



### **ABSTRACT**

Energy Department - Electricity – Extension of Free supply of electricity to Huts category consumers – Provision of Tariff Subsidy for the period from 01.10.2022 to 31.03.2023 for the FY 2022-23 – Subsidy of Rs.99.1185 Crore Sanctioned - Orders – Issued.

### **Energy (C2) Department**

**G.O.(Ms).No.03**

**Dated : 05.01.2023**

திருவள்ளூர் ஆண்டு 2053  
சுபகிருது வருடம், மார்ச்சு 21

**Read :-**

- 1) Letter (Ms) No.1 Energy (A1) Department dated 05.02.2015
- 2) G.O. Ms.No.31, Energy (C2) Department, dated 09.05.2022
- 3) TNERC Order No.11 of 2022, dated 30.09.2022.
- 4) From the Chairman and Managing Director, Tamil Nadu Generation and Distribution Corporation Limited Letter No.CFC/RC/FC/DFC/RC/F.Subsidy/D.No.512/22, dated 13.10.2022.

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### **ORDER:**

In the letter first read above, orders have been issued with policy directions and commitment letter to the Tamil Nadu Electricity Regulatory Commission providing for extension of free supply of electricity to Huts category consumers.

2. In the letter fourth read above, the Chairman cum Managing Director, Tamil Nadu Generation and Distribution Corporation Limited has informed that as per section 65 of Electricity Act, 2003, the Government of Tamil Nadu has to release the subsidy in advance to TANGEDCO for providing reduction in Tariff/free electricity to various categories of consumers. The directive of the State Government shall not be operative if the payment is not made in advance and in such case the tariff fixed by the Hon'ble Tamil Nadu Electricity Regulatory Commission shall be applicable.

3. The Chairman cum Managing Director, Tamil Nadu Generation and Distribution Corporation Limited has also stated that in the Budget Estimate for FY 2022-23 approved by the Government of Tamil Nadu, a sum of Rs.189.8085 Crores has been allocated towards subsidy for free supply of electricity to Huts category consumers.

(P.T.O)

4. The Chairman cum Managing Director, Tamil Nadu Generation and Distribution Corporation Limited has further stated in the G.O. second read above, the Government have sanctioned a sum of Rs.90.69 Crores towards the subsidy for supply of free electricity to Huts category for the 1<sup>st</sup> Half year from 01.04.2022 to 30.09.2022 of FY 2022-2023.

5. The Chairman cum Managing Director, Tamil Nadu Generation and Distribution Corporation Limited has informed that in the order third read above, the TNERC has issued the provisional subsidy of Rs.288.45 Crore order for the FY 2022-23. Hence he has proposed to request the Government to release the subsidy for the II half year of the FY 2022-23. as follows :-

(Rs. in Crores)

Categories	Provisional Subsidy approved by TNERC for FY 2022-23	Addl. subsidy receivable / Excess subsidy adjustable for FY 2020-21	Total subsidy receivable during FY 2022-23	Subsidy released/ claimed so far during FY 2022-23	Balance subsidy to be claimed for the II half year of FY 2022-23
A	B	C	D=B+C	E	F
Hut	288.45	-4.76	283.69	90.69	193.00

6. The Chairman cum Managing Director, Tamil Nadu Generation and Distribution Corporation Limited has furnished the details of budget provision made in BE for FY 2022-23 towards tariff subsidy, amount claimed so far, balance amount available in the BE and subsidy amount now requested, subsidy which can be claimed and additional provision for subsidy if required in RE for FY 2022-23 as follows :-

(Rs. in Crores)

Categories	Budget provision made by GoTN in BE for FY 2022-23	Subsidy already claimed from the BE for FY 2022-23	Balance Budget provision available in BE for FY 2022-23	Subsidy now requested for the II half year of FY 2022-23	Subsidy which can be claimed from BE for FY 2022-23	Addl. provision for subsidy required in RE for FY 2022-23
	a	b	c = a - b	d	e	f
Hut	189.8085	90.69	99.1185	193.00	99.1185	93.8815

