



**ORDER
OF THE
WEST BENGAL ELECTRICITY REGULATORY
COMMISSION**

IN CASE NO. PPA-149/25-26

**POWER PURCHASE AGREEMENT (PPA) EXECUTED ON 19.12.2025 BY
AND BETWEEN WEST BENGAL STATE ELECTRICITY DISTRIBUTION
COMPANY LIMITED (WBSEDCL) AND RASHMI METALIKS LIMITED
(RML) FOR PROCUREMENT OF SURPLUS POWER OF 3 MW FROM
THE POWER PLANT OF RML**

DATE: 21.01.2026



Facts in Brief

- 1.0 The West Bengal State Electricity Distribution Company Limited (WBSEDCL) has submitted an application dated 15.01.2026 for approval of the Power Purchase Agreement (PPA) executed on 19.12.2025 between WBSEDCL and Rashmi Metaliks Limited (RML) in terms of regulation 7.4 of the West Bengal Electricity Regulatory Commission (Terms and Conditions of Tariff), Regulations, 2011, as amended (hereinafter referred as "Tariff Regulations"). The PPA is for the purchase of the surplus power of 3 MW from the power plant of RML located at Vill-Gokulpur, PS- Kharagpur, PO-Shyamraipur, Dist- Paschim Mednipur, West Bengal PIN – 721301. The Commission admitted the application on 19.01.2026 in Case No. PPA – 149/ 25-26.
- 2.0 WBSEDCL in this application inter-alia has submitted the following:
 - 2.1 RML has installed 47.25 MW Waste Heat Recovery Boiler (WHRB) power plant at Vill- Gokulpur, PS- Kharagpur, PO- Shyamraipur, Dist- Paschim Mednipur, West Bengal PIN – 721301 and desired to sell surplus power of 3 MW from WHRB) power plant of RML to WBSEDCL in captive power plant mode.
 - 2.2 The proposal is approved in the 134th Board Meeting of WBSEDCL held on 22.09.2025.
 - 2.3 Accordingly, a Power Purchase Agreement (PPA) was executed between WBSEDCL and RML on 19.12.2025 for the purchase of surplus power of 3 MW from 47.25 MW Co-generation plant of RML under mutually agreed terms and conditions. WBSEDCL has submitted a copy of the said PPA along with the application.
 - 2.4 The salient features of the PPA are as below:
 - (i) Tariff: Single part tariff @ Rs. 2 per kWh.
 - (ii) Delivery point for injection of energy to WBSEDCL system from RML Captive Power Plant shall be the end point of 132 kV Service Line connected at Vidyasagar Park 132 kV Sub-station & Kharagpur (WBIIDC) 132 kV Sub-station of WBSETCL at 132 kV voltage level.
 - (iii) Date of effect of PPA: From the date of approval of the Commission.



(iv) Tenure of the agreement: Initially for a period of five (05) years and may be mutually extended, renewed or replaced by another agreement on such terms and for such further period of time.

(v) WBSEDCL further submitted that

- a) This procurement of power will promote co-generation and also help to reduce pollution.
- b) Being distributed generation, this will help power system.
- c) It is low cost power.

(vi) Financial implication: -

Quantum of Power	Estimated Annual Energy to be delivered	Annual Expenditure
Surplus power of 3 MW	26.4 MU	5.3 Crore

3.0 In view of the above, WBSEDCL has submitted this application for approval of the PPA dated 19.12.2025 executed between RML and WBSEDCL for purchase of the surplus power of 3 MW from the 47.25 MW WHRB power plant of RML for a period of 5 (five) years, in accordance with regulation 7.4 of Tariff Regulations.

Observations of the Commission

4.0 Clause (b) of sub-section (1) of section 86 of the Electricity Act 2003 (hereinafter referred as "the Act") inter-alia specifies that, while discharging its function the State Commission shall regulate electricity purchase and procurement process of distribution licensees including the price at which electricity shall be procured from the generating companies or licensees or from other sources through agreements for purchase of power for distribution and supply within the State. Further, clause (e) of sub-section (1) of section 86 of the Act inter-alia specifies that the State Commission shall promote co-generation and generation of electricity from renewable sources of energy.



Power Purchase Agreement (PPA) executed on 19.12.2025 by and between West Bengal State Electricity Distribution Company Limited (WBSEDCL) and Rashmi Metaliks Limited (RML) for procurement of surplus power of 3 MW from the power plant of RML

- 5.0 The Commission observes that the overall purchase price proposed from the WHRB power plant of RML is Rs. 2 per kWh, which is well within the ceiling rate of Rs. 3.34 per kWh as specified by the Commission for power purchase from cogeneration plants. The proposed tariff is also below the average power purchase cost of WBSEDCL for 2025 -26 (Rs. 3.66 per kWh). Thus, the power purchase from RML is found to be beneficial to WBSEDCL and its consumers. Furthermore, the utilization of waste heat-based generation helps to reduce pollution and promotes efficient energy use.

Order

- 6.0 The Commission, after considering the above facts and its responsibility to promote Cogeneration and Renewable sources of energy under clause (e) of sub-section (1) of section 86 of the Electricity Act, 2003, approves the PPA dated 19.12.2025 executed between WBSEDCL and RML for the purchase of the surplus power of 3 MW from the 47.25 MW WHRB power plant of RML for a period of five (5) years on mutually agreed terms, in accordance with regulation 7.4.1 of Tariff Regulations.
- 7.0 For any extension beyond five years or any amendment of above PPA, WBSEDCL shall have to take approval of this Commission following provisions of Tariff Regulations.
- 8.0 The petition is thus disposed of.
- 9.0 A copy of the order shall be posted in the website of the Commission.
- 10.0 WBSEDCL and RML shall download the copy of the order from the website of the Commission and act on it. Certified copy of the order, if applied for, be given to the parties on completion of formalities laid down in the West Bengal Electricity Regulatory Commission (Conduct of Business) Regulations, 2013, as amended from time to time and on submission of necessary fees.

Sd/-

(MALLELA VENKATESWARA RAO)
CHAIRPERSON

Dated: 21.01.2026

Sd/-

DEPUTY DIRECTOR , WBERC