No.23/12/2016-R&R Government of India Ministry of Power

> Shram Shakti Bhawan, Rafi Marg, New Delhi, dated, the Sept. 2016

ORDER

Subject:

Waiver of inter-State transmission charges and losses on transmission of the electricity generated from solar and wind sources of energy under Para 6.4(6) of the revised Tariff Policy.

- 1.0 In exercise of the powers conferred under section 3(3) of Electricity Act, 2003, the Central Government notified the revised Tariff Policy which was published vide Gazette of India, Extraordinary, Part-I, Section-1 dated 28.1.2016.
- 2.0 Para 6.4(6) of the revised Tariff Policy provides that-

"In order to further encourage renewable sources of energy, no inter-State transmission charges and losses may be levied till such period as may be notified by the Central Government on transmission of the electricity generated from solar and wind sources of energy through the inter-state transmission system for sale."

- 3.0 Now, in view of the above provisions and after consultation with Ministry of New and Renewable Energy, Central Electricity Authority, Central Electricity Regulatory Commission and POSOCO, it is hereby notified that-
 - (i) For generation projects based on wind resources, no inter-state transmission charges and losses will be levied on transmission of the electricity through the inter-state transmission system for sale by such projects commissioned till 31.3.2019.

Provided that the above waiver will be available for a period of 25 years from the date of commissioning of such projects.

Provided further that such waiver will be available only for the projects entering into Power Purchase Agreements (PPAs) for sale of electricity to the Distribution Companies for compliance of their renewable purchase obligation.

(ii) For generation projects based on solar resources, no inter-State transmission charges and losses will be charged for use of inter-state transmission system (ISTS) network by such projects commissioned till 30.6.2017 as per the CERC (Sharing of Inter-State Transmission Charges and Losses) (Third Amendment) Regulations, 2015.

Provided that this waiver will be available for a period of 25 years from the date of commissioning of such projects.

- (iii) Waiver will be allowed only to those solar and wind projects that are awarded through competitive bidding process.
- 4.0 These orders are issued with the approval of Minister of State (I/C) for Power, Coal, New and Renewable Energy and Mines.

(Jyoti Arora) Joint Secretary to the Govt. of India Tele No. 2371 0389

To,

1. Principal Secretary/Secretary (Power/Energy), State Governments/UTs

2. Secretary, State Electricity Regulatory Commissions/Joint Electricity Regulatory Commissions

Copy to:

1. Secretary, MNRE, CGO Complex, New Delhi

2. Chairperson, CEA, Sewa Bhawan, RK Puram, New Delhi

3. Secretary, CERC/FOR, Chanderlok Building, Janpath, New Delhi

Copy also for information to:

1. All Joint Secretaries, Ministry of Power

2. PS to MOS(I/C) for Power, Coal, NRE & Mines

3. PPS to Secy.(P), PPS to AS(BPP), PPS to AS(SP), PPS to JS(RR)