

## **INDIAN ELECTRICITY ACT, 1910**

### **9 of 1910**

[ ]

#### CONTENTS

#### **PART 1 :- Preliminary**

1. Short title
2. Definitions

#### **PART 2 :- Supply of energy Licenses**

3. Grant of licenses
4. Revocation of amendment of licenses
- 4A. Amendment of licences
5. Provisions where licence of a licensee is revoked
6. Purchase of Undertakings
7. Vesting of the undertaking in the purchaser
- 7A. Determination of amount
8. Provisions where no purchase and license revoked with consent of licensee
9. Licensee not to purchase or associate himself with, other licensed Undertakings or transfer his undertakings
10. General power for Government to vary terms of purchase
11. Annual accounts of licensee
12. Provisions as to the opening and breaking up of streets, railways and tramways
13. Notice of new works
14. Alteration of pipes or wires
15. Laying of electric supply lines or other works near sewers, pipes or other electric supply lines or works
16. Streets, railways, tramways, sewers, drains or tunnels broken up to be reinstated without delay
17. Notice to telegraph authority
18. Overhead lines
19. Compensation for damage
- 19A. Point where supply is delivered
20. Power for licensee to enter premises and to remove fittings or other apparatus of licensee
21. Restrictions on licensees controlling or interfering with use of energy
22. Obligation of licensee to supply energy
- 22A. Powers of State Government to give direction to a licensee in

- regard 10 the supply of energy to certain class of consumers
- 22B. Power to control the distribution and consumption of energy
- 23. Charges for energy to be made without undue preference
- 24. Discontinuance of supply to consumer neglecting to pay charge
- 25. Exemption of electric supply lines or other apparatus from attachment in certain cases
- 26. Meters
- 27. Supply of energy outside area of supply

**PART 3 :- Supply, Transmission and use of energy by non licensees**

- 28. Sanction required by non-licensees in certain cases
- 29. Power for non licensees to break up streets
- 29A. Application of section 18 to overhead lines maintained by railways
- 30. Control of transmission and use of energy

**PART 4 :- General Protective Clauses**

- 31. Protection of railways and canals, docks, wharves and piers
- 32. Protection of telegraphic, telephonic and electric signalling lines
- 33. Notice of accidents and inquiries
- 34. Prohibition of connection with earth, and power for Government to interfere in certain cases of default
- 35. Advisory Boards
- 36. Appointment of Electrical Inspectors
- 36A. Central electricity Board
- 36B. Certain members affected by States reorganisation to vacate offices
- 37. Power for Board to make rules
- 38. Further, provisions respecting rules
- 39. Theft of energy
- 39A. Abetment
- 40. Penalty for maliciously wasting energy or injuring works
- 41. Penalty for unauthorised supply of energy by non licensees
- 42. Penalty for illegal or defective supply or for non compliance with order
- 43. Penalty for illegal transmission or use of energy
- 44. Penalty for interference with meters or licensees works, and for improper use of energy
- 45. Penalty for extinguishing public lamps
- 46. Penalty for negligently wasting energy or injuring works
- 47. Penalty for offences not otherwise provided for
- 48. Penalties not to affect other liabilities
- 49. Penalties where works belong to Government
- 49A. Offences by companies
- 50. Institution of prosecution
- 51. State Government to have powers and obligations of a licensee under this Act
- 51A. Exercise in certain cases of powers of telegraph authority

- 52. Arbitration
- 53. Service of notice, orders or documents
- 54. Recovery of sums recoverable under certain provisions of Act
- 55. Delegation of certain functions of State Government to Electrical Inspectors
- 56. Protection for acts done in good faith
- 57. Amendment of the Land Acquisition Act, 1894
- 58. Repeals and savings

**SCHEDULE 1 :-**Provisions to be deemed to be incorporated with, and to form Part of, every Licence Granted under Part II, so far as not added to, varied or excepted by the License

## **INDIAN ELECTRICITY ACT, 1910**

### **9 of 1910**

[ ]

An Act to amend the law relating to the supply and use of electrical energy. WHEREAS it is expedient to amend the law relating to the supply and use of electrical energy; It is hereby enacted as follows

#### PART 1

Preliminary

#### **1. Short title :-**

(1) This Act may be called the Indian Electricity Act, 1910..

<sup>1</sup>(2) It extends to the whole of India [except the State of Jammu and Kashmir].]

(3) It shall come into force on such <sup>2</sup>date as the <sup>3</sup>[Central Government] may by notification in the <sup>3</sup> [Official Gazette] , direct in this behalf.

1. Substituted for former sub-section (2) by A.L.O 1950

2. This Act came into force on and with effect from 1-1-1911; see Gaz. of Ind., 1910, Part I, page 1236

3. Substituted for the words "Governor- General in Council" and "Gazette of India", respectively by A.O. 1937

#### **2. Definitions :-**

In this Act, expressions defined in the Indian Telegraph Act, 1885, <sup>1</sup>[or in the Electricity (Supply) Act, 1948, have the meanings assigned to them in either of those Acts], and, unless there is anything repugnant in the subject or context,-

<sup>2</sup>[(a) "appropriate Government" means in relation to any works or

electric installations belonging to, or under the control of, the Central Government or in relation to any mines, oil-fields, railways, aerodromes, telegraphs, broadcasting stations and any works of defence, the Central Government, and in any other case, the State Government]

(b) "area of supply" means the area within which alone a licensee is for the time being authorized by his licence to supply energy;

<sup>2</sup>[(c) "consumer" means any person who is supplied with energy by a licensee or the Government or by any other person engaged in the business of supplying energy to the public under this Act or any other law for the time being in force, and includes any person whose premises are for the time being connected for the purpose of receiving energy with the works of a licensee, the Government or such other person, as the case may be;]

(d) "daily fine" means a fine for each day on which an offence is continued after conviction therefor;

(e) "distributing main" means the portion of any main with which a service line is, or is intended to be, immediately connected;

<sup>2</sup>[(f) "electric supply line" means a wire, conductor or other means used for conveying, transmitting or distributing energy (whether by overhead line or underground cable) together with any casing, coating, covering, tube, pipe or insulator enclosing, surrounding or supporting the same or any part thereof, or any apparatus connected therewith for the purpose of so conveying, transmitting or distributing such energy and includes any support, cross-arm, stay, strut or safety device erected or set up for that purpose;]

<sup>2</sup>(g) "energy" means electrical energy-

(i) generated, transmitted or supplied for any purpose, or

(ii) used for any purpose except the transmission of a message;]

(h) "licensee" means any person licensed under Part II to supply energy:

(i) "main" means any electric supply-line through which energy is, or is intended to be supplied <sup>6</sup>[\* \* \*] to the public;

<sup>7</sup>[(ii) "overhead line" means an electric supply-line which is placed above ground and in the open air but does not include live rails of a

traction;]

(j) "prescribed" means prescribed by rules made under this Act;

(k) "public lamp" means an electric-lamp used for the lighting of any street;

<sup>8</sup>[(l) "service line" means any electric supply-line through which energy is, or is intended to be, supplied <sup>9</sup>[

(i) to a single consumer either from a distributing main or immediately from the <sup>10</sup>[Supplier's premises], or

<sup>4</sup>[(ii) "State Electricity Board" in relation to any State means the State Electricity Board, if any, constituted for that State under section 5 of the Electricity (Supply) Act, 1948, and includes any Board which functions in that State under sections 6 and 7 of the said Act;]

(m) "street" includes any way, road, lane, square, court, alley, passage or open space, whether a thoroughfare or road over which the public have a right of way, and also the roadway and footway over any public bridge or causeway; and

<sup>12</sup> [(n) "works" includes electric supply-line and any building, plant, machinery, apparatus and any other thing of whatever description required to supply energy to the public and to carry into effect the objects of a licence or sanction granted under this Act or any other law for the time being in force.]

1. Substituted for the words "have the meanings assigned to them in that Act", by the Electricity (Amendment) Act, 1959 (32 of 1959) section 3 (5-9-1959)

2. Clauses (a), (c), (0, (g) and (n) were substituted for the respective former clauses, ibid

6. Words "by a licensee" were omitted by Electricity (Amendment) Act, 1959, S. 3

7. Inserted, ibid

8. Substituted for the original clause (1), by the Electricity (Amendment) Act, 1922 (1 of 1922), section 2

9. Words "by a licensee" were omitted by Act 32 of 1959, section 3

10. Substituted for the words "licensee's premises", ibid

12. Clauses (a), (c), (0, (g) and (n) were substituted for the respective former clauses, ibid

## PART 2

Supply of energy Licenses

### **3. Grant of licenses :-**

(1) The <sup>1</sup>[State Government] may, on application made in the prescribed form and on payment of the prescribed fee (if any) <sup>2</sup>[grant, after consulting the State Electricity Board, a license to any person] to supply energy in any specified area, and also to lay down or place electric supply- lines for the conveyance and transmission of energy,

(a) where the energy to be supplied is to be generated outside such area to the boundary of such area, or

(b) where energy is to be conveyed or transmitted from any place in such area to any other place therein, across an intervening area not included therein, across such area. <sup>3</sup>

1A If the applicant under sub-section (4) is a local authority, the area specified in the licence may include any area outside the area for which such local authority is constituted:

Provided that under the enactment constituting such local authority, such local authority, is authorised to supply energy in such area.]

4

1AA Every licence granted under sub-section (1) shall be published in the Government Gazette.]

(2) In respect of every such license and the grant thereof the following provisions shall have effect, namely:-

(a) any person applying for a licence under this Part shall publish a notice of his application in the prescribed manner and with the prescribed particulars, and the licence shall not be granted-

(i) until all objections received by the <sup>1</sup>[State Government] with reference thereto have been considered by it:

Provided that no objection shall be so considered unless it is received before the expiration of three months from the date of the first publication of such notice as aforesaid; and

(ii) until, in the case of an application for a licence for an area including the whole or any part of any cantonment, <sup>6</sup>[aerodrome], fortress, arsenal, dockyard or camp or of any building or place in the occupation of the Government for <sup>7</sup>[defence purposes], the <sup>1</sup>[State Government] has <sup>9</sup>[Central Government].

(b) where an objection is received from any local authority concerned, the **10**[State Government] shall, if in its opinion the objection is insufficient, record in writing, and communicate to such local authority its reasons for such opinion;

(c) no application for a license under this Part shall be made by any local authority except in pursuance of a resolution passed at a meeting of such authority held after one month's previous notice of the same and of the purpose thereof has been given in the manner in which notices of meetings of such local authority are usually given;

**11**[(cc) a licence under this Part shall commence on the date on which such licence is published in the Government Gazette."]

**12**[The provisions of any rule made under the Principal Act and for the time being in force or of any such licence which are inconsistent with the provisions of clause (cc) of sub-section (2) of section 3 of the Principal Act are deemed always to have been repealed.]

(d) a license under this Part-

(i) may prescribe such terms as to the limits within which, and the conditions under which, the supply of energy is to be compulsory or permissive **13**[\* \* \*] and generally as to such matters as the **8**[State Government] may think fit; and

(ii) save in cases in which under section 10, clause (b), the provisions of **15**[sections 5 and 6], or either of them, have been declared not to apply, every such license shall declare whether any generating station to be used in connection with the undertaking shall or shall not form part of the undertaking for the purpose of purchase under **16** [section 5 or section 6];

(e) the grant of a license under this Part for any purpose shall not in any way hinder or restrict the grant of a license to another person within the same area of supply for a like purpose;

(f)the provisions contained in the Schedule shall be deemed to be incorporated with, and to form part of, every license granted under this Part save in so far as they are expressly added to, varied or excepted by the license, and shall subject to any such additions, variations or exceptions which the **21**[State Government] is hereby empowered to make, apply to the undertaking authorized by the license;

Provided that, where a licence is granted in accordance with the provisions of clause IX of the Schedule for the supply of energy to other licensees for distribution by them, then in so far as such license relates to such supply, the provisions of clauses IV, V, VI, VII, VIII and XII of the Schedule shall not be deemed to be incorporated with the license.

1. Substituted for the words "Provincial Government" by A.L.O. 1950
2. Substituted for the words "grant to any person a license", by the Electricity (Amendment) Act, 1959( 32 of 1959), section 4 (5-9-1959)
3. Inserted vide Bom. Act 44 of 1951, S. 6 and Sch. (27-11-1951),
4. Inserted vide Mah. Act 63 of 1974, S. 2 (27-10-1974)
6. Inserted by the Electricity (Amendment) Act, 1959( 32 of 1959), section 4 (5-9-1959)
7. Substituted for the words "naval or military purposes", ibid
9. Substituted for the words "Engineer-in-Chief ", Army Headquarters, India", ibid
10. Substituted for the words "Provincial Government" by A.L.O. 1950
11. Inserted vide Mah. Act 63 of 1974, S. 2 (27-10-1974)
12. Inserted vide note under S. 2(2) of Mah. Act 63 of 1974 (27-10-1974)
13. The words "and as to the limits of price to be charged in respect of the supply of energy" were omitted, by the Electricity (Amendment) \\\act, 1959 (32 of 1959) section 4 (5-9-1959)
15. Substituted for the words and figures "sections 5 and 7", by the Electricity (Amendment) act, 1959 (32 of 1959) section 4 (5-9-1959)
16. Substituted for the words and figures "sections 5 or section 7", ibid.

