

Maharashtra State Electricity Distribution Co. Ltd.

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REF. PR-3 / TARIFF/ N 17155

DATE: 20 JUN 2012

# COMMERCIAL CIRCULAR No. 171

## Sub :- Corrigendum to Commercial Circular No. 149 dt. 04/11/2011.

- Issue raised by M/s Torrent Power Ltd, M/s. SPANCO & M/s GTL on Commercial Circular No 149 regarding Additional Charges
- **Ref :-** 1) Letter No. Nil dt. 07/01/2012 from M/s TPL
  - 2) Letter No. Corp./AR/2011/Bhiwandi/115 dt. 25/01/2012.
  - 3) Letter No. Nil dated 05/01/2011 from M/s. SPANCO.
  - 4) Letter No. CGL/DFJ/11/MSEDCL COM/2012 dt. 21/02/2012 from M/s. Crompton Greaves Ltd.

M/s. Torrent Power Ltd. (TPL), M/s. SPANCO & M/s. GTL have taken objected for treating additional charge as a temporary component which is to be billed separately and to be remitted completely to MSEDCL against the instructions issued vide Commercial Circular No. 149 dated 04/11/2011. Further M/s. TPL has also raised objection for not remitting 100% recovered RGPPL & MAHAGENCO Charges to MSEDCL.

Accordingly the matter regarding remittance of 100% recovered amount by Distribution Franchisee was put up before Recovery Committee held on dt. 06/03/2012 for necessary decision. The Recover Committee discussed the issue at length on following points.

- 1) Honorable MERC has given permission to collect the amount from consumers & same is to be paid to RGPPL & MAHAGENCO on cent percent basis.
- 2) As MSEDCL has recovered capacity charges separately from consumers & passed on cent percent to RGPPL & MAHAGENCO on the same ground Distribution Franchises shall also pass on to MSEDCL the entire amount of RGPPL & MAHAGENCO which is recovered from the consumers of DF area by accepting the mechanism of revenue neutral.

After detailed discussion, The Recovery Committee arrived at a conclusion and decided regarding RGPPL & MAHAGENCO Charges as under:

"M/s. Torrent Power Ltd. shall recover RGPPL and MAHAGENCO charges from the consumer and the same shall be fully (100%) remitted to MSEDCL. The same is not to be considered under TIR".

In Commercial Circular No. 149 dt. 04/11/2011 at Para No. 5, it was directed as under.

"This additional charge being a temporary component shall be billed separately and the entire amount billed on this account shall be remitted to MSEDCL by Distribution Franchisees".

The objections raised by all Distribution Franchises regarding non-remittance of Additional Charges was put up before Competent Authority.

The Additional Charges being recovered as per MERC Order is an interim relief and can be treated as a part of Energy Charges. Hence it will not be appropriate to consider as a temporary component to get it remitted 100% from the Distribution Franchise.

In view of above Competent Authority has accorded approval for withdrawal of Para No. 5 of Commercial Circular 149 dt. 04/11/2011.

All concerned field officers are requested to take due note of withdrawal of following Para No. 5 of Commercial Circular No. 149 dt. 04/11/2011.

"This additional charge being a temporary component shall be billed separately and the entire amount billed on this account shall be remitted to MSEDCL by Distribution Franchisees".

Chief Engineer (Commercial)

#### Copy for necessary action to:

The Nodal Officers (Superintending Engineer), MSEDCL, Bhiwandi / Nagpur / Aurangabad /Jalgaon.

### Copy for information:

All Superintending Engineers, O & M Circle, MSEDCL.

#### Copy f.w.c.to:

All Chief Engineesr, O & M Zone, MSEDCL.

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