

**Before the  
MAHARASHTRA ELECTRICITY REGULATORY COMMISSION  
World Trade Centre, Centre No.1, 13th Floor, Cuffe Parade, Mumbai 400005  
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**CASE No. 297 of 2018**

**Dated: 21 December, 2018**

**CORAM: I. M. Bohari, Member  
Mukesh Khullar, Member**

**In the matter of  
Petition of MSEDCL seeking recovery of annual fixed cost component in respect of MSEDCL for the energy supplied to the State pool, recovery of differential amount to be recovered towards variable rate, removal of anomalies and directions in regards to overdrawal by Mumbai utilities in Balancing and Settlement Mechanism as per provision of ABT Order dated 17.05.2007 in Case No 42 of 2006.**

Maharashtra State Electricity Distribution Co. Ltd. (MSEDCL) .....Petitioner  
V/s  
Maharashtra State Load Despatch Centre (MSLDC) ..... Respondent

**Appearance:**

For the Petitioner : Shri Paresh Bhagwat (Rep.)

For the Respondent : Shri E.T.Dhengale (Rep.)

**Daily Order**

1. Representative of MSEDCL reiterated its submission as mentioned in the Petition and stated that:
  - (i) The instant Petition is filed seeking directions from the Commission to MSLDC on the following main issues:
    - a. Recovery of annual fixed cost component in respect of MSEDCL for the energy supplied to the state pool along with the carrying cost;

b. Recovery of differential amount to be recovered towards variable rate along with carrying cost ;

c. Directions in regard to over-drawal by Mumbai utilities.

(ii) It has filed an additional submission and has sought to allow the recovery of revised estimated amount of Rs. 1009.65 Cr towards fixed cost component for the net units supplied by MSEDCL to the state imbalance pool along with the carrying cost of Rs.182.60 Cr up to March 2018 and revised estimated amount of Rs. 2373.90 Cr towards compensation of variable charges along with carrying cost of Rs. 651.38 Cr up to March 2018, thus to allow the recovery of total revised estimated amount of Rs. 4217.52 Cr.

(iii) He further emphasized that the issue regarding the provisional recovery of variable cost through FBSM bills of Mumbai Utilities was discussed in the MSPC meeting held on 11 December, 2018, wherein the Mumbai Utilities have principally agreed for the provisional recovery of variable cost as sought by MSEDCL for FY 2016-17 and FY 2017-18 in light of the approval of power purchase imbalance pool in the respective MTR Orders recently passed by the Commission and the amounts of the same has already been recovered by the Mumbai Utilities from its consumers. Accordingly, the Commission is requested to give interim directions to the SLDC to expedite raising the demand of Rs. 989.41 crores that have already been recovered by Mumbai Utilities from the consumers and should be passed on to MSEDCL to reduce the financial burden of MSEDCL.

2. To a query of the Commission, Representative of MSLDC stated that due to backlog of 2 years of settlement of FBSM bills, it is unable to pass the recovery of variable cost of FY 2016-17 and FY 2017-18 to MSEDCL. It further stated that it should be allowed to file its Reply on MSEDCL's additional submission made on 20 December 2018.
3. Representative of MSLDC also requested that other State Pool Participants may be impleaded as the parties in the present matter.
4. The Commission directed that State Pool Participants (SPPs) including STU/MSETCL be impleaded as Parties in the matter and MSEDCL shall serve copies of the Petition to them for their response within one week.
5. The impleaded parties shall submit their replies within one week with copies to all the Parties.
6. In response to the interim directions sought by MSEDCL, the Commission directs MSLDC to settle the MSEDCL demand of Rs. 989.41 crores by working out a

provisional recovery of variable cost of FBSM pool for FY 2016-17 and FY 2017-18 from Mumbai Utilities pending final settlement of FBSM bills in due course. As the Mumbai Utilities have already recovered the imbalance power purchase cost from their consumers they would be required to pay the provisional amount to MSEDCL, as worked out and so apportioned by MSLDC.

**The next date of hearing is scheduled on 15.01.2019.**

**Sd/-  
(Mukesh Khullar)  
Member**

**Sd/-  
(I. M. Bohari)  
Member**