#### **4. Revocation of amendment of licenses :-**

(1)The <sup>1</sup>[State Government] may, if in its opinion the public interest so requires, <sup>2</sup>[and after consulting the State Electricity Board] revoke a license in any of the following cases, namely:-

(a) where the licensee, in the opinion of the State Government, makes wilful and unreasonably prolonged default in doing anything required of him by or under this Act.

(b) whether the licensee breaks any of the terms or conditions of his license the breach of which is expressly declared by such license to render it liable to revocation;

(c) where the licensee fails, within the period fixed in this behalf by



his license or any longer period which the State Government may substitute therefor by order under <sup>3</sup>[section 4A, sub-section (1), and before exercising any of the powers conferred on him thereby in relation to the execution of works,-

(i) to show, to the satisfaction the State Government, that he is in a position fully and efficiently to discharge the duties and obligations imposed on him by his license, or

(ii) to make the deposit or furnish the security required by his license;

(d) Where in the opinion of the State Government, the financial position of the licensee is such that he is unable, fully and efficiently to discharge the duties and obligations imposed on him by his license.

(e)<sup>4</sup>[where a licensee, in the opinion of the State Government, has made default in complying with any direction issued under section 22A.]

<sup>5</sup> (2) Where in its opinion the public interest so permits, the State Government may, on the application or with the consent of the licensee, and after consulting the State Electricity Board, and the Central Government where that Government is inserted, and if the licensee is not a local authority, after consulting also the local authority, if any, concerned, revoke a license as to the whole or any part of the area of supply upon such terms and conditions as it thinks fit.

(3) No licence shall be revoked under sub-section (1) unless the State Government has given to the licensee not less than three months' notice, in writing, stating the grounds on which it is proposed to revoke the licence and has considered any cause shown by the licensee within the period of that notice against the proposed revocation.

(4) Where the State Government might under sub-section (1) revoke a licence it may instead of revoking the licence permit it to remain in force subject to such further terms and conditions as it thinks fit to impose and any further terms or conditions so imposed shall be binding upon, and be observed by, the licensee, and shall be of like force and effect as if they were contained in the licence.]

1. Substituted for the words "Provincial Government" by A.L.O.

1950

2. Inserted by the Electricity (Amendment) Act, 1959, (32 of 1959), S. 5 (5-9-1959)

3. Substituted for the words, brackets, figure and letter "sub-section (3). clause (b)", the Electricity (Amendment) Act, 1959, (32 of 1959), S. 5 (5-9-1959)

4. Substituted for the words "where the licensee is, in the opinion of the State Government, unable, by reason of his insolvency", vide Electricity (Amendment) Act, 1959, (32 of 1959),

5. Inserted, *ibid*

#### **4A. Amendment of licences :-**

**1**

(1) Where in its opinion the public interest so permits, the State Government, on the application of the licensee or otherwise and, after consulting the State Electricity Board, and if the licensee is not a local authority, also the local authority, if any, concerned, may make such alterations and amendments in the terms and conditions of a licence, including the provisions specified in section 3, sub-section (2), clause (f), as it thinks fit:

Provided that no such alterations or amendments shall be made except with the consent of the licensee unless such consent has, in the opinion of the State Government, been unreasonably withheld.

(2) Where the licensee has made an application under sub-section (1), proposing alterations or amendments in the license, the following provisions shall have effect, namely:-

(a) the licensee shall publish a notice of the application in the prescribed manner and with the prescribed particulars;

(b) the State Government shall not make any alterations or amendments until all objections received by it with reference to the application within three months from the date of the first publication of the notice have been considered;

(c) in the case of an application proposing alterations or amendments in the area of supply comprising the whole or any part of any cantonment, aerodrome, fortress, arsenal, dockyard or camp or of any building or place in the occupation of the Government for defence purposes,

(3) Before making any alterations or amendments in a license or otherwise than on the application of the licensee, the State Government shall publish the proposed alterations or amendments

in the prescribed manner and with the prescribed particulars and consider all objections received by it with reference to the proposed alterations or amendments within three months from the date of first publication of the notice; and where alterations or amendments have been proposed in an area of supply such as is referred to in clause (c) of sub-section (2), the State Government shall not make any alterations or amendments except with the consent of the Central Government.]

1. Inserted by the Electricity (Amendment) Act, 1959, (32 of 1959), S. 6 (5-9-1959)

## **5. Provisions where licence of a licensee is revoked :-**

**1[**

(1) Where the, State Government revokes, under section 4, sub-section (1), the licence of a licensee, the following provisions shall have effect, namely :-

(a) the State Government shall serve a notice of revocation upon the licensee and shall fix a date on which the revocation shall take effect, and on and with effect from that date, or on and with effect from the date, if earlier, on which the undertaking of a licensee is sold to a purchaser in pursuance of sub-section (3), all the powers and liabilities of the licensee under this Act shall absolutely cease and determine;

(b) the State Government shall enquire from the State Electricity Board, and where the licensee is not a local authority, also from any local authority, constituted from the area within which the whole of the area of the supply is included, whether it is willing to purchase the undertaking:

(c) if the State Electricity Board is willing to purchase the undertaking the State Government shall, by notice in writing require the licensee to sell, and thereupon, the licensee shall sell the undertaking to the State Electricity Board;

(d) if the State Electricity Board is not willing to purchase the undertaking, the State Government shall have the option of purchasing the undertaking and if it elects to purchase, by notice in writing require the licensee to sell, and thereupon, the licensee shall sell the undertaking to it;

(e) if the State Electricity Board is not willing to purchase the undertaking and the State Government does not itself elect to

purchase it, the State Government in any case where the local authority referred to in clause

(b) is willing to purchase the undertaking shall by notice in writing require the licensee to sell, and thereupon, the licensee shall sell the undertaking to that local authority;

(f) if no sale of the undertaking is effected under any of the foregoing clauses and if any other person is willing to purchase the Undertakings, the

<sup>2</sup>(2) Where an undertaking is sold under sub-section (1), the purchaser shall pay to the licensee for the undertaking an amount determined in accordance with the provisions of sub-sections (1) and (2) of section 7-A.]

(3) Where the State Government issues any notice under subsection (1) requiring the licensee to sell the undertaking, it may by such notice require the licensee to deliver, and thereupon the licensee shall deliver on the date specified in the notice the undertaking to the designated purchaser pending the determination and <sup>3</sup>[payment of the amount for the undertaking]:

Provided that in any such case, the purchaser shall pay to the licensee, interest at the Reserve Bank rate ruling at the time of delivery of the undertaking plus one per centum, on the <sup>4</sup>[amount of the undertaking] for the period from the date of delivery of the undertaking to the date of <sup>5</sup> [payment of such amount].

(4) Where before the date fixed in the notice issued under clause (a) of sub-section (1) as the date on which the revocation of the licence shall take effect, no notice has been issued to the licensee requiring him to sell the undertaking or where for any reason no sale of the undertaking has been effected under that sub-section, the licensee shall have the option of disposing of all lands, buildings, works, materials and plant belonging to the undertaking in such manner as he may think fit: Provided that if the licensee does not exercise such option within a period of six months from the aforesaid date, the State Government may forthwith cause the works of the licensee in, under, over, along, or across any street to be removed and every such street to be reinstated, and recover the cost of such removal and reinstatement from the licensee.]

1. Sections 5, 6, 7 and 7-A were substituted for the former sections 5, 6 and 7, by the Electricity (Amendment) Act, 1959, (32 of

1959), S. 7 (5-9-1959)

2. Substituted vide Maha. Act 44 of 1976, S. 2 (20-9-76)

3. Substituted for the words "payment of the purchase price of the undertaking " vide Maha. Act 44 of 1976, s.2(20-9-76)

4. Substituted for the words "purchase price of the undertaking "ibid S. 2 (20-9-76)

5. Substituted for the words "payment of the purchase price "vide ibid, S. 2 (20-9-76)

## **6. Purchase of Undertakings :-**

**1**

(1) Where a license has been granted to any person, not being a local authority, the State Electricity Board shall,-

(a) in the case of a license granted before the commencement <sup>2</sup>of the Indian Electricity (Amendment) Act 1959, on the expiration of each such period as is specified in the license; and

(b) in the case of a licence granted on or after the commencement <sup>4</sup>of the said Act, on the expiration of such period not exceeding <sup>3</sup>[thirty] years <sup>4</sup>[twenty] years, as shall be specified in this behalf in the license; have the option of purchasing the undertaking and such option shall be exercised by the State Electricity Board serving upon the licensee a notice in writing of not less than one year requiring the licensee to sell the undertaking to it at the expiry of the relevant period referred to in this sub-section.

(2) Where the State Electricity Board has not been constituted, or if constituted, does not elect to purchase the undertaking, the State Government shall have the like option to be exercised in the like manner of purchasing the undertaking.

(3) Where neither the State Electricity Board nor the State Government elects to purchase the undertaking, any local authority constituted for an area within which the whole of the area of supply is included shall have the like option to be exercised in the like manner of purchasing the undertaking.

(4) If the State Electricity Board intends to exercise the option of purchasing the undertaking under this section, it shall send an intimation in writing of such intention to the State Government at least eighteen months before the expiry of the relevant period referred to in sub-section (1), and if no such intimation as aforesaid is received by the State Government the State Electricity Board shall be deemed to have elected not to purchase the undertaking.

(5) If the State Government intends to exercise the option of purchasing the undertaking under this section, it shall send an intimation in writing of such intention to the local authority, if any, referred to in sub-section (3) at least fifteen months before the expiry of the relevant period referred to in sub-section (1) and if no such intimation as aforesaid is received by the local authority, the State Government shall be deemed to have elected not to purchase the undertaking.

<sup>5</sup>(6) where a notice exercising the option of purchasing the undertaking has been served upon the licensee under this section, the licensee shall deliver the undertaking to the State Electricity Board, the State Government or the local authority, as the case may be, on the expiration of the relevant period referred to in sub-section (1) pending the determination and <sup>6</sup>[payment of the amount] and interest." ;]

<sup>7</sup> [(7) Where an undertaking is purchased under this section, the purchaser shall pay to the licensee the amount determined in accordance with the provisions of section 7A and interest at the Reserve Bank of India rate ruling at the time of delivery of the undertaking plus one per cent on the

1. Sections 5, 6, 7 and 7-A were substituted for the former sections 5, 6 and 7 by the Electricity (Amendment) Act, 1959, (32 of 1959), S. 7 (5-9-1959)

2. The date of commencement is 5-9-1959

3. Substituted for the words "twenty" and "ten" respectively by Electricity Laws Amendment) Act (50 of 1991. S. 2 ( 15-10-91 )

4. Substituted for the words "twenty" and "ten" respectively by Electricity Laws (Amendment) Act (50 of 1991), S. 2 (15-10-91)

5. Substituted by Mah. Act 63 of 1974, S.3

6. Substituted for the words "payment of the purchase price" by Mah. Act 44 of 1976, S. 3 (20-9-76)

7. Substituted by Mah. Act 44 of 1976, S. 3 (20-9-76)

## **7. Vesting of the undertaking in the purchaser :-**

<sup>1</sup> Where an undertaking is sold under section 5 or section 6, then upon the completion of the sale or on the date on which the undertaking is delivered to the intending purchaser under sub-section (3) of section 5 or under sub-section (6) of section 6, as the case may be, whichever is earlier-

(i) the undertaking shall vest in the purchaser or the intending purchaser, as the case may be, free from any debt, mortgage or similar obligation of the licensee or attaching to the undertaking:

Provided that any such debt, mortgage or similar obligation shall attach to the purchase-money in substitution for the undertaking;

(ii) the rights, powers, authorities, duties and obligations of the licensee under his license shall stand transferred to the purchaser and such purchaser shall be deemed to be the licensee;

Provided that where the undertaking is sold or delivered to a State Electricity Board or the State Government, the license shall cease to have further operation.]

1. Sections 5, 6, 7 and 7-A were substituted for the former sections 5, 6 and 7. by the Electricity (Amendment) Act, 1959, (32 of 1959). S. 7 (5-9-1959)

### **7A. Determination of amount :-**

**1**

(1) Where an undertaking of a license is sold under sub- section (1) of section 5, the amount payable for the undertaking shall be the book value of the undertaking at the time of delivery of the undertaking.

(2) The book-value of an undertaking for the purposes of sub-section (1) shall be deemed to be the depreciated book-value as shown in the accounts rendered by the licensee in accordance with the provisions of section 11 of all lands, buildings, works, materials and plant of the licensee, suitable to, and used for him. for the purpose of the undertaking other than-

(i) a generating station declared by the licence not to form part of the undertaking for the purpose of purchase; and

(ii) the service lines or other capital works or any part thereof, which have been constructed at the expense of the consumers,-

(3) Notwithstanding anything contained in any licence or any instrument, order, agreement or law for the time being in force, in respect of any additional sum by whatever name may it be called, payable to a licensee for compulsory purchase, the licensee shall be entitled only to a solatium of ten per centum of the book-value as determined under sub-sections (1) and (2), for compulsory purchase of his undertaking under section 6.

