GOVERNMENT OF INDIA POWER LOK SABHA

UNSTARRED QUESTION NO:1749
ANSWERED ON:30.07.2015
Revival of Gas-Based Power Plants
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Will the Minister of POWER be pleased to state:

- (a) whether the Government is aware that several gas-based power plants have been stranded;
- (b) if so, the details thereof along with the action taken thereon;
- (c) whether any subsidies and tax concessions are being offered to these plants and if so, the details thereof; and
- (d) the details of Power Plants being given revival packages across the country?

Answer

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

(SHRI PIYUSH GOYAL)

- (a) to (c): Yes, Madam. Government of India has sanctioned a scheme for importing spot RLNG in 2015-16 and 2016-17 for the stranded gas based power plants as well as for plants receiving gas upto the target PLF selected through a reverse e-bidding process. The scheme provides for financial support from PSDF (Power System Development Fund). The outlay for the support from PSDF has been fixed at `7500 crores (`3500 crores and `4000 crores for the year 2015-16 and 2016-17 respectively). The concessions provided for under the scheme are as under:
- (i) Custom duty waiver on imported LNG;
- (ii) Waiver of Value Added Tax, Central Sales Tax, Octroi and Entry Tax;
- (iii) Waiver of Service Tax on regasification and transportation;
- (iv) Reduction in pipeline tariff charges, regasification charges and marketing margin;
- (v) Exemption from transmission charges and losses for stranded gas based power projects.
- (d): Details of plants eligible for benefits under the above scheme after competitive bidding are given at Annex-I and Annex-II.
