



Consumer Grievance Redressal Forum, Kalyan Zone
Behind "Tejashree", Jahangir Meherwanji Road, Kalyan (West) 421301
Ph- 2210707, Fax – 2210707, E-mail : cgrfkalyan@mahadiscom.in

IN THE MATTER OF GRIEVANCE NO. K/E/365/418 OF 2010-2011 OF
M/S. SHREERAM ENTERPRISES, VASAI REGISTERED WITH
CONSUMER GRIEVANCE REDRESSAL FORUM KALYAN ZONE, KALYAN
ABOUT EXCESSIVE BILLING.

M/s. Shreeram Enterprises
Gala No. 09,
Siddartha Ind. Estate No. 2
Shailesh Udyog Nagar, Sativali Road,
Vasai (East), Dist. : Thane – 401 208

(Here-in-after
referred
as Consumer)

Versus

Maharashtra State Electricity Distribution
Company Limited through its
Dy. Executive Engineer
Vasai Road (East) Sub-Dn.
Vasai, Dist. Thane.

(Here-in-after
referred
as licensee)

- 1) Consumer Grievance Redressal Forum has been established under "Maharashtra Electricity Regulatory Commission (Consumer Grievance Redressal Forum & Ombudsman) Regulation 2006" to redress the grievances of consumers. This regulation has been made by the

Maharashtra Electricity Regulatory Commission vide powers conferred on it by Section 181 read with sub-section 5 to 7 of section 42 of the Electricity Act, 2003. (36 of 2003).

- 2) The consumer is a L.T.-V consumer of the licensee with C. D. 54 KVA. The Consumer is billed as per Industrial tariff. Consumer registered grievance with the Forum on 24/09/2010 for Excessive Energy Bills. The details are as follows: -

Name of the consumer :- M/s. Shreeram Enterprises

Address: - As given in the title

Consumer No : - 1)001840866731 – 65 HP

2)001840866749 – 1 Ph.

Reason of dispute: Excessive Energy Bills.

- 3) The batch of papers containing above grievance was sent by Forum vide letter No EE/CGRF/Kalyan/416 dated 24/09/2010 to Nodal Officer of licensee. The licensee filed reply vide letter No. DYEE/VSI/(E)/8718, dated 11/10/2010.
- 4) The forum heard both the parties on 11/10/2010 @ 15.00 Hrs. in the meeting hall of the Forum's office. Shri Harshad Sheth, Shri Vinit Sheth representatives of the consumer & Shri S. R. Purohit Nodal Officer and Shri S. M. Bangar, Dy. Ex. Engr. representatives of the licensee, attended hearing. Minutes of the hearing including the submissions made by the parties are recorded and the same are kept in the record. Submissions made by each party in respect of each grievance shall be referred while deciding each of the grievances to avoid repetition.
- 5) The consumer has taken electricity connection from the Distribution Licensee (DL) to the industry situated at Siddartha Ind. Estate, Sativali Road, Vasai (East) in the year 2004. According to consumer at the time of

new connection in the year 2004 they paid Rs. 19,500/- as Security Deposit (SD) and Rs. 11,700/- as Additional Security Deposit (ASD). In June 2008 licensee refunded Rs. 19,500/- however amount of ASD as above has not been refunded. It is contended consumer produced the ASD receipt and demanded the amount with interest but not complied so licensee is liable to refund the amount of ASD with interest Rs. 7579/- vide chart enclosed alongwith compensation of Rs. 5000/- for causing delay. It is further contended that licensee appropriated S.D. amount in June and collected interest, delayed payment charges (DPC), and lost prompt payment charges (PPD) Rs. 3500 + Rs. 1200 = Rs. 4700/- vide chart enclosed and the same is necessary to be refunded since contrary to the order dated 26/03/09 passed by Hon. Ombudsman in representation No. 23 of 09. It is further averred that single phase meter No. 001840866749 is not required since it is to be clubbed with three phase meter consequently single phase meter is to be permanently disconnected and the amount of SD/ASD/RLC collected by licensee in this context needs to be transferred to their LT-V connection as per the chart enclosed. According to consumer licensee did not supply them correct update CPL for want of which they face difficulty to put forth their grievance. Vide letter dt. 03/11/09 consumer apprised all the above points for compliance to the licensee but they did not pay heed therefore they moved I.G.R. Cell but in vain hence the instant grievance application with prayer to direct the licensee to refund the amount of ASD with interest, amount of DPC/PPD and interest collected while appropriating additional SD and the amount of SD/ASD/RLC in connection with single phase PD with interest.

- 6) Licensee opposed the contentions raised above by filing stereotype reply dt. 11/10/10. So far refund of ASD it is contended the same will be

refunded in the ensuing bill. In so far appropriation of SD amount the loss of PPD/DPC will also be refunded by the same bill. So far permanent disconnection of single phase meter it is contended it has been disconnected in the month of Nov. 2009 and the refund of SD with interest is being given.