(4) No provision of any Act for the time being in force, including the other provisions of this Act and of any rule made thereunder or of any instrument including any licence, having effect by virtue of any

such Act, or any rule made thereunder, shall, in so far as it is inconsistent with any of the provisions of this section, have any effect.

(5)

(a) The amount payable to a licensee under sub-section (1) shall be payable in cash either in lump sum or in annual instalments as the State Government may fix;

[(b) Where any such amount is payable in instalments, the interest shall be payable, at the rate referred to in sub-section(7) of section 6, for the period from the date of delivery of the undertaking to the date of payment of the last instalment. With the first instalment, such interest shall be paid on the whole amount from the delivery of the undertaking to the date of payment of that instalment. With each subsequent instalment, such interest shall be paid on the amount due after payment of the last preceding instalment for the period from the payment of the last preceding instalment to the date of the succeeding instalment.]"

1. Section 7-A was substituted by Mah. Act 44 of 1976, S. 4 (w.r.e.f. (20-9-76)

**8. Provisions where no purchase and license revoked with consent of licensee :-**

Where, on the expiration of any of the periods referred to in <sup>1</sup>[section 6, sub-section (1), the undertaking is not purchased by the State Electricity Board, the State Government or the local authority], and the license is, on the application or with the consent of the licensee, revoked, the licensee shall have the option of disposing of all lands, buildings, works, materials and plant belonging to the undertaking in such manner as he may think fit:

Provided that, if the licensee does not exercise such option within a period of six months, the <sup>2</sup>[State Government] may proceed to take action as provided in <sup>3</sup> [section 5, sub-section (4) proviso].

1. Substituted for the words, figures and brackets "section 7, sub-section (1) neither a local authority nor the State Government purchases the undertakings, by the the Electricity (Amendment) Act, 1959, (32 of 1959), S. 8 (5-9-1959)

2. Substituted for "Provincial Government" by A.L.O. 1950

3. Substituted for the words, figures and brackets "section 5, clause (0, proviso" by Act 32 of 1959, S. 8(5-9-1959)

**9. Licensee not to purchase or associate himself with, other**



## **licensed Undertakings or transfer his undertakings :-**

(1) The licensee shall not, at any time without the previous consent in writing of the <sup>1</sup>[State Government] acquire, by purchase or otherwise, the license or the undertaking of, or associate himself so far as the business of supplying energy is concerned with, any person, supplying, or intending to supply energy under any other license, and, before applying for such consent, the licensee shall give not less than one month's <sup>2</sup> [notice of the application-

(a) to the State Electricity Board, and

(b) to every local authority both in the licensee's area of supply and also in the area in which such other person supplies, or intends to supply energy];

Provided that nothing in this sub-section shall be construed to require the consent of the [State Government], for the supply of energy by one licensee to another in accordance with the provisions of clause IX of the Schedule.

(2) The licensee shall not at any time assign his license or transfer his undertaking, or any part thereof, by sale, mortgage, lease, exchange or otherwise without the previous consent in writing of the <sup>54</sup>[State Government].

(3) Any agreement relating to any transaction of the nature described in sub-section (1) or sub-section (2) unless made with, or subject to, such consent as aforesaid, shall be void.

1. Substituted for "Provincial Government" by A.L.O. 1950

2. Substituted for the words "notice of the application to every local authority, both in the licensee's area of supply, and also in the area or district in which such other person supplies, or intends to supply energy by the Electricity (Amendment) Act, 1959, (32 of 1959), S.9(5-9-1959)

## **10. General power for Government to vary terms of purchase :-**

Notwithstanding anything in [sections 5, 6 and 8] the [State Government] may, [\* \* \*] in any license to be granted under this Act,-

(a) vary the terms and conditions upon which and the periods on the expiration of which, the licensee shall be bound to sell his undertaking, or

(b) direct that, subject to such conditions and restrictions (if any) as it may think fit to impose, the provisions, of the said sections or any of them shall not apply.

**11. Annual accounts of licensee :-**

(1) Every licensee shall, unless expressly exempted from the liability by his license, or by order in written of the [State Government], prepare and render to the [State Government] or to such authority as the [State Government] may appoint in this behalf, on or before the prescribed date in each year, an annual statement of accounts of his undertaking made up to such date, in such form, and containing such particulars, as may be prescribed in this behalf

.

(2) The licensee shall keep copies of such annual statement at his office, and sell the same to any applicant at a price not exceeding five rupees per copy.

**12. Provisions as to the opening and breaking up of streets, railways and tramways :-**

(1) Any licensee, may, from time to time but subject always to the terms and conditions of his license, within the area of supply, or when permitted by the terms of his licensee to lay down or place electric supply- lines without the area of supply, without that area

(a) open and break up the soil and pavement of any street, railway or tramway;

(b) open and break up any sewer, drain or runnel in or under any street, railway or tramway;

(c) lay down and place electric supply-lines and other works;

(d) repair, alter or remove the same; and

(e) do all other acts necessary for the due supply of energy; (4) Nothing contained in sub-section (1) shall be deemed to authorise or empower a licensee, without the consent of the local authority or of the [owner or occupier] concerned, as the case may be, to lay down or place any electric supply-line or other work in, through or against any building, or on. over or under any land not dedicated to public use whereon, wherever, or whereunder any electric supply-line or work has not already been lawfully laid down or placed by

such licensee:

Provided that any support of an [overhead line] or any stay or strut required for the sole purpose of securing in position any support of an [overhead line] may be fixed on any building or land or, having been so fixed, may be altered, notwithstanding the objection of the owner or occupier of such building or land, if the District Magistrate or, in a presidency-town [\* \* \*], the Commissioner of Police, by order in writing so directs:

Provided, also, that, if at any time the owner or occupier of any building or land on which any such support, stay or strut has been fixed shows sufficient cause, the District Magistrate or, in a presidency-town [\*\* \*], the Commissioner of Police may by order in writing direct any such support, stay or strut to be removed or altered.

(3) When making an order under sub-section (2), the District Magistrate or the Commissioner of Police, as the case may be, shall fix the amount of compensation of annual rent, or of both, which should in his opinion be paid by the licensee to the owner or occupier.

(4) Every order made by a District Magistrate or a Commissioner of Police under sub-section (2) shall be subject to revision by the [State Government].

(5) Nothing contained in sub-section (1) shall be deemed to authorise or empower any licensee to open or break up any street not repairable by [the Central Government] or the [State Government] or a local authority, or any railway or tramway, except such streets, railways or tramways (if any), or such parts thereof, as he is especially authorised to break up by his [State Government].

Provided that the [State Government] shall not give any such consent as aforesaid, until the licensee has given notice by advertisement or otherwise as the [State Government] may direct, and within such period as the [State Government] may fix in this behalf, to the person above referred to, and until all representations or objections received in accordance with the notice have been considered by the 61[State Government].

[(6) In this section, "occupier" of any building or land means a person in lawful occupation of that building or land.]

### **13. Notice of new works :-**

(1) Where the exercise of any of the powers of a licensee in relation to the execution of any works involves the placing of any works in, under, over, along or across any street, part of a street, railway, tramway, canal or waterway, the following provisions shall have effect, namely:-

(a) not less than one month before commencing the execution of the works [\* \* \*] the licensee shall serve upon the person responsible for the repair of the street or part of a street (hereinafter in this section referred to as "the repairing authority") or upon the person for the time being entitled to work the railway, tramway, canal or waterway (hereinafter in this section referred to as "the owner"), as the case may be, a notice in writing describing the proposed works, together with a section and plan thereof on a scale sufficiently large to show clearly the details of the proposed works, and not in any case smaller than one inch to eight feet vertically and sixteen inches to the mile horizontally and intimating the manner in which, and the time at which, it is proposed to interfere with or alter any existing works, and shall, upon being required to do so by the repairing authority or owner, as the case may be, from time to time, give such further information in relation thereto as may be desired;

(b) if the repairing authority intimates to the licensee that it disapproves of such works, section or plan, or approves thereof subject to amendment the licensee may, within one week of receiving such intimation, appeal to the [State Government], whose decision, after considering the reasons given by the repairing authority for its action, shall be final;

(c) if the repairing authority fails to give notice in writing of its approval or disapproval to the licensee within one month, it shall be deemed to have approved of the works, section and plan, and the licensee, after giving not less than forty-eight hours' notice in writing to the repairing authority, may proceed to carry out the works in accordance with the notice and the section and plan served under clause (a);

(d) if the owner disapproves of such works, section or plan, or approves thereof subject to amendment, he may, within three weeks after the service of the notice under clause (a) serve a requisition upon the licensee demanding that any question in

relation to the works or to compensation, or to the obligations of the owner to other in respect thereof, shall be determined by arbitration, and thereupon the matter shall unless settled by agreement, be determined by arbitration;

(e) where no requisition has been served by the owner upon the licensee under clause (d) within the time named, the owner shall be deemed to have approved of the works, section and plan, and in that case, or where after a requisition for arbitration the matter has been determined by arbitration, the works may, upon payment or securing of compensation, be executed according to the notice and the section and plan, subject to such modifications as may have been determined by arbitration or agreed upon by the parties;

[Explanation:- In clauses (a) to (e), the word "works" includes a service line in, under, over, along or across a railway even if such line is immediately attached or intended to be immediately attached to a distributing main, but does not include-

(i) any other service line so attached or intended to be so attached to a distributing main, or

(ii) works which consists of the repair, renewal or amendment of existing works of which the character or position is not to be altered;]

(f) where the works to be executed consist of the laying of any underground service line immediately attached, or intended to be attached to a distributing main, the licensee shall give to the repairing authority or the owner, as the case may be, not less than forty-eight hours notice in writing of his intention to execute such works;

(g) where the works to be executed consist of the repair, renewal or amendment of existing works of which the character or position is not be altered, the licensee shall, except in cases of emergency, give to the repairing authority, or to the owner, as the case may be, not less than forty-eight hours notice in writing of his intention to execute such works, and, on the expiry of such notice, such works shall be commenced forthwith and shall be carried on with all reasonable despatch and, if possible, both by day and by night until completed.

(2) Where the licensee makes default in complying with any of these provisions, he shall make full compensation for any loss or

damage incurred by reason thereof, and, where any difference or dispute arises as to the amount of such compensation, the matter shall be determined by arbitration.

(3) Notwithstanding anything in this section, the licensee may, in case of emergency due to the breakdown of an underground electric supply-line, after giving notice in writing to the repairing authority or the owner, as the case may be, of his intention to do so, place an [overhead line] without complying with the provisions of sub-section (1).

Provided that such [overhead line] shall be used only until the defect in the underground electric supply-line can be made good, and in no case (unless with the written consent of the [State Government] for a period exceeding six weeks, and shall be removed as soon as may be after such defect is removed.

#### **14. Alteration of pipes or wires :-**

(1) Any licensee may alter the position of any pipe (not forming, in a case where the licensee is not a local authority, part of a local authority's main sewer), or of any wire under or over any place which he is authorised to open or break up, if such pipe or wire is likely to interfere with

(2) In any such case as aforesaid the following provisions, shall, in the absence of an agreement to the contrary between the parties concerned, apply, namely

(a) not less than one month before commencing any alteration, the licensee or other person desiring to make the same (hereinafter in this section referred to as "the operator") shall serve upon the person for the time being entitled to the pipe, wire, electric supply-lines or works, as the case may be (hereinafter in this section referred to as "the owner"), a notice in writing, describing the proposed alteration, together, with a section and plan thereof on a scale sufficiently large to show clearly the details of the proposed works, and not in any case smaller than one inch to eight feet vertically and sixteen inches to the mile horizontally, and intimating the time when it is to be commenced, and shall subsequently give such further information in relation thereto as the owner may desire;

(b) within fourteen days after the service of the notice, section and plan upon the owner, the owner may serve upon the operator a

requisition to the effect that any question arising upon the notice, section or plan shall be determined by arbitration, and thereupon the matter shall, unless settled by agreement be determined by arbitration;

(c) every arbitrator to whom a reference is made under clause (b) shall have regard to any duties or obligations which the owner is under, and may require the operator to execute any temporary or other works so as to avoid, as far as possible, interference therewith;

(d) where no requisition is served upon the operator under clause (b) within the time named, or where such a requisition has been served and the matter has been settled by agreement or determined by arbitration, the alteration may, upon payment or securing of any compensation accepted or determined by arbitration, be executed in accordance with the notice, section and plan and subject to such modifications as may have been determined by arbitration or agreed upon between the parties;

(e) the owner may, at any time before the operator is entitled to commence the alteration, serve upon the operator a statement in writing to the effect that he desires to execute the alteration himself and require the operator to give such security for the repayment of any expenses as may be agreed upon or, in default of agreement, determined by arbitration;

(f) where a statement is served upon the operator under clause (e). he shall, not less than forty-eight hours before the execution of the alteration is required to be commenced, furnish such security and serve upon the owner a notice in writing intimating the time when the alteration is required to be commenced, and the manner in which it is required to be made and thereupon the owner may proceed to execute the alteration as required by the operator;

(g) where the owner declines to comply or does not, within the time and in the manner prescribed by a notice served upon him under clause (f), comply with the notice, the operator may himself execute the alteration;

(h) all expenses properly incurred by the owner in complying with the notice served upon him by the operator under clause (f) may be recovered by him from the operator.

