

**Addendum – 9, dated 12 January 2018**


Sl. No	Clause No.	Page No.	Original Clause	Read As
1	General	-	Term “KERC applicable tariff” across RFP, PPA and Addendum/Addenda	<b>Term “KERC applicable tariff” across RFP, Draft PPA and Addendum/Addenda shall be read as “Benchmark Tariff” determined based on the current APPC of Rs. 3.57 per unit as per KERK letter no. KERK/S/F-31/Vol-1207/17-18/1785” dated 11 January 2018. In case the Bidder quotes the Effective Tariff higher than the Benchmark Tariff of Rs. 3.57 per unit, such Bids submitted by the Bidder shall be summarily rejected by KREDL</b>
2	RFP 1.2.5	10	In case as a consequence of delay in commissioning of the Project beyond the Scheduled Commissioning Date, subject to provisions of Draft PPA if there is a change in KERK applicable Tariff, the changed applicable Tariff for the Project shall be the lower of the following: i. Tariff offered by the Bidder ii. KERK applicable Tariff as on the Commercial Operation Date.  For the avoidance of doubt, in the event, a Bidder quotes the Effective Tariff higher than the tariff subsisting on Bid Due Date by KERK, then such Bid shall be summarily rejected by KREDL.	<b>In case as a consequence of delay in commissioning of the Project beyond the Scheduled Commissioning Date, subject to provisions of Draft PPA, the changed applicable Effective Tariff for the Project shall be 80% (eighty percent) of the Effective Tariff quoted by the Bidder, if the Project is commissioned within 3 (three) months thereafter.</b>  For the avoidance of doubt, in the event, a Bidder quotes the Effective Tariff higher than the Benchmark Tariff of Rs. 3.57 per unit, such Bids submitted by the Bidder shall be summarily rejected by KREDL
3	RFP 2.7.1. a.	19	Schedule -2- Solar Tariff Order issued by KERK with reference to “Revision of tariff for Grid Interactive Megawatt scale Solar Power Plants for FY18” dated 12 April 2017 and as amended from time to time.	<b>Schedule 2 - Letter issued by KERK with reference to “KERK letter no. KERK/S/F-31/Vol-1207/17-18/1785” dated 11 January 2018 to be termed as the “Benchmark Tariff”. Currently, the Benchmark Tariff is the current APPC of Rs. 3.57 per unit. The letter issued by KERK is provided in Annexure-1 of this Addendum-9, for reference of the Bidders. In case the Bidder quotes the Effective Tariff higher than the Benchmark Tariff of Rs. 3.57 per unit, such Bids submitted by the Bidder shall be summarily rejected by KREDL</b>
4	RFP Schedule 2	72	Solar Tariff Order issued by KERK with reference to “Revision of tariff for Grid Interactive Megawatt scale Solar Power Plants for FY18” dated 12 April 2017 and as amended from time to time.	<b>Letter issued by KERK with reference to “KERK letter no. KERK/S/F-31/Vol-1207/17-18/1785” dated 11 January 2018 to be termed as the “Benchmark Tariff”. Currently, the Benchmark Tariff is the current APPC of Rs. 3.57 per unit. The letter issued by KERK is provided in Annexure-1 of this Addendum-9, for reference of the Bidders. In case the Bidder quotes the Effective Tariff higher than the Benchmark Tariff of Rs. 3.57 per unit, such Bids submitted by the Bidder shall be summarily rejected by KREDL</b>
5	Addendum 6 Sl.	Page 6 of	Provided further that as a consequence of delay in Commissioning of the Project beyond the Scheduled	<b>Provided further that as a consequence of delay in commissioning of the Project beyond the Scheduled Commissioning Date, subject to</b>

SHORT TERM TENDER FOR DEVELOPMENT OF 860 MW (AC) SOLAR POWER PROJECTS IN KARNATAKA TO BE IMPLEMENTED IN 43  
TALUKAS/ CONSTITUENCIES  
RFP dated 07 Dec 2017

Sl. No	Clause No.	Page No.	Original Clause	Read As
	No. 7	7	Commissioning Date, subject to Article 14, if there is a change in KERC applicable Tariff, the changed applicable Tariff for the Project shall be the lower of the following: i. Tariff at in Clause 12.1 above or ii. KERC applicable Tariff as on the Commercial Operation Date.	<b>Article 14, the changed applicable Effective Tariff for the Project shall be 80% (eighty percent) of the Effective Tariff quoted by the Bidder, if the Project is commissioned within 3 (three) months thereafter.</b>

**For avoidance of any doubt, Bidders to note that this Addendum – 9 dated 12 Jan 2018 shall supersede the relevant provisions/ clauses/ footers/ any reference of the previous Bidding Documents including RFP and Draft PPA, all the addendums and clarifications issued before this Addendum.**

ಕರ್ನಾಟಕ ವಿದ್ಯುಚ್ಛಕ್ತಿ  
ನಿಯಂತ್ರಣ ಆಯೋಗ



**KARNATAKA ELECTRICITY  
REGULATORY COMMISSION**

6 ಮತ್ತು 7ನೇ ಮಹಡಿ, ಮಹಾಲಕ್ಷ್ಮಿ ಚೇಂಬರ್ಸ್  
ಸಂ. 9/2, ಎಂ.ಜಿ. ರಸ್ತೆ, ಬೆಂಗಳೂರು - 560 001  
No: KERC/S/F-31/Vol-1207/17-18/ 1795

6th & 7th Floor, Mahalaxmi Chambers  
No. 9/2, M.G. Road, Bengaluru - 560 001  
Dated: 11.01.2018

The Additional Chief Secretary,  
Energy Department, Government of Karnataka,  
Vikasa Soudha,  
Bengaluru-560001.

Sir,

**Sub: Approval for Commercial Operation Date(CoD) and Condition Precedent duration for  
Implementation of 860 MW Solar Power Projects in 43 Taluks of Karnataka State-Reg.**  
Ref: KREDL letter no:KREDL/07/SG/860MW/F-533/KERC/2017/55-56 dated 06.01.2018  
(Received on 08.01.2018)


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Please refer to the KREDL letter dated 06.01.2018 on the subject. The Commission has taken note on the letter requesting to approve the period of 18 months for achieving CoD instead of 12 months and a period of 12 months for achieving condition precedent, instead of 6 months, in view of the delay being faced by the developer in getting conversion of land from the revenue authorities.

The Commission has also noted that, as per the Commission's Order dated 12.04.2017, the present generic tariff for Megawatt scale solar power projects is Rs 4.36 per unit. The Commission had suggested to KREDL to fix tariff of Rs 4.36 per unit as the ceiling tariff in the RFP/PPA. Since the solar tariffs are declining drastically, allowing a longer period for completion of the projects at the current benchmark tariff, is not in the interest of the consumers.

In view of the above, I am directed to communicate approval of the Commission to allow 18 months for achieving CoD and 12 months for achieving conditions precedent to the said project, subject to a benchmark tariff of current APPC of **Rs 3.57 per unit instead of Rs 4.36 per unit**. Further, in Clause 12.2 of the PPA, to insert that the tariff in respect of projects not commissioned within the scheduled commissioning date, shall be eligible for 80% of the quoted tariff, if the project is commissioned within three months thereafter. To effect the change in the benchmark tariff and Clause 12.2, the RFP/PPA shall be modified accordingly, by the KREDL.

Kindly issue suitable directions to the KREDL.

Yours faithfully,  
  
Secretary  
for Karnataka Electricity Regulatory Commission

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