### GOVERNMENT OF INDIA MINISTRY OF POWER

# LOK SABHA UNSTARRED QUESTION NO.1559 TO BE ANSWERED ON 26.07.2018

#### **FUNDING SYSTEM FOR ELECTRIFICATION SCHEMES**

#### †1559. SHRI SUKHBIR SINGH JAUNAPURIA:

Will the Minister of POWER be pleased to state:

- (a) whether the Union Government re-organized its funding system for electrification schemes with the objective to provide financial grants to States during the Twelfth Five Year Plan period;
- (b) if so, the details thereof; and
- (c) the details of achievements made under the various ongoing central projects in the country including Rajasthan?

#### ANSWER

## THE MINISTER OF STATE (INDEPENDENT CHARGE) FOR POWER AND NEW & RENEWABLE ENERGY

(SHRI R. K. SINGH)

(a) & (b): Deen Dayal Upadhyaya Gram Jyoti Yojana (DDUGJY) was launched in Twelfth Plan period (2014) with the objectives of electrification of villages and strengthening the rural electricity network. The funding pattern of the scheme envisages 60% of the Project cost to be met by the Government of India as Grant in respect of States other than special category states and 85% for the Special Category States i.e. all North Eastern States including Sikkim, J&K, Himachal Pradesh, Uttarakhand.

A minimum of 10% (5% for Special Category States) is to be contributed through own sources by the State Government / State Power Utility and the balance 30% (10% for Special Category States) may be arranged through Loan or own sources by the State Government / State Power Utility. The loan is generally financed by Power Finance Corporation/Rural Electrification Corporation Limited.

Additional grant upto 15% (5% in case of Special Category States) by conversion of 50% of loan component will be provided by Government of India on achievement of prescribed milestones such as timely completion, timely electrification of households, reduction in AT&C losses & upfront release of revenue subsidy by State Government.

(c): All the inhabited un-electrified census villages across the country have been electrified as on 28.04.2018. Under DDUGJY including RE component, intensive electrification of 5,31,898 electrified villages and release of free electricity connections to 2.99 crore BPL households have been completed as on 30.06.2018 across the country including Rajasthan. As reported by the States, 90.68 lakh households have been electrified across the country including Rajasthan since the launch of Saubhagya scheme as on 23.07.2018.

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