(3) Where the licensee or other person desiring to make the

alteration makes default in complying with any of these provisions, he shall make full compensation for any loss or damage incurred by reason thereof, and. where any difference or dispute arises as to the amount of such compensation the matter shall be determined by arbitration.

**15. Laying of electric supply lines or other works near sewers, pipes or other electric supply lines or works :-**

(1) Where

(a) the licensee requires to dig or sink any trench for laying down any new electric supply-lines or other works, near to which any sewer, drain, water-course or work under the control of the 68[State Government] or of any local authority, or any pipe, syphon, electric supply-line or other work belonging to any duly authorised person has been lawfully placed, or

(b) any duly authorised person requires to dig or sink any trench for laying down or constructing any new pipes or other works near to which any electric supply-lines or works of a licensee have been lawfully placed, the licensee or such duly authorised person, as the case may be (hereinafter in this section referred to as "the operator") shall unless it is otherwise agreed upon between the parties interested or in case of sudden emergency, give to the 68fState Government] or local authority, or to such duly authorised person or to the licensee, as the case may be (hereinafter in this section referred to as "the owner"), not less than forty-eight hours notice in writing before commencing to dig or sink the trench and the owner shall have the right to be present during the execution of the work, which shall be executed to the reasonable satisfaction of the owner.

(2) Where the operator finds it necessary to undermine, but not to alter, the position of any pipe, electric supply-line or work, he shall support it in position during the execution of the work, and before completion shall provide a suitable and proper foundation for it where so undermined

(3) Where the operator (being the licensee) lays any electric supply line across, or so as to be liable to touch, any pipes, lines or service-pipes or service-lines belonging to any duly authorised person or to any person supplying, transmitting or using energy under this Act, he shall not, except with the written consent of such person and in accordance with section 34,



(4) Where the operator makes default in complying with any of the provisions of this section, he shall make full compensation for any loss or damage incurred by reasons thereof.

(5) Where any difference or dispute arises under this section, the matter shall be determined by arbitration.

(6) Where the licensee is a local authority, the reference in this section to the local authority and to sewers, drains, water-course or works under its control shall not apply.

**16. Streets, railways, tramways, sewers, drains or tunnels broken up to be reinstated without delay :-**

(1) Where any person, in exercise of any of the powers conferred by or under this Act, opens or breaks up the soil or pavement of any street, railway or tramway, or any sewer, drain or tunnel, he shall-

(a) immediately cause the part opened or broken up to be fenced and guarded;

(b) before sunset cause a light or lights, sufficient for the warning of the passengers, to be set up and maintained until sunrise against or near the part opened or broken up;

(c) with all reasonable speed fill in the ground and reinstate and make good the soil or pavement, or the sewer, drain or tunnel, opened or broken up and carry away the rubbish occasioned by such opening or breaking up; and

(d) after reinstating and making good the soil or pavement, or the sewer, drain or tunnel broken or opened up, keep the same in good repair for three months and for any further period not exceeding nine months during which subsidence continues,

(2) Where any person fails to comply with any of the provisions of sub-section (1), the person having the control or management of the street, railway, tramway, sewer, drain or tunnel in respect of which the default has occurred, may cause to be executed the work which the defaulter has delayed or omitted to execute, and may recover from him the expenses incurred in such execution.

(3) Where any difference or dispute arises as to the amount of the expenses incurred under sub-section (2), the matter shall be determined by arbitration.

## **17. Notice to telegraph authority :-**

(1) A licensee shall, before laying down or placing within ten yards of any part of any telegraph-line, any electric supply-line or other works [not being either service lines] or electric supply-lines for the repair, renewal or amendment of existing works of which the character or

(a) the course of the works of alteration proposed,

(b) the manner in which the works are to be utilised.

(c) the amount and nature of energy to be transmitted, and

(d) the extent to, and manner in which (if at all) earth returns are to be used; and the licensee shall conform with such reasonable requirements, either general or special as may be laid down by the telegraph-authority within that period for preventing any telegraph-line from being injuriously affected by such works or alterations:

Provided that, in case of emergency (which shall be stated by the licensee in writing to the telegraph-authority) arising from defects in any of the electric supply-lines or other works of the licensee, the licensee shall be required to give only such notice as may be possible after the necessity for the proposed new works or alterations has arisen.

(2) Where the works to be executed consist of the laying [of placing] of any [\* \* \*] service line [\* \* \*], the licensee shall, not less than forty-eight hours before commencing the work, serve upon the telegraph-authority a notice in writing of his intention to execute such works.

## **18. Overhead lines :-**

(1) Save as provided in section 13, sub-section (3), nothing in this Part shall be deemed to authorise or empower a licensee to place any [overhead line] along or across any street, railway, tramway, canal or waterway unless and until the State Government has communicated to him a general approval in writing of the methods of constructions which he proposes to adopt:

Provided that the communication of such approval shall in no way relieve the licensee of his obligations with respect to any other consent required by or under this Act.

(2) Where any (overhead line] has been placed or maintained by a licensee in breach of the provisions of sub-section (1), the State Government may require the licensee forthwith to remove the same, or may cause the same to be removed, and recover from the licensee the expenses incurred in such removal.

[(3) Where any tree standing or lying near an [overhead line] or where any structure or object which has been placed or has fallen near an overhead line] subsequently to the placing of such line, interrupts or interferes with, or is likely to interrupt or interfere with, the conveyance or transmission of energy or the accessibility of any works [the District Magistrate] or, in a presidency-town [ \* \* \*], the Commissioner of Police, may on the application of the licensee cause the tree, structure or object to be removed or otherwise dealt with as he thinks fit.]

(4) When disposing of an application under sub-section (3), the Magistrate or Commissioner of Police, as the case may be, shall, in the case of any tree in existence before the placing of the [overhead line] award to the person interested in the tree such compensation as he thinks reasonable, and such person may recover the same from the licensee.

[Explanation:- For the purposes, of this section, the expression "tree" shall be deemed to include any shrub, hedge, jungle-growth or other plant.]

### **19. Compensation for damage :-**

(1) A licensee shall, in exercise of any of the powers conferred by or under this Act, cause as little damage, detriment and inconvenience as may be, and shall make full compensation for any damage, detriment or inconvenience caused by him or by any one employed by him.

(2) Save in the case provided for in section 12. sub-section (3), where any difference or dispute arises as to the amount or the application of such compensation, the matter shall be determined by arbitration.

### **19A. Point where supply is delivered :-**

For the purposes of this Act, the point at which the supply of energy by a licensee to a consumer shall be deemed to commence shall be determined in such manner as may be prescribed

**20. Power for licensee to enter premises and to remove fittings or other apparatus of licensee :-**

(1) A licensee or any person duly authorised by a licensee may, at any reasonable time, and on informing the occupier of his intention, enter any premises to which energy is or has been supplied by him [or any premises or land, under, over, along, across, in or upon which the electric supply line or other works have been lawfully placed by him], for the purpose of-

(a) [inspecting, testing, repairing or altering] the electric supply-lines, meters, fittings, works and apparatus for the supply of energy belonging to the licensee; or

(b) ascertaining the amount of energy supplied or the electrical quantity contained in the supply; or

(c) removing, where a supply of energy is no longer required, or where the licensee is authorised to take away and cut off such supply, any electric supply-lines, [meters] fittings, works or apparatus belonging to the licensee.

(2) a licensee or any person authorised as aforesaid may also, in pursuance of a special order in this behalf made by [a Magistrate of the first class or in a Presidency-town, by a Presidency Magistrate and after giving not less than twenty-four hours notice in writing to the occupier-

(a) enter any premises or land referred to in sub-section (1) for any of the purposes mentioned therein;

(b) enter any premises to which energy is to be supplied by him for the purpose of examining and testing the electric wires, fittings, works and apparatus for the use of energy, belonging to the consumer.]

(3) Where a consumer refuses to allow a licensee or any person authorised as aforesaid to enter his premises [or land] in pursuance of the provisions of sub-section (1) or sub-section (2) or when such licensee or person has so entered, refuses to allow him to perform any act which he is authorised by those sub-sections to perform, or fails to give reasonable facilities for such entry or performance, the licensee may, after the expiry of twenty-four hours from the service of a notice in writing to the consumer, cut off the supply to the consumer for so long as such refusal or failure continues but for no

longer.

**21. Restrictions on licensees controlling or interfering with use of energy :-**

(1) A licensee shall not be entitled to prescribe any special form of appliance for utilising energy supplied by him, or, save as provided by [in any conditions made under sub-section (2) or] section 23, subsection (2) or by section 26, sub-section (7), in any way to control or interfere with the use of such energy:

Provided that no person may adopt any form of appliance, or use the energy supplied to him, so as unduly or improperly to [interfere with-

(a) safety or efficient working of a licensee's electric supply-lines or other works; or

(b) the supply of energy by the licensee to any other person.]

[(2) [\* \* \*] a licensee may, with the previous sanction of the State Government, given after consulting the [the State Electricity Board and also] the local authority, where the licensee is not a local authority, make conditions not inconsistent with this Act or with his license or with any rules made under this Act, to regulate his relations with persons who are or intend to become consumers, and may, with the like sanction given after the like

Provided that any such conditions made before the 23rd day of January, 1922 shall, if sanctioned by the State Government on application made by the licensee before such date as the State Government may, by general or special order, fix in this behalf, be deemed to have been made in accordance with the provisions of this sub-section.

(3) The State Government may, after like consultation, [add any new condition or cancel or amend] any condition or part of a condition previously sanctioned under sub-section (2) after giving to the licensee not less than one month's notice in writing of its intention so to do.]

[(4) Where any difference or dispute arises as to whether a licensee has prescribed any appliance or controlled or interfered with the use of energy in contravention of sub-section (1), the matter shall be either referred to an [Electrical Inspector] and decided by him or, if the licensee or consumer so desires, determined by

arbitration.

## **22. Obligation of licensee to supply energy :-**

Where energy is supplied by a licensee, every person within the area of supply shall, except in so far as is otherwise provided by the terms and conditions of the license, be entitled, on application, to a supply on the same terms as those on which any other person in the same area is entitled in similar circumstances to a corresponding supply:

Provided that no person shall be entitled to demand, or to continue to receive, from a licensee a supply of energy for any premises having a separate supply unless he has agreed with the licensee to pay to him such minimum annual sum as will give him a reasonable return on the capital expenditure, and will cover other standing charges incurred by him in order to meet the possible maximum demand for those premises, the sum payable to be determined in case of difference or dispute by arbitration.

## **22A. Powers of State Government to give direction to a licensee in regard to the supply of energy to certain class of consumers :-**

(1) The State Government may, if in its opinion it is necessary in the public interest so to do, direct any licensee to supply, in preference to any other consumer, energy required by any establishment which being in the opinion of the State Government an establishment used or intended to be used for maintaining supplies and services essential to the community, is notified by that Government in the Official Gazette in this behalf.

(2) Where any direction is issued under sub-section (1) requiring the licensee to supply energy to any establishment and any difference or dispute arises as to the price or other terms and conditions relating to the supply of energy the licensee shall not by reason only of such difference or dispute be entitled to refuse to supply energy but such difference or dispute shall be determined by arbitration.

(3) Where any agreement by a licensee, whether made before or after the commencement of the Indian Electricity (Amendment) Act, 1959, for the supply of energy with any establishment referred to in sub-section (1) expires, the licensee shall continue to supply energy to such establishment on the same terms and conditions as are specified in the agreement until he receives a notice in writing

from the establishment requiring him to discontinue the supply.

(4) Notwithstanding anything contained in this Act, or in the Electricity (Supply) Act, 1948, or in his license or in any agreement entered into by him for the supply of energy, a licensee shall be bound to comply with any direction given to him under sub-section (1) and any action taken by him in pursuance of any such direction shall not be deemed to be contravention of section 23.

### **22B. Power to control the distribution and consumption of energy :-**

(1) If the State Government is of opinion that it is necessary or expedient so to do, for maintaining the supply and securing the equitable distribution of energy, it may by order provide for regulating the supply, distribution, consumption or use thereof.

(2) Without prejudice to the generality of the powers conferred by sub-section (1) an order made thereunder may direct the licensee not to comply, except with the permission of the State Government, with

(i) the provisions of any contract, agreement or requisition whether made before or after the commencement of the Indian electricity (Amendment) Act, 1959, for the supply (other than the resumption of a supply) or an increase in the supply of energy to any person, or

(ii) any requisition for the resumption of supply of energy to a consumer after a period of six months, from the date of its discontinuance, or

(iii) any requisition for the resumption of supply of energy made within six months of its discontinuance, where the requisitioning consumer was not himself the consumer of the supply at the time of its discontinuance.

### **23. Charges for energy to be made without undue preference :-**

(1) A licensee shall not, in making any agreement for the supply of energy, show undue preference to any person,

(2) No consumer shall, except with the consent in writing of the licensee, use energy supplied to him under one method of charging in a manner for which a higher method of charging is in force.

[(3) In the absence of an agreement to the contrary, a licensee may charge for energy supplied by him to any consumer-

(a) by the actual amount of energy so supplied, or

(b) by the electrical quantity contained in the supply, or

(c) by such other amount as may be approved by the [State Government.]

