TELANGANA STATE ELECTRICITY REGULATORY COMMISSION #11-4-660, 5th Floor, Singareni Bhavan

Red Hills, Hyderabad – 500 004 Phone: 23397556, 23397381 / 399 Fax: 23397481

PUBLIC NOTICE

ON WAIVER OF CROSS SUBSIDY SURCHARGE FOR THE OPEN ACCESS CONSUMERS OF THE STATE BUYING SOLAR POWER FROM STATE SOLAR POWER DEVELOPERS"

- 1. The Commission has issued an Order in the matter of cross subsidy surcharge for FY 2015-16 on 27-03-2015, in which the cross subsidy surcharge is applicable for all categories of open access consumers within the State. United Andhra Pradesh Government has issued G.O Ms No. 39 on dt 26-09-2012 and amended vide G.O no. 44, Dt: 16-11-2012 which contains, "Cross subsidy surcharge shall not be applicable for Open Access obtained for third party sale within the state subject to the industries maintaining their demand within its contracted demand with the DISCOMs. It is not applicable for captive use". This incentive is applicable till the year 2017, for the solar generators commissioned up to June, 2014. Telangana Government has also announced Telangana Solar Power policy stating that, "For SPP located within the state and selling power to third parties within the state, 100% exemption shall be provided on the cross subsidy surcharge as determined by TSERC for five years from the date of commissioning of the SPP". This policy shall come into operation with effect from the date of issue (01-06-2015) and shall remain applicable for a period of five (5) years. All Solar Projects that are commissioned during the operative period shall be eligible for the incentives declared under this policy, for a period of ten (10) years from the date of commissioning - unless otherwise the period is specifically mentioned. Many open access consumers and state solar power developers are requesting to waive the cross subsidy surcharge for the open access consumers of the State as per the Solar Power Policy, 2015 announced by Telangana State. As this leads to financial impact on the distribution licensees and in turn it effects the tariff and hence the Commission intends to seek comments/suggestions on the above issue.
- 2. The Commission invites comments/suggestions on the above issue "waiver of cross subsidy charges for state solar power developers selling power to third party by open access within the state" from the public / interested persons, stakeholders and other persons likely to be affected by 5:00 PM on 27-07-2015. The comments/suggestions may be sent to the

Commission Secretary either by post at the above mentioned address or by e-mail to secy@tserc.gov.in.

Sd/-SECRETARY

Date : 13 -07-2015 Place : Hyderabad