

Respected Sir,

I, Chada Hanmandlu (PPA No: 388), from Chinnamulkanur Village, Chinna mulkanur Sub-station, am writing to formally submit my objections regarding the public notice issued by the TGERC proposing to reduce the unit tariff from ₹3.13 to ₹2.98, citing a reduction in GST as the reason.

The Power Purchase Agreement (PPA) signed between us clearly stipulates the unit price as ₹3.13. It is unjust and legally untenable to unilaterally reduce this tariff after the PPA has come into force, as it contradicts the existing terms and guidelines.

While it is true that the GST on certain solar equipment has been reduced to 5%, the associated costs—such as the price of solar components, raw materials, transportation, labor wages, finance costs, and other construction expenses—have increased significantly. Consequently, the project cost has not decreased; in reality, the overall expenditure has risen substantially.

To illustrate the cost escalation, please consider the following price comparisons (2021 vs. 2026):

Steel: Increased from ~₹6,000 to ~₹7,500 per ton.

Copper: Increased from ~₹165 to ~₹425 per kg.

Aluminum: Increased from ~₹165 to ~₹450 per kg.

Diesel: Increased from ~₹73 to ~₹105 per liter.

USD Exchange Rate: Increased from ~₹75 to ~₹95 (impacting project costs).

Furthermore, the Telangana Government, as part of the "Praja Palana" initiatives, promoted the unit price at ₹3.13. Based on this commitment, we, as beneficiaries, made investments and secured bank loans to establish these projects. Reducing the tariff now will severely impact the financial viability of our projects and cause immense hardship to the beneficiaries.

In light of the increased project costs, I humbly request you to reject the proposal to reduce the tariff and instead consider increasing the rate from ₹3.13 to ₹3.25 per unit to ensure the project's sustainability.

Yours faithfully,

Chada Hanumandlu

PPA Holder No: 388

Chinnamulakur Village,Chinnamulakur Sub-station
Date: 28/06/2026