Decentralized Distributed Generation Scheme of Ministry of Power

DDG projects can be taken up under RGGVY in remote villages where grid connectivity is either not feasible or not cost effective. The RGGVY in XI Plan has a financial outlay of Rs. 540 Crore for implementation of DDG projects.

DDG guidelines were prepared and released by the Ministry on 12th January 2009. It envisages appointment of consultants for preparation of detailed project reports (DPRs). For facilitating states in appointment of suitable consultants, Ministry of Power empanelled various consultants and circulated the panel to the states on 28th August 2009. A sample RFP document was also circulated along with the panel. The cost of consultant will be treated as part of the project cost. A sample DPR (March 2009) has also been finalized by the Ministry and is available on the website. Guidelines for “Procurement of Goods and Services for Implementation of DDG projects under RGGVY” has also been finalized (June 2009) and loaded on Ministry website.

Under DDG scheme of RGGVY, 90% of the project cost is provided as capital subsidy by the Government. Cost of spares for 5 years after commissioning (excluding cost of consumables and labour) is included as project cost. Service charges @8% of the project cost will be provided to the implementing agencies.

All un-electrified revenue villages and hamlets (above 100 population) are eligible under DDG scheme of RGGVY. Identification of eligible villages shall be done by SREDAs in consultation with state utility and MNRE.