

CIRCULAR No # 092/COVID

Date: 27.04.2020

**To,
All Member Industries of DCCIA Pune.**

Sub:- REDUCTION IN CONTRACT DEMAND: MSEDCL

Dear members,

MSEDCL has circulated an email to individual consumer that they can apply for reduction in contract demand during this lockdown period to reduce the cost of demand charges/ fixed cost during this lockdown period. The salient points are as under:-

1. As per the circular the reduction in demand will take effect from the date of application.
2. The demand will be restored to your original level on lifting a lockdown. However online application at the time of reinstatement will have to be submitted by consumers.
3. The effect of reduction in contract demand case will be given on number of days. e.g. if a consumer applied for reduction in contract demand on April 27, 2020 & is restored on say 15th May 2020, the demand period benefit from 27th April 27, 2020 to 15th May will be available to consumers (This point is not known to many consumers). Hence even if you want to start the factory in May, it is advisable to apply for reduction in contract demand without any delay.
4. The maximum reduction is 20% of contract demand i.e. you can reduce your contract demand by 80% of existing contract demand. E.g. your existing contract demand is 1000 KVA, you can reduce it by 800 KVA & keep balance contract demand of 200 KVA. However, the minimum demand has to be 188 KVA. So far consumer with Contract Demand of 500 KVA can apply for reduction of 312 KVA only. So that balance contract demand will be 188KVA

The note prepared by Mr. Suresh Sancheti - Electrical Advisor to Chamber is attached herewith which includes the excerpts from MSEDCL Circular. Kindly go through the same.

Members are requested to take advantage of above provisions.

Thanks & Regards,

For Deccan Chamber Of Commerce Industries & Agriculture Pune.

**HP Srivastava
Vice Chairman**