COMMERCIAL CIRCULAR NO. 173

Sub:- Accounting of auxiliary consumption on feeders going to MSPGCL from MSETCL/MSEDCL Sub Stations & netting off thereof.

       2. Letter from MSPGCL NO.RCD/11/45/L616/08494 dtd. 05.07.2011

MSPGCL has been drawing power from the grid for Its Auxiliary Power Consumption from MSEDCL/MSETCL grid at various injection points. As per the clause 4.3.2 of PPA between MSEDCL and MSPGCL, the energy drawn from MSEDCL for Auxiliary consumption like river water pumping, ash water recovery, ash slurry booster pumps, etc. required for power generation shall be part of auxiliary consumption. Such Auxiliary consumption need to be identified and netting off to be done by respective O&M Circle.

In this regard, it is reported that some of the circles are issuing energy bills for auxiliary consumption and even served disconnection notice. Also at some places such auxiliary consumption is not considered for energy accounting as well as netting off thus is adding up unreasonably to the distribution loss of MSEDCL.

In view of above The Competent Authority has accorded approval for the following guidelines for measuring / accounting/ netting off of auxiliary consumption of MSPGCL.

1) The O & M Circle offices of MSEDCL should identify such feeders which supply to MSPGCL for auxiliary consumption and map them for energy accounting and netting off.

2) The feeder mapped as above, and duly metered should be reflected as sale in IT and the provision are to be made accordingly by O&M Circle offices of MSEDCL. It is also observed that there is no uniform practice of considering auxiliary consumption for netting off.

3) The respective O & M Circle / Division will take monthly reading of feeders indicating auxiliary consumption which should be reflected as zero amount billed units in IT database. Zero amount bills should be raised to concerned power station for the same, as the bills are to be raised for energy accounting and netting off purpose only.
4) The energy audit for the Circle / Division should be calculated only after incorporating such auxiliary consumption as input & sale units.

5) The S.E., O & M Circle of MSEDCL should inform the monthly auxiliary consumption of such feeders Chief Engineer (I.R.) for Energy Accounting / Auditing purpose and Chief Engineer (PP) for netting off purpose.

6) In some cases connections of MSEDCL for Auxiliary use such as pumping stations, ash handling, coal washeries, coal handling plants, conveyers etc. (including Hydropower) and are being billed separately as per MSEDCL’s tariff structure. Such practice should be stopped immediately and arrange for netting off. In view of payment of the electricity duty and Tax on sale by MSEDCL, it is essential for MSPGCL to clear the arrears before starting of netting off of such connections.

7) The consumption of Residential colonies of MSPGCL supplied by MSEDCL should not be treated as auxiliary consumption & to be billed as per MSEDCL’s Tariff structure. i.e HT VI -HT group Housing with separate billing for commercial and industrial use, if any.

All field officers are requested to take due note of these guidelines and take action accordingly.

Chief Engineer (Commercial)

Copy s.w.r.to:
1) The Managing Director, MSEBH Holding Company, Mumbai.
2) The Managing Director, MSEDCL, Mumbai.
3) The Managing Director, MSPGCL, Mumbai.
4) The Managing Director, MSETCL, Mumbai.
5) The Director (Operations/ Finance), MSEDCL, Mumbai.
6) The Executive Director (Commercial), MSEDCL, Mumbai.

Copy f.w.cs.to:
1) The Chief Engineer (IR), MSEDCL, Mumbai.
2) The Chief Engineer (PP), MSEDCL, Mumbai.
3) The Chief General Manager (IT), MSEDCL, Mumbai.

Copy to: as per mailing list.