



Maharashtra State Electricity Distribution Co. Ltd.

Prakashgad, Plot No.G-9, Bandra (East), Mumbai – 400 051

■ (P) 26474753, (O) 26474211 / 26472131, Fax- 26472366, E-Mail;-cecomm@mahadiscom.in

Ref. No P-Com/Accts/29536

Date : 27.09.2016

Commercial Circular No. 269

Sub: - “Amnesty Scheme for PD Consumers 2016-17” for recovery of PD arrears from PD HT/LT Consumers.

Ref :- B.R. No. 739 dtd. 19.09.2016.

The amount of PD arrears is constantly mounting up. It has touched to Rs. 3200 Crs. Approx including Principal Arrears Rs. 2649 Crs. & Interest of Rs. 546 Crs. The present recovery from PD consumers is not at all satisfactory and considering the present financial condition, Company is badly in need of improvement in cash flow. There are huge amount of dues recoverable from PD consumers and some method needs to be design for recovery of this blocked amount. Therefore, the Board vide BR referred above approved the “**Amnesty Scheme for PD Consumers 2016-17**” for recovery of PD arrears from PD HT/LT Consumers as follows :-

GENERAL

- 1) This scheme is for all consumers except AG & PWW.
- 2) Amount of SD held against PD arrears is first adjusted against Principal Amount at the time temporary disconnection. The amount remaining after adjustment of SD will be considered as a Principal Amount for the scheme.
- 3) The upto date Interest as on date of participation on PD Consumers as per IT report to be considered for waiving off and no manual interest to be worked out further.
- 4) The **Eligible Amount** for scheme will be **100% Principal Amount** for consumers participating in first 3 months and **100% Principal Amount + 25% of upto date Interest** for consumers participating after 3 months & upto 6 months.
- 5) Consumers PD on or before 31.03.2016 will be eligible for above scheme.
- 6) Scheme will be implemented wef 1st Nov. 2016 which will be valid for Six months.
- 7) The period of proposed amnesty scheme is for 6 months and after that existing One Time Settlement (OTS) scheme will continue as it is.
- 8)
 - a) The cases referred to Lok Adalat can be solved on line of above scheme during the period of scheme.
 - b) This scheme will be also applicable to the cases where decree is passed in favor of MSEDCL and consumer is ready to pay dues as per above scheme along with legal expenditure.
 - c) If there is any ongoing dispute pending in respect of dues in any forum / court then consumer participating in scheme will have to withdraw such dispute before participating in this scheme.

SCHEME :-

- A) i) The consumer will have to pay **Upfront Payment** i.e. 2 % of Total principal amount for participation in this scheme.
ii) Date of TD is to treat as Date of PD and Demand Charges after the TD are to be waived off.
 - B) i) 100% interest to be waived off if the consumer pays within 3 months from the date of starting the scheme.
ii) 75% interest to be waived off if consumer pays after 3 months but before 6 months from the date of starting the scheme.
iii) Early bird incentive at 5% of Principal will be given to consumers who pays full principal amount within one month from the date of implementation of scheme.
 - C) 100% DPC to be waived off.
 - D) Legal Expenses if any are payable along with payment if same are incurred.
 - E) i) 4% of amount recovered as group incentive to the section/subdivision will be given. If amount equivalent to 10 % of Total PD arrears of Section/Sub Division is recovered during the period of scheme.
ii) The mechanism for distributing incentives will be separately decided by management.
 - F) Eligibility of rebate and incentive to consumer only after full payment.
 - G) No service connection charge / reconnection charge & SD for new connection will be taken who are willing to reconnect their unit after participating in above scheme. However, these consumers will have to pay the security deposit as calculated by system during start of financial year as per their consumption along with the regular electricity bill.
- For successful implementation of the scheme, wide publicity to be given through social & mass media.

16/09/2016
Chief Engineer (Commercial)

Copy : As per mailing list.