Subject: Recovery of Additional Charges payable to MSPGCL (MAHAGENCO) in six equal monthly installments – Implementation of MERC Orders thereof.

4. Office Note No. SE/TRC/General/335 dt. 02/08/2011 approved by Competent Authority.

MSPGCL (MAHAGENCO) has filed Appeals before Appellate Tribunal against the Multi Year Tariff (MYT) dt. 25/04/2007 issued by MERC in respect of MSPGCL (MAHAGENCO) for the first control period from FY 2007-08 to FY 2009-10 and Tariff for the year 2008. Appellate Tribunal by its Order dt. 10/04/2008 has remitted the matter back to MERC for re-determination of Tariff of MSPGCL. MERC by its Order under reference “1” has permitted MSPGCL to recover Rs. 340.09 Crs. in six equal monthly installments from MSEDCL.

Also MSPGCL (MAHAGENCO) has contested before APTEL against Order dt. 21/10/2009 in Case No. 6/2008 & Order dt. 15/12/2009 in Case No. 95/2008 issued by MERC in the matters of Petition filed by MSPGCL for determination of tariff for Unit No.6 of Parli Thermal Power Station & Unit No. 3 of Paras Thermal Power Station respectively. MERC vide said Order has approved capital cost of the said Thermal Power Station lesser than the capital cost submitted by MSPGCL. The APTEL by its Order dt. 27/04/2011 & 24/05/2011 has directed MERC to re-determine the capital costs.

Accordingly MERC by its above referred Order under reference “2” & “3” has re-determined the capital costs of Unit No. 6 of Parli Thermal Power Station & Unit No. 3 of Paras Thermal Power Station respectively.

As a consequence of such upward revision in tariff for past period, MERC by above referred Order under reference “2” & “3” dated 26th July 2011 has permitted MSPGCL to recover Rs. 224.14 Crs. & Rs.203.45 Crs. from MSEDCL in six equal monthly installments.
As a consequence of the said Orders, a total amount of Rs.763.94 Crs. would now be payable to MSPGCL in six equal monthly installments @ Rs.127.32. per month.

The Competent Authority has approved and given permission to recovery of these charges from all categories of consumer as Additional Energy Charges for six months from the billing month of August 2011 as mentioned as under.

<table>
<thead>
<tr>
<th>Sr. No.</th>
<th>Category</th>
<th>Additional Energy Charges</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Metered Consumers (All Categories)</td>
<td>20 paise per Unit</td>
</tr>
<tr>
<td>2</td>
<td>Un-metered AG Consumers For &gt; 1318 Hrs</td>
<td>Rs. 21 per HP per Month</td>
</tr>
<tr>
<td>3</td>
<td>Un-metered AG Consumers For &lt; 1318 Hrs</td>
<td>Rs. 12 per HP per Month</td>
</tr>
</tbody>
</table>

It is further clarified that such additional charge is to be considered as a component of energy charge and it shall be considered for levy of incentive/disincentive, taxes & duties etc. which are applicable for normal energy charges.

All field officers are therefore requested to take due note of the above Additional Energy Charges.

Copy to:
As per mailing list.

Copy to:
Chief General Manager (IT), Prakashganga.

- It is requested to consider the above Additional Energy Charges to be billed from the billing month of August 2011 for further six months only and modify the billing software accordingly. In case some PC’s are not covered (as the bills might already have been issued) in the month of August 2011 for levy of said Additional Energy Charges, these consumers only shall be levied this charges from the billing month of September 2011 (to make up for non billing of this charges in the month of August 2011).