

**GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA**

UNSTARRED QUESTION NO:3593
ANSWERED ON:12.12.2002
COST OF REIMBURSEMENT OF ELECTRICITY IN IGL
RAMESH CHAND TOMAR

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

to USQ No.705 answered on July 18, 2002 and state:

- (a) whether the Government are aware that the IGL in New Delhi is reimbursing the cost of only 15 units of electricity for dispensing 100 Kg of CNG whereas the MGL in Bombay is reimbursing the actual cost of 20 to 24 units of electricity for dispensing of 100 Kg of CNG;
- (b) if so, the reasons for reimbursing less electricity cost by IGL as compared to MGL;
- (c) whether extraordinary efficient compressor pumps and other equipments are being used by MGL
- (d) if so, the reasons IGL is not using the same quality of equipments and the pump owners are being pressurized to sustain loss; and
- (e) the time by which discrimination/anomaly shall be removed and the IGL shall be directed to reimburse actual cost?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM & NATURAL GAS AND MINISTER OF STATE IN THE MINIS
PARLIAMENTARY AFFAIRS (SHRI SANTOSH KUMAR GANGWAR)

(a),(b)&(e) Whereas, Mahanagar Gas Limited (MGL) in Mumbai is reimbursing the actual cost of electricity charges to the retail outlets of Oil Marketing Companies (OMCs), the Indraprastha Gas Limited (IGL) is making payments to OMCs retail outlets/dealer on a fixed cost of electricity consumption @ Re.0.79/KG for on-line stations based on the study conducted by the representatives of OMCs and IGL in December, 2001.

Further, to rationalize the reimbursement of electricity charges by IGL to retail outlets of oil marketing companies it was agreed at an industry level meeting that the earlier study would be revalidated with the assistance of a third party for which necessary action has already been initiated.

(c)&(d) The compressor pumps and other equipments used both by MGL and IGL are of standard good quality but of different capacity as per the CNG load requirement.