- 7) At the outset learned representative for the consumer submitted that officials of the licensee have not supplied them correct and update CPL for want of which they face difficulty to putforth their grievances properly. During the course of hearing Forum directed the representative for the licensee to supply correct and update CPL to consumer and accordingly it was supplied. In fact, officials of the licensee are duty bound to supply correct and update CPL as and when required.
- 8) So far refund of ASD amount licensee vide detail say dt. 11/10/2010 pointed out that the amount of Rs. 11,700/- towards ASD with interest Rs. 7370.57 will be refunded through the bill for the month of Nov. 2010. Officials of the licensee nowhere pointed out as to why abnormal delay is caused. It is seen from the record consumer produced original receipt with application in the month of Feb. 2010 and till November this amount has not been refunded is indicative of inaction, gross negligence on the part of the licensee. If delay is caused in payment of electricity bill, licensee charges penalty. On this background if looked the delayed action tainted with recalcitrant attitude for non receiving the amount in time consumer suffered mental agony and torture, he must have suffered loss on this count is necessary to be compensated. Therefore considering all these extenuating circumstances we find proper to saddle the licensee with compensation of Rs. 2000/-.

- 9) As regards appropriation of SD for Rs. 87,500/- in June it is submitted by the licensee that PPD, DPC etc. will be refunded through the bill for the month of Nov. 2010. As per the order of Hon. Electricity Ombudsman in representation No. 23 of 09 dt. 26/03/09 in case Natural Sugar and Allied Industries V/s. MSEDCL licensee cannot transfer the amount of ASD if unpaid to the main bill and treat it as arrears cautioning transferring unpaid ASD amount in the main bill would mean allowing interest or DPC on the ASD like any other arrears is not provided in the law and contrary to the Supply Code Regulation and further pointed out that licensee's action of appropriating the amount of ASD is disapproved directing licensee to refund the amount including DPC and/or interest if recovered. In the instant case showing Nil amount of appropriated ASD, consumer was treated defaulter for payment of energy bill thereby the consumer deprived from PPD and that DPC and interest was imposed. Considering the facts as above action of the licensee of appropriating ASD imposing DPC and interest is not inconsonance to the provisions of Section 47 of Electricity Act 2003 and the Supply Code Regulation. In view of this licensee is liable to refund the amount of DPC, PPD, interest collected while appropriating additional SD as above as per the order dt. 26/03/09 referred to above if not refunded earlier with interest.
- 10) As regards permanent disconnection of single phase meter and refund of SD, ASD and RLC collected to that effect according to the consumer as per the chart enclosed licensee is liable to refund the same with interest. As seen from the reply dt. 11/10/10 licensee permanently disconnected single phase meter of consumer long back in the month of Nov. 2009 and refund of SD/ASD, interest and RLC as per the guidelines of Hon. MERC will be given through the bill for the month of Nov. 2010. As per the directions of

Hon. MERC as above licensee is liable to refund the amount with interest. Consequently grievance application will have to be partly allowed.

- 11) Since large number of cases filed by the consumers from Vasai Circle this Forum was busy with those cases in addition to this members of the Forum had to hold sittings at Vasai also, therefore delay is caused in deciding this case. Hence the order.

O-R-D-E-R

- 1) The grievance application is partly allowed.
- 2) Licensee is directed to refund the amount of ASD with R.B.I. rate of interest to the consumer if not paid earlier as per the directions given by Hon. MERC in case No. 93 of 08 dated 01/09/2010 within 30 days from the date of receipt of this order and compliance should be reported to the forum within 60 days from the date of receipt of this decision.
- 3) Licensee is directed to refund the amount of DPC, PPD and interest collected while ASD appropriated in June 2008 with R.B.I. rate of interest to the consumer if not refunded earlier as per the directions given by Hon. Ombudsman in representation No. 23 of 09 dated 26/03/2009 within 30 days from the date of receipt of this order and compliance should be reported to the forum within 60 days from the date of receipt of this decision.
- 4) Licensee is directed to refund the amount of SD/ASD/RLC collected in the context of single phase connection with R.B.I. rate of interest to the consumer if not refunded earlier, within 30 days from the date of receipt of this order and compliance should be reported to the forum within 60 days from the date of receipt of this decision.

- 5) Licensee is directed to pay compensation of Rs. 2000/- (Rs. Two Thousand only) to the consumer as directed in para No. 08 above within 90 days from the date of receipt of this decision.
- 6) Licensee to furnish update and correct copy of CPL to consumer as and when required.
- 7) The Consumer can file representation against this decision with the Hon. Electricity Ombudsman within 60 days from the date of this order at the following address.

“Office of the Electricity Ombudsman, Maharashtra Electricity Regulatory Commission, 606/608, Keshav Bldg, Bandra Kurla Complex, Mumbai 51”.

- 8) Consumer, as per section 142 of the Electricity Act, 003, can approach Hon. Maharashtra Electricity Regulatory Commission for non-compliance, part compliance or delay in compliance of this decision issued under “Maharashtra Electricity Regulatory Commission (Consumer Grievance Redressal Forum & Ombudsman) Regulation 2003” at the following address:-

“Maharashtra Electricity Regulatory Commission, 13th floor, World Trade Center, Cuffe Parade, Colaba, Mumbai 05”

Date : 02/12/2010

(Mrs. S.A. Jamdar)
Member
CGRF Kalyan

(R.V. Shivdas)
Member Secretary
CGRF Kalyan

(S.N. Saundankar)
Chairperson
CGRF Kalyan