

February 29, 2020

IWPA Circular No. 304 of 2020

Dear Member,

**For attention of all IWPA Members having Wind Mills in Tamil Nadu**



**Sub: Tamil Nadu Electricity Regulatory Commission's Consultative Paper with Regard to Tariff Order for Forthcoming Control Period Commencing on 01/04/2020**

TNERC has released a consultative paper with regard to the Tariff Order for the forthcoming control period commencing on 01/04/2020. The consultative paper and a gist prepared by Mr. Muthusamy, Legal Consultant, IWPA, are attached.

Some key elements are:

- No banking in respect WEGs that are 10 or more years old
- For WEGs that are less than 10 years old:
  - Consumption within the same month
  - Where consumption is less than generation, credit of 75% of the applicable tariff, adjusted against current consumption charges or payment within 30 days. OR
  - No drawal of banked energy during evening peak hours.
  - Banking only from April to December.
  - No banking from January to March
  - Where consumption from April to December is less than generation, encashment @ 75% of the applicable tariff / 75% of Pooled cost of power purchase for captive generators under REC scheme
- No banking of energy for third party power purchase.
- Transmission, wheeling and scheduling and system operation charges at 100% of that applicable for conventional power. **This is currently 47 paise per unit. This will become 94 paise per unit.**
- Actual line losses in kind
- 100% of cross subsidy surcharge of that applicable to conventional power. **This is currently Re 1.00 per unit. This will become Rs 1.67 per unit.**
- 25 paise per kVARh will be levied on wind energy generators, who draw reactive power up to 10% of the net active energy generated. Anyone drawing in excess of 10% of the net active energy generated will be liable to pay double the charge.
- Start-up power: Drawal of energy by the wind generators during the start up from the distribution licensee shall be adjusted against the generated energy.
- WEGs who opt for parallel operation with the grid shall pay 100% of applicable parallel operation charges to the distribution licensee. **This is not applicable to open access consumers.**

**All WEG owners are requested to positively write directly to TNERC, preferably on or before March 4, 2020**

1. **Seeking to retain April-March banking for all WEGs, irrespective of age and**
2. **Objecting to the proposal to increase transmission, wheeling, system operation and scheduling charges and cross subsidy to 100%, on par with conventional energy, as it is not in line with the Electricity Act.**

**Members are requested to mark a copy to IWPA in order to enable us consolidate and put forward the views of the Association.**

Thanking You,

With Best Wishes & Regards

For Indian Wind Power Association

**(Prof. Dr. K Kasthurirangaian)**  
Chairman

Encl.: as above

**Indian Wind Power Association**

**NATIONAL OFFICE**

Door No. E, 6<sup>th</sup> Floor, Tower -1, Shakti Towers, No. 766, Anna Salai, Chennai 600 002.

**Regional Council: New Delhi**

**State Councils: Ahmedabad, Bengaluru, Hyderabad, Indore, Jaipur, Mumbai**

Phone : 044 4550 4036, 4550 4281

E-mail : iwpa@windpro.org  
secretary.general@windpro.org

Website : www.windpro.org