7. Considering the critical financial position of TANGEDCO and the provisions contained under Sections 65 and 108 of the Electricity Act, 2003, the Chairman cum Managing Director, Tamil Nadu Generation and Distribution Corporation Limited has requested to release an amount of **Rs.193.00 Crores** (Rupees one hundred and ninety three crores only) towards tariff subsidy in respect of hut category for the II half year of FY 2022-23 ie. from 01.10.2022 to 31.03.2023. Since there is a short provision of Rs.93.8815 crores in the Budget Estimate for FY 2022-23, he has requested to provide necessary allocation of additional funds and requested to release the entire balance subsidy may be released.

8. So far, subsidy released for Rural Hut Dwellers have been deducted from the BE provision and balance of Rs.99.1185 crore is arrived as detailed below :

BE 2022-23 :	Rs. 189.8085
Less : 1 <sup>st</sup> HY Subsidy released :	Rs. 90.6900
	Rs. 99.1185 crore

9. The Government have examined the proposal of the Chairman cum Managing Director, Tamil Nadu Generation and Distribution Corporation Limited carefully and hereby accord sanction and release of Rs.99.1185 Crores (Rupees Ninety nine crores Eleven lakh and eighty five Thousand only) towards Tariff subsidy in respect of Rural hut category consumer for the II<sup>nd</sup> Half year of FY 2022-23 for the period from 01.10.2022 to 31.03.2023.

10. The expenditure sanctioned in para 8 above shall be debited under the following head of account:-

"2515 - 00 - Other Rural Development Programmes - 102. Community Development - States Expenditure - AD. Payments to Tamil Nadu Electricity Board on behalf of rural hut dwellers - 309. Grants in Aid - 03 Grants for Specific Schemes".

(IFHRMS DPC 2515 - 00 - 102 - AD - 30903)

11. The amount sanctioned in para 9 above shall not be paid in cash, but shall be given to contra credit to the following head of account.

"K- Deposits and Advances (b) Deposits not bearing interest 8443-00 Civil Deposits 800 other Deposits -BM Deposits of Tamil Nadu Electricity Board 801 Receipts -02 Not Bearing Interest."

(IFHRMS DPC 8443-00-800-BM-80102)

12. The Director of Rural Development and Panchayat Raj is authorized to draw the amount of adjustments entry in the IFHRMS with reference to the amount sanctioned in para 9 above, in favour of the Personal Deposit Account of the Tamil Nadu Generation and Distribution Corporation Limited (PD Account Number 20210383614) and he is requested to present the bill the Pay and Accounts Office (South), Chennai-35 and to ensure that the sanctioned amount is disburse the same to the Tamil Nadu Generation and Distribution Corporation Limited by remittance to the above credit head of account.

13. This order issues with the concurrence of the Finance Department vide its U.O.No.50509/PW-II/2022, dated 05.01.2023.

**(BY ORDER OF THE GOVERNOR)**

**RAMESH CHAND MEENA  
ADDITIONAL CHIEF SECRETARY TO GOVERNMENT**

To

The Director of Rural Development and Panchayat Raj, Chennai-15.

The Chairman cum Managing Director,  
Tamil Nadu Generation and Distribution Corporation Limited,  
Chennai-2.

The Chief Financial Controller,  
Tamil Nadu Generation and Distribution Corporation Limited,  
Chennai-2.

The Director, Finance, TANGEDCO, Chennai-2.

The Pay and Accounts Officer (S), Chennai-35.

The Principal Accountant General, Chennai-18.

The Principal Accountant General, Chennai-18 (By Name)

The Accountant General, Chennai-9.

Copy to:

The Finance (PW-II / RD&PR / BG-I / W&M-1) Department,  
Chennai-9.

The Rural Development & Panchayat Raj Department, Chennai-9.

The Energy (OP) Department, Chennai -9.

SF/SC.

**// Forwarded / By Order //**



**(S. Sumathi)**

**UNDER SECRETARY TO GOVERNMENT**