

# OTHER KEY COMPONENTS OF TARIFF FOR FY 2024-25

#### FUEL ADJUSTMENT CHARGE (FAC) COMPONENT OF Z-FACTOR CHARGE:

FAC charges are applicable to the Consumer and will be levied as approved by the Hon'ble MERC from time to time.

# **ELECTRICITY DUTY AND TAX ON SALE OF ELECTRICITY**

Electricity Duty and Tax on Sale of Electricity shall be levied in addition to the tariff approved by the Hon'ble MERC, and in accordance with the directions of the Government of Maharashtra from time to time. The rate and the reference number of the Government Resolution/Order under which Electricity Duty and Tax on Sale of Electricity are applied shall be stated in the consumer's energy bills. A copy of such Resolution/Order is provided on our website.

### **POWER FACTOR COMPUTATION**

The average Power Factor measurement is done through the installed meter.

## **POWER FACTOR INCENTIVE**

Applicable for LT Non-Residential / Commercial [LT: II (B) , LT II (C)], LT Non-Residential/ Commercial (Temporary) [LT: II (B) , LT II (C)], LT V (B) (ii): Industry - General (above 20 kW), , LT VII (B) Public Services - Others [LT VII (B) (ii) and LT VII (B) (iii)], and LT VIII - Electric Vehicle Charging Station having Contract Demand/Sanctioned Load above 20 kW.

Whenever the average Power Factor is more than 0.95 (lag or lead) and upto 1, an incentive shall be given at the rate of the following percentages on the amount of the monthly electricity bill excluding Taxes and Duties:

S. No.	Range of Power Factor	Power Factor Level	Incentive
1	0.951 to 0.954	0.95	0%
2	0.955 to 0.964	0.96	0.5%
3	0.965 to 0.974	0.97	1.0%
4	0.975 to 0.984	0.98	1.5%
5	0.985 to 0.994	0.99	2.5%
6	0.995 to 1.000	1.00	3.5%

Note: Power Factor shall be measured / computed upto 3 decimals, after universal rounding off.



#### **POWER FACTOR PENALTY**

Applicable for LT Non-Residential / Commercial [LT: II (B) , LT II (C)], LT Non-Residential / Commercial (Temporary) [LT: II (B) , LT II (C)], LT V (B) (ii): Industry - General (above 20 kW), , LT VII (B) Public Services - Others [LT VII (B) (ii) and LT VII (B) (iii)] and LT VIII - Electric Vehicle Charging Station having Contract Demand/Sanctioned Load above 20 kW.

Whenever the average PF is less than 0.9 (lag or lead), penal charges shall be levied at the rate of the following percentages of the amount of the monthly electricity bill, excluding Taxes and Duties:

S. No.	Range of Power Factor	Power Factor Level	Penalty
1	0.895 to 0.900	0.90	0%
2	0.885 to 0.894	0.89	1%
3	0.875 to 0.884	0.88	1.5%
4	0.865 to 0.874	0.87	2%
5	0.855 to 0.864	0.86	2.5%
6	0.845 to 0.854	0.85	3%
7	0.835 to 0.844	0.84	3.5%
8	0.825 to 0.834	0.83	4%
9	0.815 to 0.824	0.82	4.5%
10	0.805 to 0.814	0.81	5%

Note: Power Factor shall be measured/computed upto 3 decimals, after universal rounding off.

#### PROMPT PAYMENT DISCOUNT

A prompt payment discount of 1% of the monthly bill (excluding Taxes and Duties) shall be provided to consumers for payment of electricity bills within 7 days from the date of their issue.

### **DELAYED PAYMENT CHARGES**

In case the electricity bill is not paid within the due date mentioned on the bill, delayed payment charges on the billed amount, including the taxes, cess, duties, etc., shall be levied on simple interest basis at the rate of 1.25% on the billed amount for the first month of delay.

### **DISCOUNT FOR DIGITAL PAYMENT**

A discount of 0.25% of the monthly bill (excluding taxes and duties), subject to a cap of Rs. 500/-, shall be provided to LT category consumers for payment of electricity bills through various modes of digital payment such as credit cards, debit cards, UPI, BHIM, internet banking, mobile banking, mobile wallets etc.

