

To

The Commission Secretary,
Telangana Electricity Regulatory Commission (TGERC),
Vidyut Niyamtran Bhavan,
GTS Colony, Kalyan Nagar,
Hyderabad – 500045.

Subject: Objections to the proposed reduction of PM-KUSUM Component-A tariff from 3.13/kWh to 2.98/kWh and request for tariff enhancement.

Respected Sir,

I, Pachimatla Yeshwanth Goud bearing (PPA No. 210, Jangampally, Domakonda sub division, Kama reddy district, Telangana) respectfully submit this representation as a stakeholder and prospective Solar Power Generator (SPG) under PM-KUSUM Component-A Scheme.

I strongly oppose the proposal to reduce the pre-fixed levelized tariff from 3.13/kWh to 2.98/kWh. On the contrary, the tariff requires upward revision considering the substantial increase in project costs and financial burden since the tariff was determined in January 2021.

My objections and submissions are as follows:

1. The tariff of 3.13/kWh was determined based on cost assumptions prevailing in 2021 and does not reflect present-day market realities.
2. The proposed reduction is based solely on GST reduction from 12% to 5%, whereas GST constitutes only a small component of total project cost.
3. The benefit arising from GST reduction is marginal and cannot justify a tariff reduction of 15 paise per unit.
4. Solar project economics should be evaluated based on total project cost and lifecycle viability rather than a single tax component.
5. Since 2021, inflation has significantly increased the cost of materials, labour, transportation, and services.
6. Land development costs, fencing, internal roads, drainage systems, and site preparation expenses have increased substantially.
7. The prices of transformers, HT equipment, switchgear, cables, and evacuation infrastructure have risen sharply over the last five years.
8. Financial institutions are demanding higher margin money contributions, increasing the capital burden on developers.