JHARKHAND STATE ELECTRICITY REGULATORY COMMISSION RANCHI

Case No. 17 of 2011

Shri **Mukhtiar Singh**, Chairperson Shri **T. Munikrishnaiah**, Member (Tech)

Dated: 1st June 2011

IN THE MATTER OF

For the Petitioner

<u>ORDER</u>

M/s Tata Steel Limited

..... Petitioner

: Shri Arvind Kumar Sinha, Chief Electrical (T&D), Tata Steel Limited, Jamshedpur Shri K.C. Jha, Finance Controller, Tata Steel Limited, Jamshedpur

Heard the petitioner.

M/s Tata Steel Limited has filed a petition for drawal from Tata Steel Works (TSL- works) captive unit by Tata Steel Limited for its licensed area on temporary basis. It has also been stated in the petition that the petitioner proposes to purchase the captive power at a price equivalent to the weighted average price of purchase of long term sources of power of the licensee during the same period. It is also been stated in the petition that Tata Steel Limited is presently under going expansion of its Tata Steel plant and will require additional power for the steel plant to get its increasing power requirement. Tata Steel works have put additional generating units and has commissioned a new 120 MW generating unit. It is added in the petition for the new captive unit has been installed by joint venture Company of Tata Steel as a SPV. The petitioner further added that there will be some surplus captive power during the period when all its old and new captive units will be fully operational. The deficit of the Tata Steel Licensee at Jamshedpur can be partially met for the interim period with the surplus captive generation pool available with the Tata Steel works. Taking into consideration the entire scenario, which has been made out by the petitioner the Commission agrees to the proposal of purchase of short term power from Tata Steel – works at rates to be determined by the Commission.

The petition of the petitioner-TSL is disposed of accordingly.

Sd/-(T. Munikrishnaiah) Member (E) Sd/-(Mukhtiar Singh) Chairperson