# **RATE OF INTEREST ON ARREARS**

The rate of interest chargeable on the arrears of payment of billed dues shall be as given below:

S. No.	Delay in Payment	Interest Rate per annum (%)
1	Payment made after 60 days and before 90 days from the date of billing	12%
2	Payment made after 90 days	15%

# PENALTY FOR EXCEEDING CONTRACT DEMAND

In case a consumer (availing Demand-based Tariff) exceeds his Contract Demand, he will be billed at the applicable Demand Charge rate for the Demand actually recorded, and also be charged an additional amount at the rate of 150% of the applicable Demand Charge (only for the Demand in excess of the Contract Demand).

In case a LT consumer with a sanction demand/ contract demand less than 20 kW records actual contract demand above 20 kW, he will be billed at the tariff applicable for the respective load slab approved by the Commission, in which recorded demand falls for that billing cycle only and also be charged an additional amount at the rate of 150% of the applicable charge for the Demand in excess of the Contract Demand.



Further the Distribution Licensee may enhance the Contract Demand of the consumer when the consumers exceeds the Contract Demand on more than three occasions during a calendar year, irrespective whether the Consumer submits an application for the same or otherwise. However, before such revision of Contract Demand, the Distribution Licensee must give 15 days' notice to such consumer. Also, the Consumer is liable to pay necessary charges as may be stipulated in the approved Schedule of Charges for the revised Contract Demand.

Under these circumstances, the consumer shall not be liable for any other action under Section 126 of the EA, 2003, since the penal additional Demand Charge provides for the penalty that the consumer is liable to pay for exceeding his Contract Demand. In case a consumer exceeds his Contract Demand on more than three occasions in a calendar year, the action to be taken would be governed by the provisions of the Supply Code Regulations.

## **LOAD FACTOR INCENTIVE**

- a. Consumers having Load Factor above 75% and upto 85% will be entitled to an incentive in the form of a rebate of 0.75% on the Energy Charge for every percentage point increase in Load Factor from 75% to 85%. Consumers having a Load Factor above 85% will be entitled to a rebate of 1% on the Energy Charge for every percentage point increase in Load Factor from 85%. The total rebate will be subject to a ceiling of 15% of the Energy Charge applicable to the consumer.
- b. This incentive is applicable only to consumers in the tariff categories HT I (A): Industry, HT II: Commercial, HT II: Commercial (Temporary) and HT VIII (B): Public Services (Others).
- c. The Load Factor incentive will be available only if the consumer has no arrears with the Distribution Licensee, and payment is made within seven days from the date of the electricity bill. However, it will be available to consumers in whose case payment of arrears in instalments has been allowed by the Distribution Licensee, and such payment is being made as scheduled. The Distribution Licensee shall take a commercial decision on the schedule for such payments.
  - In case the consumer exceeds its Contract Demand (including during the non-peak hours, i.e., 22:00 hrs to 06:00 hrs.) in any particular month, the Load Factor Incentive will not be payable to the consumer in that month

### **CONSUMER'S SECURITY DEPOSIT**

As specified under Regulations 13 of the MERC (Supply Code Electricity Supply Code and Standards of Performance of Distribution Licensees including Power Quality) Regulations, 2021, Consumer shall pay Security Deposit and will be entitle for interest on such Security Deposit.

Note: Demand/Fixed Charge and Wheeling Charge have been levied for all consumer category as per the tariff schedule as approved for MSEDCL for the respective financial year by the Hon'ble MERC in Case No. 226 of 2022 dated 31st March, 2023. There is reduction in Energy Charges for all consumer category as compared to tariff schedule as approved for MSEDCL for the respective financial year by the Hon'ble MERC in Case No. 226 of 2022 dated 31st March, 2023. In case of any missing tariff category, the rates (except Energy Charge) as approved by the Hon'ble MERC in Case No. 226 of 2022 dated 31st March, 2023 for MSEDCL will be considered for the respective financial year. Any other Rebates/ Incentives not mentioned in this Tariff Schedule are applicable for MSEDCL consumer only.