on this PPA.

**Arrears**

**2.1** While SPDCL has provided category-wise arrears, NPDCL has provided circle-wise arrears. We request the Commission to direct NPDCL to provide us details of category-wise arrears.

**2.2** SPDCL filings show that as on 30-09-2015 outstanding arrears stand at Rs. 1703.79 crore. More than 50% of these arrears have to come from government departments – Street lighting & PWS schemes (Rs. 830.07 crore) and Irrigation & CPWS (Rs. 165.41 crore) HT industry consumers have to clear arrears of Rs. 524.22 crore. We would like to know the steps taken by the Licensee to collect these arrears. In the past DISOMs used to place the list of consumers with arrears more than Rs. 50, 000 on its website. We request the Commission to direct the DISCOMs to restore the practice.

**Prayer to the Commission**

1. To examine PPAs with TSGENCO and SCCL plants through public process.
2. To allow the objector to be heard in person before the Commission takes any decision on this application of the DISCOMs.

*R. Narayana Rao*  
*30/3/16*