(4) Any charges made by a licensee under clause (c) of sub-section (3) may be based upon; and vary in accordance with, any one or more of the following considerations, namely:-

(a) the consumer's load factor, or

(b) the power factor of his load, or

(c) his total consumption of energy during any stated period, or

(d) the hours at which the supply of energy is required.]

#### **24. Discontinuance of supply to consumer neglecting to pay charge :-**

[(1) Where any person neglects to pay any charge for energy or any [sum, other than a charge for energy,] due from him to a licensee in respect of the supply of energy to him, the licensee may, after giving not less than seven clear days notice in writing to such person and without prejudice

[(2) [\* \* \*] Where any difference or dispute [which by or under this Act is required to be determined by an Electrical Inspector, has been referred to the Inspector] before notice as aforesaid has been given by the licensee, the licensee shall not exercise the powers conferred by this section until the Inspector has given his decision:

[Provided that the prohibition contained in this sub-section shall not apply in any case in which the licensee has made a request in writing to the consumer for a deposit with the [Electrical Inspector] of the amount of the licensee's charges or other sums in dispute or for the deposit of the licensee's further charges for energy as they accrue, and the consumer has failed to comply with such request.

#### **25. Exemption of electric supply lines or other apparatus from attachment in certain cases :-**

When any electric supply lines, meters, fitting, works or apparatus belonging to a licensee are placed in or upon any premises [or



land] not being in the possession of the licensee such electric supply-lines, meters, fitting, works or apparatus shall not be liable to be taken in execution under any process of any Civil Court or in any proceedings in insolvency against the person in whose possession the same may be.

## **26. Meters :-**

(1) In the absence of an agreement to the contrary, the amount of energy supplied to a consumer or the electrical quantity contained in the supply shall be ascertained by means of a correct meter, and the licensee shall, if required by the consumer, cause the consumer to be supplied with such a meter

Provided that the licensee may require the consumer to give him security for the price of a meter and enter into an agreement for the hire thereof, unless the consumer elects to purchase a meter.

(2) Where the consumer so enters into an agreement for the hire of a meter the licensee shall keep the meter correct, and in default of his doing so, the consumer shall, for so long as the default continues, cease to be liable to pay for the hire of the meter.

(3) Where the meter is the property of the consumer, he shall keep the meter correct, and, in default of his doing so, the licensee may after giving him seven days' notice, for so long as the default continues, cease to supply energy through the meter.

(4) The licensee or any person duly authorized by the licensee shall, at any reasonable time and on informing the consumer of his intention, have access to, and be at liberty to inspect and test, and for that purpose, if he thinks fit, take off and remove, any meter referred to in sub-section (1); and, except where the meter is so hired as aforesaid, all reasonable expenses of, and incidental to, such inspecting, testing, taking off and removing shall, if the meter is found to be otherwise than correct, be recovered from the consumer; and, where any difference or dispute arises as to the amount of such reasonable expenses, the matter shall be referred to an [Electrical Inspector], and the decision of such Inspector shall be final:

Provided that the licensee shall not be at liberty to take off or remove any such meter if any difference or dispute of the nature described in subsection (6) has arisen until the matter has been determined as therein provided.

(5) A consumer shall not connect any meter referred to in sub-section (1) with any electric supply-line through which energy is supplied by a licensee, or disconnect the same from any such electric supply-line, [but he may by giving not less than forty-eight hours' notice in writing to the licensee require the licensee to connect or disconnect such meter and on

[(6) Where any difference or dispute arises as to whether any meter referred to in sub-section (1) is or is not correct, the matter shall be decided, upon the application of either party, by an Electrical Inspector, and where the meter has, in the opinion of such Inspector ceased to be correct, such Inspector shall estimate the amount of the energy supplied to the consumer or the electrical quantity contained in the supply, during such time, not exceeding six months, as the meter shall not, in the opinion of such Inspector, have been correct; but save as aforesaid, the register of the meter shall, in the absence of fraud, be conclusive proof of such amount of quantity:

Provided that before either a licensee or a consumer applies to the Electrical Inspector under this sub-section, he shall give to the other party not less than seven days' notice of his intention so to do.]

(7) In addition to any meter which may be placed upon the premises of a consumer in pursuance of the provisions of sub-section (1), the licensee may place upon such premises such meter, maximum demand indicator or other apparatus as he may think fit for the purpose of ascertaining or regulating either the amount of energy supplied to the consumer, or the number of hours during which the supply is given, or the rate per unit of time at which energy is supplied to the consumer, or any other quantity or time connected with the supply:

Provided that the meter, indicator or apparatus shall not, in the absence of an agreement to the contrary, be placed otherwise than between the distributing mains of the licensee and any meter referred to in sub-section (1):

Provided also, that, where the charges for the supply of energy depend wholly or partly upon the reading or indication of any such meter, indicator or apparatus as aforesaid, the licensee shall, in the absence of an agreement to the contrary, keep the meter, indicator or apparatus correct, and the provisions of sub-sections (4), (5)

and (6) shall in that case apply as though the meter, indicator or apparatus were a meter referred to in sub-section (1).

Explanation:- A meter shall be deemed to be "correct" if it registers the amount of energy supplied, or the electrical quantity contained in the supply, within the prescribed limits of error, and a maximum demand indicator or other apparatus referred to in sub-section (7), shall be deemed to be "correct" if it complies with such conditions as may be prescribed in the case of any such indicator or apparatus.

## **27. Supply of energy outside area of supply :-**

Notwithstanding anything contained in this Act, the [State Government] may, by order in writing, and subject to such conditions and restrictions, if any, as it thinks fit to impose, authorize any licensee to supply energy to any person outside the area of supply, and to lay down or place electric supply-lines for that purpose:

Provided that, no such authority shall be conferred on the licensee within the area of supply of another licensee without that licensee's consent, unless the 111[State Government] considers that his consent has been unreasonably withheld:

Provided, secondly, that such authority shall not be conferred unless the person to whom the supply is to be given has entered into a specific agreement with the licensee for the taking of such supply:

Provided, thirdly, that a licensee on whom such authority has been conferred shall not be deemed to be empowered outside the area of supply to open or break up any street, or any sewer, drain or tunnel in or under any street, railway and tramway, or to interfere with any telegraph-line, without the written consent of the local authority or person by whom such street, sewer, drain or tunnel is repairable, or of the telegraph-authority, as the case may be, [unless the [State Government], after such inquiry as it thinks fit, considers that such consent has been unreasonably withheld;]

Provided, fourthly, that, save as aforesaid, the provisions of this Act shall apply in the case of any supply authorized under this section as if the said supply were made within the area of supply.

## **PART 3**

Supply, Transmission and use of energy by non licensees

## **28. Sanction required by non-licensees in certain cases :-**

[(1) No person other than a licensee, shall engage in the business of supplying energy to the public except with the previous sanction of the State Government and in accordance with such conditions as the State Government may fix in this behalf, and any agreement to the contrary shall be void.

(1A) The State Government shall not give any sanction under subsection (1)

(a) except after consulting the State Electricity Board; and

(b) except with the consent

(i) in any case where energy is to be supplied in any area for which a local authority is constituted, of that local authority;

(ii) in any case where energy is to be supplied in any area forming part of any cantonment, aerodrome, fortress, arsenal, dockyard or camp or of any building or place in the occupation of the Government for defence purposes, of the Central Government;

(iii) in any area falling within the area of supply of a licensee, of that licensee:

Provided that except in a case falling under sub-clause (ii), no such consent shall be necessary if the State Government is satisfied that such consent has been unreasonably withheld.]

(2) Where any difference or dispute arises as to whether any person is or is not engaging or about to engage, in the business of supplying energy [to the public] within the meaning of sub-section (1), the matter shall be referred to the [State Government], and the decision of the [State Government] thereon shall be final.

## **29. Power for non licensees to break up streets :-**

(1) The local authority may, by order in writing confer and impose upon any person, who has obtained the sanction of the [State Government] under section 28 to engage in the business of supplying energy [to the public], all or any of the powers and liabilities of a licensee under sections 12 to 19, both inclusive, and the provisions of the said sections shall thereupon apply as if such person were a licensee under Part II.

(2) A local authority, not being a licensee, shall, for the purpose of

lighting any street, have the powers and be subject to the liabilities respectively conferred and imposed by sections 12 to 19, both inclusive, so far as applicable, as if it were a licensee under Part II.

(3) In cases other than those for which provision is made by subsection (1), the person responsible for the repair of any street may, by order in writing, confer and impose upon any person who proposes to transmit energy in such street all or any of the powers and liabilities of a licensee under Sections 12 to 19 (both inclusive), in so far as the same relate to

(a) opening or breaking up of the soil or pavement of such street, or

(b) laying down or placing electric supply-lines in, under, along or across such street, or

(c) repairing, altering or removing such electric supply-lines, and thereupon the provisions of the said sections shall, so far as aforesaid, apply to such person as if he were a licensee under Part II.

(4) If no order is made within fourteen days after the receipt of an application for the same under sub-section (1) or sub-section (3), the order so applied for shall be deemed to have been refused, and every order, and every refusal to make an order, under sub-section (1) or sub-section (3), shall be subject to revision by the [State Government].

### **29A. Application of section 18 to overhead lines maintained by railways :-**

The provisions of sub-sections (3) and (4) of section 18 and of the Explanation thereto shall apply in the case of any [overhead line] placed by any railway administration as defined in section 3 of the Indian Railways Act, 1890, as if references therein to the licensee were references to the railway administration.]

### **30. Control of transmission and use of energy :-**

No person other than a licensee or a person to whom sanction is granted under section 28, duly authorised under the terms of his license or sanction, as the case may be. shall transmit or use energy at a rate exceeding two hundred and fifty watts and one hundred volts-

(a) in any street, or

(b) in any place,

(i) in which one hundred or more persons are likely ordinarily to be assembled, or

(ii) which is a factory within the meaning of the Factories Act, 1948 or a mine within the meaning of the Mines Act, 1952. or

(iii) to which the State Government, by general or special order. declares the provisions of this sub-section to apply.

Provided that nothing in this section shall apply to energy used for the public carriage of passengers, animals or goods on. or for the lighting or ventilation of the rolling-stock of, any railway or tramway subject to the provisions of the Indian Railways Act. 1890:

Provided, also, that the [State Government] may. by general or special order and subject to such conditions and restrictions as may be specified therein, exempt from the application of this section or of any such provision or rule as aforesaid any person or class of persons using energy on premises upon or in connection with which it is generated, or using energy supplied under Part II in any place specified in clause (b)

(2) Where any difference or dispute arises as to whether a place is or is not one in which one hundred and more persons are likely ordinarily to be assembled, the matter shall be referred to the 122[State Government], and the decision of the [State Government] thereon shall be final.

(3) the provisions of this sections shall be binding on the [Government]

#### PART 4

#### General Protective Clauses

### **31. Protection of railways and canals, docks, wharves and piers :-**

No person shall, in the generation, transmission, supply or use of energy, in any way injure any railway. " [aerodrome], tramway, canal or waterway or any dock, wharf or pier vested in or controlled by a local authority, or obstruct or interfere with the traffic on any railway, 122[airway], tramway, canal or waterway.

### **32. Protection oi telegraphic, telephonic and electric signallinglines :-**

(1) Every person generating, transmitting, supplying or using energy (hereinafter in this section referred to as the "operator") shall take all reasonable precautions in constructing, laying down and placing his electric supply-lines and other works and in working his system, so as not injuriously to affect, whether by induction, or otherwise, the working of any wire or line used for the purpose of telegraphic, telephonic or electric-signalling communication, or the currents in such wire or line.

(2) Where any difference or dispute arises between the operator and the telegraph-authority as to whether the operator has constructed, laid down or placed his electric supply-lines or other works, or worked his system, in contravention of sub-section (1), or as to whether the working of any wire, line or current is or is not injuriously affected thereby, the matter shall be referred to [the Central Government]: and [the Central Government], unless [it] is of opinion that the wire or line has been placed in unreasonable proximity to the electric supply-lines or works of the operator, after the construction of such lines or works may direct the operator to make such alterations in or additions to, his system as may be necessary in order to comply with the provisions of this section, and the operator shall make such alterations or additions accordingly:

Provided that nothing in this sub-section shall apply to the repair, renewal or amendment of any electric supply-line so long as the course of the electric supply-line and the amount and nature of the energy transmitted thereby are not altered.

(3) Where the operator makes default in complying with the requirements of this section, he shall make full compensation for any loss or damage incurred by reason thereof, and, where any difference or dispute arises as to the amount of such compensation, the matter shall be determined by arbitration.

Explanation:- For the purposes of this section, a telegraph-line shall be deemed to be injuriously affected if telegraphic, telephonic or electric signalling communication by means of such line is whether through induction or otherwise, prejudicially interfered with by an electric supply- line or work or by any use made thereof.

### **33. Notice of accidents and inquiries :-**

[(1) If any accident occurs in connection with the generation, transmission, supply or use of energy in or in connection with, any part of the electric supply-lines or other works of any person and

the accident results or is likely to have resulted in loss of human or animal life or in any injury to a human being or an animal, such person shall give, notice of the occurrence and of any such loss or injury actually caused by the accident, in such form and within such time as may be prescribed, by the Electrical Inspector and to such other authorities as the appropriate Government may by general or special order direct.]

