



TAMIL NADU ELECTRICITY REGULATORY COMMISSION

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PRESS NOTE

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Tamil Nadu Electricity Regulatory Commission has determined the quantum of subsidy payable by the Government of Tamil Nadu to the Tamil Nadu Generation & Distribution Corporation Ltd (TANGEDCO) for the financial year 2012-13 at Rs 4024.96 Crores.

Subsidy is payable by the Government to the TANGEDCO in terms of Section 65 of the Electricity Act, 2003, if the Government decides to adopt a lower tariff than what is determined by the Regulatory Commission.

Majority of the Domestic consumers are being partially subsidized in the range of Rs 1.00 per unit to Rs 1.60 per unit, whereas hut dwellers and agriculturists are fully subsidized.

Bulk of the subsidy, (nearly 49 %) totalling to Rs 1971.71 crores is earmarked for agricultural consumers. Rs 1767.72 crores constituting 44% of the total subsidy is meant for domestic consumers. The balance 7% (Rs 285.53 crores) is allotted to hut consumers, handloom weavers, powerloom weavers and for places of public worship.

Section 65 of the Electricity Act , 2003 mandates the State Government to pay the subsidy in advance , failing which the tariff fixed by the State Commission would be applicable . The subsidy calculation is based on existing tariff.

Sd/-
(S.GUNASEKARAN)
SECRETARY