



**Delhi Electricity Regulatory Commission**  
**Viniyamak Bhawan, 'C' Block, Shivalik, Malviya Nagar, New Delhi – 17**

**F.3(611)/Tariff-Engg./DERC/2019-20/6751**

**In the matter of: Removal of difficulty in DERC (Terms and Conditions for Determination of Tariff) Regulations, 2017.**

**ORDER**

(Date of Order: 07/07/2023)

Whereas, Regulation 121 (3) of *Delhi Electricity Regulatory Commission (Terms and Conditions for Determination of Tariff) Regulations, 2017* provides that “Normative cost of banking transactions at the rate of average power purchase cost of the portfolio of the distribution licensee”.

Whereas, Regulation 29 (3) of *Delhi Electricity Regulatory Commission (Business Plan) Regulations, 2023* provides that the “The normative cost of Banking transactions, while Truing-up the Power Purchase Cost, shall be Weighted Average Rate of Variable Cost of all long term sources for the Financial Year under True-up.”

Whereas it is to mention that under Regulation 3 of DERC Tariff Regulations, 2017 the Business Plan Regulations are sub set of the said Tariff Regulations and are valid for a particular Control Period.

Now, Delhi Electricity Regulatory Commission in exercise of its power conferred under Regulation 171 of *Delhi Electricity Regulatory Commission (Terms and Conditions for Determination of Tariff) Regulations, 2017* for removal of difficulty in giving effect to provisions of above stipulated Regulations, hereby decides for the Control Period governed by *Delhi Electricity Regulatory Commission (Business Plan) Regulations, 2023* i.e., FY 2023-24 to FY 2025-26 that:

“The normative cost of Banking transactions, while Truing-up the Power Purchase Cost, shall be Weighted Average Rate of Variable Cost of all long term sources for the Financial Year under True-up.”

**Sd/-**  
**(Dr. A.K.Ambasht)**  
**Member**