(2) [The appropriate Government] may, if it thinks fit, require any [Electrical Inspector], or any other competent person appointed by it in this behalf to inquire and report-

(a) as to the cause of any accident affecting the safety of the public, which may have been occasioned by, or in connection with, the generation, transmission, supply or use of energy, or

(b) as to the manner in and extent to which the provisions of this Act or of any license or rules thereunder, so far as those provisions affect the safety to any person, have been complied with.

[(3) Every Electrical Inspector or other person holding an inquiry into sub-section (2) shall have all powers of a Civil Court under the Code of Civil Procedure, 1908, for the purpose of enforcing the attendance of witnesses and compelling the production of documents and material objects; and every person required by the Electrical Inspector or such other person as aforesaid to furnish any information shall be deemed to be legally bound to do so within the meaning of section 176 of the Indian Penal Code.]

#### **34. Prohibition of connection with earth, and power for Government to interfere in certain cases of default :-**

(1) No person shall in the generation, transmission, supply or use of energy, permit any part of his electric supply-lines to be connected [ appropriate Government].

(2) If at any time it is established to the satisfaction of the [appropriate Government],-

(a) that any part of an electric supply-line is connected with earth contrary to the provisions of sub-section (1), or

(b) that any electric supply-lines or other works for the generation, transmission, supply or use of energy are attended with danger to the public safety or to human life or injuriously affect any telegraph-line, or



(c) that any electric supply-lines or other works are defective so as not to be in accordance with the provisions of this Act or of any rule thereunder, the [ appropriate Government] may, by order in writing, specify the matter complained of and require the owner or user of such electric supply- lines or other works to remedy it in such manner as shall be specified in the order and may also in like manner forbid [the use of, and the supply of energy to, any electric supply-line] or works until the order is complied with or for such time as is specified in the order.

### **35. Advisory Boards :-**

[(1) The Central Government may, for the whole or any part of the territories to which this Act extends, and each State Government may, for the whole or any part of the State, by notification in the Official Gazette, constitute an Advisory Board.]

(2) Every such Board shall consist of a Chairman and not less than two other members.

[(3) The Central Government or the State Government, as the case may be, may [by. general or special order published in the Official Gazette],.

[(a) determine the number of members of which any such Board shall be constituted and the manner in which such members shall be appointed,]

[(b)] define the duties and regulate the procedure of any such Board,

[(c)] determine the tenure of office of the members of any such Board, and

[(d)] give directions as to the payment of fees to and the travelling expenses incurred by any member of any such Board in the performance of his duty.

[(4) Every order made by the State Government under sub-section (3) shall be laid, as soon as may be after it is made, before the State Legislature.

(5) Every order made by the Central Government under sub-section (3) shall be laid, as soon as may be after it is made, before each House of Parliament, while it is in session, for a total period of thirty days which may be comprised in one session or in two or

more successive sessions, and if, before the expiry of the session immediately following the session or the successive sessions aforesaid, both Houses agree in making any modification in the order or both Houses agree that the order should not be made, the order shall thereafter have effect only in such modified form or be of no effect, as the case may be, so, however, that any such modification or annulment shall be without prejudice to the validity of anything previously done under that order.]

### **36. Appointment of Electrical Inspectors :-**

(1) The appropriate Government may, by notification in the Official Gazette, appoint duly qualified persons to be Electrical

(2) In the absence of express provision to the contrary in this Act, or any rule made thereunder, an appeal shall lie from the decision of an Electrical Inspector to the appropriate Government or if the appropriate Government by general or special order so directs, to an Advisory Board.]

### **36A. Central electricity Board :-**

(1)A Board to be called the Central Electricity Board shall be constituted to exercise the powers conferred by Section 37.

[(2) The Central Electricity Board shall consist of the following members namely:-

(a) a Chairman and five other members to be nominated by the Central Government;

(b) one member to be nominated by the Governments of each of the States, not being a Union territory, to which this Act extends;

(c) one member to be nominated by the Central Government to represent each of the Union Territories of Delhi and Himachal Pradesh;

(d) one member to be nominated by the Central Government to represent the Union territories of Manipur, Tripura and the Andaman and Nicobar Islands;

(e) one member to be nominated by the State Electricity Boards;

(f) one member to be nominated by the Central Government to represent the Federation of Electricity Undertakings of India;

(g) one member to be nominated by the Railway Board;

(h) one member to be nominated by the Chief Inspector of Mines appointed under Section 5 of the Mines Act, 1952; and

(i) one member to be nominated by the Indian Standards Institution constituted under the Indian Standard Institution (Certification Marks) Act, 1952.]

(3) Any vacancy occurring in the Board, , shall be filled as soon as may be by a nomination made by the authority by whom the member vacating office was nominated.

(4) The Board shall have full power to regulate the bye-laws or otherwise its own procedure and the conduct of all business to be transacted by it.

(5) the powers of the Central Electricity Board may be exercised notwithstanding any vacancy in the Board.]

**36B. Certain members affected by States reorganisation to vacate offices :-**

Omitted by the Indian Electricity (Amendment) Act, 1959 (32 of 1959), S.28(5-9-1959)

**37. Power for Board to make rules :-**

(1) The [Central Electricity Board] may make rules for [the whole or any part of the territories to which this Act extends], to regulate the generation, transmission, supply and use of energy, and generally, to carry out the purposes and objects of this Act.

(2) In particular and without prejudice to the generality of the foregoing power, such rules may-

(a) prescribe the form of applications for licensees and the payments to be made in respect thereof;

(b) regulate the publication of notices;

(c) prescribe the manner in which objections with reference to any application under Part II are to be made;

(d) provide for the preparation and submission of accounts by licensees in a specified form;

(e) provide for the securing of a regular, constant and sufficient supply of energy by licensees to consumers and for the testing at various

(f) provide for the protection of persons and property from injury by reason of contact with, or the proximity of, or by reason of the defective or dangerous condition of, any appliance or apparatus used in the generation, transmission, supply or use of energy;

(g) for the purposes of electric traction regulate the employment of insulated returns, or of uninsulated metallic returns of low resistance, in order to prevent fusion or injurious electrolytic action of or on metallic pipes, structures or substances, and to minimise, as far as reasonably practicable, injurious interference with the electric wires, supply-lines and apparatus of parties other than the owners of the electric traction system, or with the currents therein, whether the earth is used as a return or not:

(h) provide for preventing telegraph-lines and magnetic observatories or laboratories from being injuriously affected by the generation, transmission, supply or use of energy;

(i) prescribe the qualifications to be required of [Electrical Inspectors];

(j) authorize any [Electrical Inspector] or other officer of a specified rank and class to enter, inspect and examine any place, carriage or vessel in which he has reason to believe any appliance or apparatus used in the generation, transmission, supply or use of energy to be, and to carry out tests therein, and to prescribe the facilities to be given to such inspectors or officers for the purposes of such examinations and tests;

(k) authorize and regulate the levy of fees for any such testing or inspection and, generally for the services of [Electrical Inspectors] under this Act; [and

(1) provide for any matter which is to be or may be prescribed.

(3) Any rules made in pursuance of [clauses (e) to (j) (both inclusive) of sub-section (2) shall be binding on the [Government]].

[(4) In making any rule under this Act, the 155[Central Electricity Board] may direct that every breach thereof shall be punishable with fine which may extend to three hundred rupees, and, in the case of continuing breach, with a further daily fine which may extend to fifty rupees.

**38. Further, provisions respecting rules :-**

(1) The power to make rules under section 37 shall be subject to the condition of the rules being made after previous publication.

(2) The date to be specified in accordance with clause (3) of section 23 of the Central Clauses Act, 1897, as that after which a draft of rules proposed to be made under section 37 will be taken into consideration shall be less than three months from the date on which the draft of the proposed rules was published for general information. [Every rule made under section 37 shall be published in the Gazette of India and shall be laid, as soon as may be, after it is made, before each House of Parliament, while it is in session, for a total period of thirty days which may be comprised in one session or in two or more successive sessions, and if, before the expiry of the session immediately following the session or successive sessions aforesaid, both Houses agree in making any modification in the rule or both Houses agree that the rule should not be made, the rule shall thereafter have effect only in such modified form or be of no effect, as the case may be, so, however, that any such modification or annulment shall be without prejudice to the validity of anything previously done under that rule.]

### **39. Theft of energy :-**

Whoever dishonestly abstracts, consumes or uses any energy shall be punishable with imprisonment for a term which may extend to three years, or with fine which shall not be less than one thousand rupees, or with both; and if it is proved that any artificial means or means not authorised by the licensee exist for the abstraction, consumption or use of energy by the consumer, it shall be presumed, until the contrary is proved, that any abstraction, consumption or use of energy has been dishonestly caused by such consumer.

### **39A. Abetment :-**

Whoever abets an offence punishable under section 39 or section 44 shall, notwithstanding anything contained in section 116 of the Indian Penal Code, be punished with punishment provided for the offence.]

### **40. Penalty for maliciously wasting energy or injuring works :-**

Whoever maliciously causes energy to be wasted or diverted, or, with intent to cut off the supply of energy, cuts or injures, or attempts to cut or injure, any electric supply-line or works, shall be punishable with imprisonment for a term which may extend to two

years, or with fine which may extend to one thousand rupees, or with both.

**41. Penalty for unauthorised supply of energy by non licensees :-**

Whoever, in contravention of the provisions of section 28, engages in the business of supplying energy shall be punishable with fine which may extend to three thousand rupees, and, in the case of a continuing contravention, with a daily fine which may extend to three hundred rupees.

**42. Penalty for illegal of defective supply or for non compliance with order :-**

Whoever-

(a) being a licensee or a person who has obtained the sanction of the State Government under section 28 to engage in the business of supplying energy to the public, save as permitted under section 27 or section 51 or by his licensee or as the case may be, by the conditions of sanction, supplies energy or lays down or places any electric supply-line or works outside the area of supply; or

(b) being a licensee or a person who has obtained the sanction of the State Government as aforesaid, in contravention of the provisions of this Act or of the rules thereunder, or in breach of the conditions of licence or of the sanction, as the case may be, and without reasonable excuse, the burden of proving which shall lie on him, discontinues the supply of energy or fails to supply energy; or

(c) makes default in complying with any of the provisions of an order or of any notice or requisition issued under section 5 or section 6; or

(d) makes default in complying with any directions issued to him under section 22A; or

(e) makes default in complying with any order issued to him under section 22B or sub-section (2) of section 34; shall be punishable with fine which may extend to one thousand rupees, and, in case of a continuing offence or default, with a daily fine which may extend to one hundred rupees.]

**43. Penalty for illegal transmission or use of energy :-**

Whoever, in contravention of the provisions of Section 30, transmits or uses energy without giving the notice required thereby

shall be punishable with fine which may extend to five hundred rupees, and, in the case of a continuing offence, with a daily fine which may extend to fifty rupees.<sup>158</sup>

**44. Penalty for interference with meters or licensees works, and for improper use of energy :-**

Whoever -

(a) connects any meter referred to in Section 26, sub-section (1), or any meter, indicator or apparatus referred to in Section 26, sub-section (7), with any electric supply-line through which energy is supplied by a licensee, or disconnects the same from any such electric supply-line [\* \* \*]; or

[(aa) unauthorisedly re-connects any meter referred to in subsection (1) of section 26, or any meter, indicator or apparatus referred to in sub-section (7) of section 26, with any electric supply-line or other works, being the property of the licensee, through which energy may be supplied, when the said electric supply-line or other works has or have been cut or disconnected under sub-section (1) of section 24; or]

(b) lays, or causes to be laid, or connects up any works for the purpose of communicating with any works belonging to a licensee, ; or

(c) maliciously injures any meter referred to in Section 26, subsection (1), or any meter, indicator or apparatus referred to in Section 26, sub-section (7), or wilfully or fraudulently alters the index of any such meter, indicator or apparatus, or prevents any such meter, indicator or apparatus from duly registering; or

(d) improperly uses the energy of a licensee; [shall be punishable with imprisonment for a term which may extend to three years, or with fine which may extend to five thousand rupees, or with both] and in the case of continuing offence, with a daily fine which may extend to [fifty] rupees; and [if it is proved that any artificial means exist for making such connection as is referred to in clause (a), [or such reconnection as is referred to in clause (aa)], or such communication as is referred to in clause (b). or for causing such alteration or prevention as is referred to in clause (c), or for facilitating such improper use as is referred to in clause (d), [and that] the meter, indicator or apparatus is under the custody or control of the consumer, whether, it is his property or not, [it [that s u c h connection, reconnection communication], alteration,

prevention or improper use, as the case may be, has been knowingly and wilfully caused by such consumer.

**45. Penalty for extinguishing public lamps :-**

Whoever maliciously extinguishes any public lamp shall be punishable with imprisonment for a term which may extend to six months, or with fine which may extend to three hundred rupees, or with both.

**46. Penalty for negligently wasting energy or injuring works :-**

Whoever negligently causes energy to be wasted or diverted, or negligently breaks, throw down or damages any electric supply-line, post, pole or lamp or other apparatus connected with the supply of energy, shall be punishable with fine which may extend to two hundred rupees.

