

ශ්‍රී ලංකා විදුලි බලයේ සේවයේ කොමිෂන් සභාව  
இலங்கைப் பொதுப் பயன்பாடுகள் ஆணைக்குழு  
PUBLIC UTILITIES COMMISSION OF SRI LANKA



ඔබේ අංකය }  
உமது இல. }  
Your No. }

අපේ අංකය } PUC/LIC/RA /23/23  
අமது இல. }  
Our No. }

දිනය } Jan 08, 2020  
திகதி }  
Date }

Authorized officer for Licensees: EL/T/09-002

General Manager  
Ceylon Electricity Board  
3<sup>rd</sup> Floor,  
No 50  
Sir Chittampalam A Gardiner Mawatha  
Colombo 02.

Dear Sir,

**Procurement of 200 MW Generation Capacity**

Reference is made to the following correspondences on the above subject.

- CEB letters ref. AGM (CS)DGM(CSRA)/REG/7 dated October 18, November 11,18& 21, 2019, proposing to procure the 200 MW of Capacity (in 9 Grid substations) for 30 months period
- Commission's letter ref. PUC/LIC/RA /23/23 dated Nov 25, 2019, granting the approval
- Commission's letter ref. PUC/LIC/RA /23/23 dated January 01, 2020
- CEB letter ref. AGM (CS)DGM(CSRA)/REG/7 dated December 26, 2019 (received January 02, 2020), seeking the concurrence of the Commission to divide the tender in to two separate tenders and the respective Request For Proposals (RFP) documents

It is noted that the term (duration) of the Power Purchase Agreement (PPA) indicated in the RFP documents submitted by the said letter dated December 26, 2019 is 12 months.

The Commission is reiterating on the fact that the approval of the Commission was granted (by the letter ref. PUC/LIC/RA /23/23 dated Nov 25, 2019), for the procurement of the generation capacity for a period of 30 months. Hence, the approval of the Commission cannot be granted to any altered (different) RFP documents submitted by you with the letter dated December 26, 2019 without valid justifications in the lines of least cost principle.

It is also noted that the Transmission Licensee has not yet corrected the term (duration) of the Power Purchase Agreement (PPA) indicated in the respective tender documents published in its website (listed below) as 30 months even though the Commission directed to do so by its letter dated January 01, 2020.

- 1) Tender No. TR/EP/ICB/2019/007-I/C published on Dec 26, 2019 on Request For Proposals (RFP) for Supplying total Of 104MW of Supplementary Electrical Power on Short Term Basis

Page 1 of 2

06, වන මහල, ලංකා විදුලි බලයේ සේවය,  
28, මායින මග, කොළඹ 03.

06, ජනපති මාර්ග, இலங்கை வடிகி வந்தகக கோபுரம்,  
28, சென் மைக்கல் வீதி, கொழும்பு 03.

Level 06, BOC Merchant Tower,  
28, St. Michael's Road, Colombo 03, Sri Lanka.

Tel : +94 11 2392607/8

Fax : +94 11 2392641

E-mail: info@pucsl.gov.lk

Web : www.pucsl.gov.lk

සභාපති }  
தலைவர் } +94 11 2392604  
Chairman }

අධ්‍යක්ෂ ජනරාල් }  
பணிப்பாளர் நாயகம் } +94 11 2392606  
Director-General }

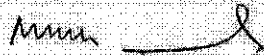
2) Tender No. TR/EP/ICB/2019/007-II/C published on Dec 26, 2019 on Request For Proposals (RFP) for Supplying total Of 96MW of Supplementary Electrical Power on Short Term Basis

Therefore, you are reminded to comply with the decision of the Commission communicated by the letter dated November 25, 2019 and procure the said 200 MW of Capacity (9 Grid substations) proposed vide the CEB letters ref. AGM (CS)DGM(CSRA)/REG/7 dated October 18, November 11,18& 21, 2019, for 30 months period and amend and re-publish the tender documents accordingly.

The Commission would also like to reiterate that in order to ensure trouble free operation of the electricity sector of the country, your cooperation by means of following formal procedures and compliance with the decisions of the Commission as prescribed in the Sri Lanka Electricity Act are vital. Accordingly ensuring the procurement of additional capacity to the system as per the approvals granted by the Commission is a responsibility of the Transmission Licensee. As such any procurement without following the terms and conditions under which approval has been granted will account for violation of the provisions of the said Act.

The Commission also would like to draw your kind attention to the fact that the Transmission Licensee will have to bear the responsibility and accountability for any consequences arising due to the delay and/ or deviation from least cost principle in procuring /adding capacity to the system due to non-compliance with the provisions of the Act and the decisions of the Commission.

*Signed* Damitha Kumarasinghe  
Director General



Nalin Edirisinghe  
Director- Licensing