**47. Penalty for offences not otherwise provided for :-**

Whoever, in any case not already provided for [by section 39, section 39A or sections 40 to 46](both inclusive), makes default in complying with any of the provisions of this Act, or in the case of a licensee, with any of the conditions of his license, [or in the case of a person who has obtained the sanction of the State Government under Section 28, with any of the conditions of the sanction] shall be punishable with fine which may extend to one hundred rupees, and, in the case of a continuing default, with a daily fine which may extend to twenty rupees:

Provided that, where a person has made default in complying with any of the provisions of Sections 13, 14, 15, 17 and 32. as the case may be, he shall not be so punishable if the Court is of opinion that the case was one of emergency and that the offender complied with the said provisions as far as was reasonable in the circumstances.

**48. Penalties not to affect other liabilities :-**

The penalties imposed by [Section 39, Section 39A or Sections 40 to 47] (both inclusive) shall be in addition to, and not in derogation of, any liability in respect of the payment of compensation or, in the case of a licensee the revocation of his license, which the offender may have incurred.

**49. Penalties where works belong to Government :-**

The provisions of [Sections 39, 39A, 40] 44, 45 and 46 shall, so far as they are applicable, be deemed to apply also when the acts



made punishable thereunder are committed in the case of energy supplied by, or of works belonging to, [Central Government or any [State] Government.

#### **49A. Offences by companies :-**

(1) If the person committing an offence under this Act is a company, every person who at the time of the offence was committed was in charge of, and was responsible to the company for the conduct of the business of the company as well as the company shall be deemed to be guilty of the offence and shall be liable to be proceeded against and punished accordingly:

Provided that nothing contained in this sub-section shall render any such person liable to any punishment, if he proves that the offence was committed without his knowledge or that he exercised all due diligence to prevent the commission of such offence.

(2) Notwithstanding anything contained in sub-section (1), where an offence under this Act has been committed with the consent or connivance of, or is attributable to any neglect on the part of, any director or manager, secretary or other officer of the company, such director, manager, secretary

Explanation:- For the purposes of this section.-

(a) "company" means any body corporate and includes a firm or other association of individuals; and

(b) "director", in relation to a firm, means a partner in the firm.]

#### **50. Institution of prosecution :-**

No prosecution shall be instituted against any person for any offence against his Act or any rule, license or order thereunder, except at the instance of the Government [or a State Electricity Board] or an [Electrical Inspector], or of a person aggrieved by the same.

#### **51. State Government to have powers and obligations of a licensee under this Act :-**

Notwithstanding anything in Sections 12 to 16 (both inclusive) and Sections 18 and 19 the [State Government] may, by order in writing for the placing of [electric supply-lines, appliances and apparatus for the transmission of energy or for the purpose of telephonic or telegraphic communications necessary for the proper co-ordination of works, confer upon any public officer, licensee or

any other person engaged in the business of supplying energy to the public under this Act], subject to such conditions and restrictions (if any) as the [State Government], may think fit to impose and to the provisions of the Indian Telegraph Act, 1885, any of the powers which the telegraph-authority possesses under that Act, with respect to the placing of telegraph-lines and posts for the purposes of a telegraph established or maintained by the Government or to be so established or maintained.

**51A. Exercise in certain cases of powers of telegraph authority :-**

Where the State Government engages in the business of supplying energy to the public, it shall have all the powers and obligations of a licensee under this Act:

Provided that nothing in Sections 3 to 11 (both inclusive), Section 21, sub-sections (2) and (3), Sections 22 and 27 or in clauses I to V (both inclusive), clause VII and clauses IX and XII (both inclusive) of the Schedule relating to the duties and obligations of a licensee shall apply to the State Government:

Provided further that the provisions of clause VI of the Schedule shall apply to the State Government in respect of that area only where distribution mains have been laid by the State Government and the supply of energy through any of them has commenced.]

**52. Arbitration :-**

Where any matter is, by or under this Act, directed to be determined by arbitration, the matter shall, unless it is otherwise expressly provided in the license of a licensee, be determined by such person or persons as the [State Government] may nominate in that behalf on the application of either party; but in all other respects the arbitration shall be subject to the provisions of the [\* \*] Arbitration Act, [1940]. [Provided that where the Government or a State Electricity Board is a party to a dispute, the dispute shall be referred to two arbitrators, one to be appointed by each party to the dispute.]

**53. Service of notice, orders or documents :-**

(1) Every notice, order or document by or under this Act required or authorized to be addressed to any person may be served by post or left,-

(a) where [the Central Government or the [State Government]] is

the addressee, at the office of [such officer as the Central Government or the [State Government], as the case may be, may designate in this behalf];

(b) where a local authority is the addressee, at the office of the local authority;

(c) where a company is the addressee at the registered office of the company or, in the event of the registered office of the company not being in India, at the head office of the company in India;

(d) where any other person is the addressee, at the usual or last known place of abode or business of the person.

(2) Every notice, order or document by or under this Act required or authorized to be addressed to the owner or occupier of any premises shall be deemed to be properly addressed if addressed by the description of the "owner" or "occupier" of the premises (naming the premises), and may be served by delivering it, or a time copy thereof, to same person on the premises, or, if there is no person on the premises to whom the same can with reasonable diligence be delivered, by affixing it on some conspicuous part of the premises.

#### **54. Recovery of sums recoverable under certain provisions of Act :-**

Every sum declared to be recoverable by [Section 5, subsection (4)], Section 14, sub-section (2), clause (h), Section 16, sub-section (2), Section 18, sub-section (2) or sub-section (4), or Section 26, sub-section (4), and every fee leviable under this Act, may be recovered, on application to a [an Executive Magistrate] having jurisdiction where the person liable to pay the same is for the time being resident, by the distress and sale of any movable property belonging to such person.

#### **55. Delegation of certain functions of State Government to Electrical Inspectors :-**

The State Government may, by general or special order, authorize the discharge of any of its functions under Section 13 or Section 18 [or Section 34, sub-section (2),] or clause V, sub-clause (2), clause XIII of the Schedule by an [Electrical Inspector],

#### **56. Protection for acts done in good faith :-**

[(1)] No suit, prosecution or other proceeding shall lie against any

public officer, or any servant of a local authority, for anything done, or in good faith purporting to be done, under this Act.

[(2) No Court shall take cognizance of an offence under this Act, by a public officer except with the sanction-

(a) in the case of a person employed in connection with the affairs of the Union, of the Central Government, and

(b) in any other case, of the State Government.]

### **57. Amendment of the Land Acquisition Act, 1894 :-**

(1) In Section 40, sub-section (1), clause (b), and Section 41, sub-section (5), of the Land Acquisition Act, 1894, the term "work" shall be deemed to include electrical energy supplied, or to be supplied, by means of the work to be constructed.

(2) The [State Government] may, if it thinks fit, on the application of any person, not being a company, desirous of obtaining any land for the purposes of his undertaking, direct that he may acquire such land under the provisions of the Land Acquisition Act, 1894. in the same manner and on the same conditions as it might be acquired if the person were a company.

### **58. Repeals and savings :-**

(1) The Indian Electricity Act, 1903, is hereby repealed:

Provided that every application for a license made and every license granted under the said Act shall be deemed to have been made and granted under this Act.

(2) Nothing in this Act shall be deemed to affect the terms of any license which was granted, or of any agreement which was made, by which the sanction of the Government for the supply or use of electricity before the commencement of this Act.

#### **SCHEDULE 1**

Provisions to be deemed to be incorporated with, and to form Part of, every Licence Granted under Part II, so far as not added to, varied or excepted by the License

#### **THE SCHEDULE**

**Provisions to be deemed to be incorporated with, and to form Part of,  
every Licence**

**Granted under Part II, so far as not added to, varied or excepted by the  
License**

[See section 3, sub-section (2), clause (f).]

## Security and accounts

### I. Security for execution of works of licensee not being local authority.

Where the licensee is not a local authority, the following provisions as to giving security shall apply, namely:-

(a) The licensee shall, within the period fixed in that behalf by his license, or any longer period which the State Government may substitute therefor by order under Section 4A, sub-section (1) of the Indian Electricity Act, 1910, before exercising any of the powers by the license conferred on him in relation to the execution of works, show, to the satisfaction of the State Government], that he is in a position fully and efficiently to discharge the duties and obligations imposed upon him by the license throughout the area of supply.

(b) The licensee shall also, within the period fixed in that behalf by his license, or any longer period which the State Government may substitute therefor by order under Section 4A, sub-section (1) of the Indian Electricity Act, 1910, and before exercising any of the powers conferred on him in relation to the execution of works, deposit or secure to the satisfaction of the State Government, such sum (if any) as may be fixed by the license or, if not so fixed by the State Government.

(c) The said sum deposited or secured by the licensee under the provisions of this clause shall be repaid or released to him on the completion of the works or at such earlier date or dates and by such instalments, as may be approved by the State Government.

Provided that if the works referred to in clause 4 are not executed to the satisfaction of State Government within the period specified in that clause, that Government may by order direct that the whole or any part of the sum so deposited or secured shall be forfeited to it.

### II. Audit of accounts of licensee not being local authority.

Where the licensee is not a local authority, the following provisions as to the audit of accounts shall apply namely:

(a) The annual statement of accounts of the undertaking shall, before being rendered under Section 11 of the Indian Electricity Act, 1910, be examined and audited by such person as the State Government may appoint or approve in this behalf, and the remuneration of the auditor shall be such as the State Government may direct, and his remuneration and all expenses incurred by him in or about the execution of his duties, to such an amount as the State Government shall approve, shall be paid by the licensee on demand.

(b) The licensee shall afford to the auditor, his clerks and assistants, access to all such books and documents relating to the undertaking as are necessary for the purposes of the audit, and shall, when required, furnish to him and them all vouchers and information including technical data and statements of energy generated and sold requisite for that purpose, and afford to him and them all facilities for the proper execution of his and their duty.

(c) The audit shall be made and conducted in such manner as the State Government may direct.

(d) Any report made by the auditor, or such portion thereof as the State Government may direct, shall be appended to the annual statement of accounts of the licensee, and shall thenceforth form part thereof.

(e) Notwithstanding the foregoing provisions of this clause, the State Government may, if it thinks fit, accept the examination and audit of an auditor appointed by the licensee.

### III. Separate accounts

The licensee shall, unless the State Government otherwise directs, at all times keep the accounts of the undertaking relating to the generation, supply or distribution of energy distinct from the accounts kept by him of any other undertaking or business.

### Compulsory works and supply

### IV. Execution of work after commencement of license.

The licensee shall, within a period of three years after the commencement of the license, execute to the satisfaction of the State Government all such works as may be

specified in the license in this behalf or, if not so specified, as the State Government may, by order in writing issued within six months of the date of commencement of the license, direct.

### V. Provisions as to laying down of further distributing mains

(1) Where, after the expiration of two years and six months from the commencement of the license, a requisition is made by two or more owners or occupiers of premises in or upon any street or part of a street within the area of supply or by the State Government or a local authority charged with the public lighting thereof, requiring the licensee to provide distributing mains throughout such street or part thereof, the licensee shall comply within six months with the requisition, unless,-

(a) where it is made by such owners or occupiers as aforesaid, the owners or occupiers making it do not, within fourteen clear days after the service on them by the licensee of a notice in writing in this behalf, tender to the licensee a written contract in a form approved by the State Government] duly executed and with sufficient security binding themselves to take, or guaranteeing that there shall be taken, a supply of energy for not less than two years to

such amount as will in the aggregate assure to the licensee at the current rates charged by him, an annual revenue not exceeding fifteen per centum of the cost of the distributing mains (not including transformers and other sub-station equipment) required to comply with the requisition or

(b) where it is made by the State Government or a local authority, the State Government or local authority, as the case may be, does not, within the like period, tender a like contract binding itself to take a supply of energy for not less than seven years for the public lamps in such street or part thereof.

(2) Where any difference or dispute arises between the licensee and such owners or occupiers as to the sufficiency of the security offered under this clause, or as to

the cost of the distributing mains or as to the amount of energy to be taken or guaranteed as aforesaid the matter shall be referred to the Electrical Inspector and decided by him.

(3) Every requisition under this clause shall be signed by the maker or makers thereof and shall be served on the licensee.

(4) Every requisition under this clause shall be in a form to be prescribed by rules under the Indian Electricity Act, 1910; and copies of the form shall be kept at the office of the licensee and supplied free of charge to any applicant.

#### VI. Requisition for supply to owners or occupiers in vicinity

(1) Where after distributing mains have been laid down under the provisions of clause IV or clause V and the supply of energy through those mains or any of them has commenced a requisition is made by the owner or occupier of any premises situate within the area of supply requiring the licensee to supply energy for such premises, the licensee shall, within one month from the making of the requisition or within such longer period as the Electrical Inspector may allow, supply and save in so far as he is prevented from so by cyclones, floods, storms or other occurrences beyond his control, continued to supply, energy in accordance with the requisition:

Provided, first, that the licensee shall not be bound to comply with any such requisition unless and until the person making it-

(a) within fourteen days after the service on him by the licensee of a notice in writing in this behalf, tenders to the licensee a written contract, in a form approved by the State Government, duly executed and with sufficient security, binding himself to take a supply of energy for not less than two years to such amount as will assure to the licensee at the current rates charged by him, an annual revenue not exceeding fifteen per centum of the cost of the service line required to comply with the requisition and

(b) if required by the licensee so to do, pays to the licensee the cost of so much of any service line as may be laid down or placed for the purposes of the supply upon the property in respect of which the requisition is made, and of so much of any service line as it may be necessary for the said purposes to lay down or place beyond one hundred feet from the licensee's distributing main, although not on that property:

Provided, secondly that the licensee shall be entitled to discontinue such supply-

(a) if the owner or occupier of the property to which the supply is made has not already given security, or if any security given by him has become invalid or insufficient, and such owner or occupier fails to furnish security or to make up the original security to a sufficient amount as the case may be, within seven days after the service upon him of notice from the licensee requiring him so to do, or

(b) if the owner or occupier of property to which the supply is made adopts any appliance, or uses the energy supplied to him by the licensee for any purposes, or deals with it in any manner, so as unduly or improperly to interfere with the efficient supply of energy to any other person by the licensee, or

(c) if the electric wires, fittings, works and apparatus in such property are not in

good order and condition, and are consequently likely to affect injuriously the use of energy by the licensee, or by other persons, or

(d) if the owner or occupier makes any alterations of, or additions, to any electric wires, fittings, works or apparatus within such property as aforesaid, and does not notify the same to the licensee before the same are connected to the source of supply, within a view to their being examined and tested; but the licensee shall re-connect the supply with all reasonable speed on the cessation of the act or default or both, as the case may be, which entitled him to discontinue it:

Provided, thirdly, that the maximum rate per unit of time at which the owner or occupier shall be entitled to be supplied with energy shall not exceed what is necessary for the maximum consumption on his premises, and, where the owner or occupier has required a licensee to supply him at a specified maximum rate, he shall not be entitled to alter that maximum, except after one month's notice in writing to the licensee, and the licensee may recover from the owner or occupier any expenses incurred by him by reason of such alteration in respect of the service lines by which energy is supplied to the property beyond one hundred feet from the licensee's distributing main, or in respect of any fittings or apparatus of the licensee upon that property; and

Provided, fourthly that if any requisition is made for a supply of energy and] the licensee can prove to the satisfaction of an Electrical Inspector,-

(a) that the nearest distributing main is already loaded up to its full current-carrying capacity, or

(b) that, in case of a larger amount of current being transmitted by it, the loss of pressure will seriously affect the efficiency of the supply to other consumers in the vicinity, the licensee may refuse to accede to the requisition for such reasonable period, not exceeding six months, as such Inspector may think sufficient for the purpose of amending the distributing main or laying down or placing a further distributing main:

(2) Any service line laid for the purpose of supply in pursuance of a requisition under sub-clause (1) shall, notwithstanding that a portion of it may have been paid for the person making the requisition, be maintained by the licensee who shall also have the right to use for the supply of energy to any other person.

(3) Where any difference or dispute arises as to the amount of energy to be taken or guaranteed as aforesaid, or as to the cost of any service line or as to the sufficiency of the security offered by any owner or occupier or as to the position of the meter board, or as to the alleged defect in any wires, fittings, works or apparatus, or as to the amount of the expenses incurred under the third proviso to sub-clause (1), the matter shall be referred to an Electrical Inspector and decided by him.

(4) Every requisition under this clause shall be signed by the maker or makers thereof and shall be served on the licensee.

(5) Every requisition under this clause shall be in a form to be prescribed by rules under the Indian Electricity Act, 1910; and copies of the form shall be kept at the office of the licensee and supplied free of charge to any applicant.

VII. Further provisions as to laying of service lines



The licensee shall, before commencing to lay down or place a service line in any street in which a distributing main has not already been laid down or placed, serve upon the local authority (if any) and upon the owner or occupier of all premises abutting on so much of the street as lies between the points of origin and termination of the service line so to be laid down or placed, twenty-one days' notice stating that the licensee intends to lay down or place a service line, and intimating that, if within the said period the local authority or any one or more of such owners or occupiers require, in accordance with the provisions of the license, that a supply shall be given for any public lamps or to their premises, as the case may be, the necessary distributing main will be laid down or placed by the licensee at the same time as the service line.

#### VIII. Supply for public lamps.

(1) Where after distributing mains have been laid down under the provisions of clause IV or clause V and the supply of energy through those mains or any of them has commenced a requisition is made by the State Government or by a local authority requiring the licensee to supply for a period of not less than seven years energy for any public lamps within the area of supply, the licensee shall supply, and, save in so far as he is prevented from doing so by cyclones, floods, storms or other occurrences beyond his control, continue to supply, energy for such lamps in such quantities as the State Government or the local authority as the case may be, may require.

(1A) The State Government or, as the case may be,, a local authority may require the licensee-

(a) to provide the mains and other equipments for public lamps, and

(b) to use for that purpose supports, if any, previously erected or set up by him for supply of energy.

(2) The provisions of sub-clause (b) of the first proviso, of sub-clauses (c) and (d) of the second proviso, and of the third and fourth provisos to sub-clause (1) and the provisions of sub-clauses (2) and (3) of Clause VI shall, so far as may be, apply to every case in which a requisition for the supply of energy is made under this clause as if the State Government or local authority were an owner or occupier within the meaning of those provisions.

Supply by bulk-licensees IX. Special provisions applying to supply by bulk-licensees.

(1) Where, and in so far as, the licensee (hereinafter in this clause referred to as "the bulk-licensee") is authorized by his license to supply energy to other licensees for distribution by them (hereinafter in this clause referred to as "distributing-licensees") the following provisions shall apply, namely:-

(a) any distributing-licensees within the bulk-licensee's area of supply may make a requisition on the bulk-licensee, requiring him to give a supply of energy and specifying the point, and the maximum rate per unit of time, at which such supply is required, and the date upon which the supply is to commence, such date being fixed after the date of receipt of the requisition so as to allow an interval that is reasonable with regard to the locality and to the length of the electric supply-line and the amount of the plant required;

(b) such distributing-licensee shall, if required by the bulk-licensee so to do, enter into a written agreement to receive and pay for a supply of energy for a period of not less than seven years of such an amount that the payment to be made for the same at the rate of charge for the time being charged for such supply shall not be less than such an amount as will assure to the bulk-licensee an annual revenue not exceeding fifteen per centum of the outlay(excluding expenditure on generating plant then existing and any electrical supply-line then laid down or placed) incurred by him in making provision for such supply;

(c) [\* \* \* \*]

(d) if any difference or dispute arises under this clause, it shall be determined by arbitration, and, in the event of such arbitration, the arbitrator shall have regard to the following amongst other considerations, namely:-

(i) the period for which the distributing-licensee is prepared to bind himself to take energy;

(ii) the amount, of energy required and the hours during which the bulk-licensee is to supply it;

(iii) the capital expenditure incurred or to be incurred by the bulk-licensee in connection with the aforesaid supply of energy; and

(iv) the extent to which the capital expended or to be expended by the bulk-licensee in connection with such supply may become unproductive upon the discontinuance thereof.

(2) Notwithstanding anything in sub-clause (1), the bulk-licensee shall give a supply of energy to any distributing-licensee within his area of supply applying therefor, even although the distributing-licensee desires to be supplied with only a portion of the energy required for distribution by him:

Provided that the distributing-licensee shall, if so required by the bulk-licensee, enter into an agreement to take such energy upon special terms (including a minimum annual sum to be paid to the bulk-licensee) to be determined, if necessary by arbitration in the manner laid down in sub-clause (1)(d).

(3) The maximum price fixed by a license for energy supplied to a distributing-licensee shall not apply to any partial supply given under sub-clause

(2).

(4) Every distributing-licensee, who is supplied with energy by a bulk-licensee and intends to discontinue to receive such supply, shall give not less than twelve months' notice in writing of such intention to the bulk-licensee.

Provided that, where the distributing-licensee has entered into an written agreement with the bulk-licensee to receive and pay for a supply for a certain period, such notice shall be given so as not to expire before the end of that period.

Charges X. Methods of charging

[\* \* \* \*]

[(1)[\* \* \*] Before commencing to supply energy through any distributing main,

the licensee shall give notice, by public advertisement, of the method by which he proposes to charge for energy so supplied; and, where the licensee has given such notice, he shall not be entitled to change that method of charging without giving not less than one month's notice in writing of such change to the State Government, to the State Electricity Board and the

local authority (if any) concerned and to a Electrical Inspector], and to every consumer of energy who is supplied by him from such distributing main.

(3)[\* \* \*] If the consumer is provided with a meter in pursuance of the provisions of Section 26, sub-section (1), of the Indian Electricity Act, 1910, and the licensee changes the method of charging for the energy supplied by him from the distributing main, the licensee shall bear the expense of providing a new meter, or such other apparatus as may be necessary by reason of the new method of charging.

XI. Maximum charges. [Omitted by the Indian Electricity (Amendment) Act, 1959, 32 of 1959(S.40(j) (5-9-1959).]

XIA. Minimum charges. [Omitted by the Indian Electricity (Amendment) Act, 1959, 32 of 1959(S.40(j) (5-9-1959).]

XII. Charge for supply for public lamps.

The price to be charged by the licensee and to be paid to him for energy supplied for the public lamps and other charges to be paid to him in connection therewith and the mode in which those charges are to be ascertained, shall be settled by agreement between the licensee and the State Government or the local authority, as the case may be, and, where any difference or dispute arises, the matter shall be determined by arbitration.

Testing and Inspection

XIII. Licensee to establish testing stations and keep instruments for testing.

The licensee shall establish at his own cost and keep in proper condition such number of testing stations, situated at such places within reasonable distance from any distributing main, as the State Government may direct for the purpose of testing the pressure or periodicity of the supply of energy in the distributing main, and shall supply and keep in proper condition there at, and on all premises from which he supplies energy, such instruments for testing as an Electrical Inspector may approve, and shall supply energy to each testing station for the purpose of testing.

XIV. Facilities for testing.

The licensee shall afford to an Electrical Inspector or other person authorised by such Inspector all facilities for inspection and testing of his works and for the reading, testing and inspection of his instruments, and may, on each occasion of the testing of his works or the reading, testing or inspection of any instruments, be represented by an agent, who may be present, but shall not interfere with the reading, testing or inspection.

XV. Testing of works.

On the occasion of the testing of any works of the licensee by an Electrical

Inspector or a person authorised by him in this behalf (hereinafter referred to as the authorised person)] reasonable notice thereof shall be given to the licensee; and the testing shall be carried out at such suitable hours, as in the opinion of the Electrical Inspector or the authorised person will least interfere with the supply of energy by the licensee, and in such manner as the Electrical Inspector or the authorised person may think fit, but, except under the provisions of an order made in each case in that behalf by the State Government, the Electrical Inspector or the authorised person shall not be entitled to have access to, or interfere with, the works of the licensee at any points other than those at which the licensee himself has access to the same:

Provided that the licensee shall not be held responsible for any interruption or irregularity in the supply of energy which may be occasioned by, or required by the Electrical Inspector or the authorised person for the purpose of, any such testing as aforesaid:

Provided also, that the testing shall not be made in regard to any particular portion of the works oftener than once in any three months, unless in pursuance of an order made in each case in that behalf by the State Government.

#### Plans

XVI. Plan of area of supply to be made and kept open for inspection.

(1) The licensee shall, after commencing to supply energy, forthwith cause a plan to be

made of the area of supply, and shall cause to be marked thereon the alignment and, in the case of underground works, the approximate depth] below the surface of all his then existing electric supply-lines, street-distributing boxes and other works, and shall once in every year cause that plan to be duly corrected so as to show the electric supply-lines, street-distributing boxes and other works for the time being in position. The licensee shall also, if so required by an Electrical Inspector, cause to be made sections showing the approximate level of all his existing underground works other than service lines.

(2) Every such plan shall be drawn to such scale as the State Government may require: provided that no scale shall be required unless maps of the locality on that scale are for the time being available to the public.

(3) Every such section shall be drawn to horizontal and vertical lines which shall be such as the State Government may require.

(4) Every plan and section so made or corrected, or a copy thereof, marked with the date when it was so made or corrected, shall be kept by the licensee at his principal office or place of business within the area of supply, and shall at all reasonable times be open to the inspection of all applicants, and copies thereof shall be supplied on such terms and conditions as may be prescribed by rules under the Indian Electricity Act, 1910.

(5) The licensee shall, if required by an Electrical Inspector] and, where the licensee is not a local authority, by the local authority (if any) concerned, supply free of charge to such Electrical Inspector or local authority a copy of every such plan or section duly corrected so as to agree with the original kept at the principal office or place of business of the licensee.

Additional notice of certain works XVII. Notice to Electrical Inspector.

On the day next preceding the commencement of any such works as are referred to in Section 13 of the Indian Electricity Act, 1910, the licensee shall, in addition to any other notices which he may be required to give, serve upon the Electrical Inspector or such officer as the State Government may appoint in this behalf for the area of supply, a notice in writing stating that he is about to commence the works, and the nature of position of the same."