

**GOVERNMENT OF INDIA
POWER
LOK SABHA**

UNSTARRED QUESTION NO:4109
ANSWERED ON:13.08.2015
Utilization of PSDF
Nayak Shri B.V.;Simha Shri Prathap

Will the Minister of POWER be pleased to state:

- (a) the criteria and purpose for which the Power System Development Fund (PSDF) is utilised ;
- (b) whether the Government proposes to utilise the funds under PSDF for the improvement of transmission system; and
- (c) if so, the details thereof?

Answer

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

(SHRI PIYUSH GOYAL)

(a) to (c) : The scheme has been operationalized with the issuance of the Guidelines/Procedure for Disbursement of Fund from Power System Development Fund (PSDF) on 18th September, 2014. The funds would be provided as grants to the States/UTs as per these guidelines.

According to the Scheme, PSDF will be utilized for the following purposes:

- (i) Creating necessary transmission system of strategic importance based on operational feedback by Load Dispatch Centers for relieving congestion in Inter-State Transmission Systems (ISTS) and intra-state system which are incidental to the ISTS.
- (ii) Installation of shunt capacitors, series compensators and other reactive energy generators for improvement of voltage profile in the grid.
- (iii) Installation of standard and special protection schemes, pilot and demonstrative projects, and for setting right discrepancies identified in protection audits on regional basis.
- (iv) Renovation and Modernization (R&M) of transmission and distribution systems for relieving congestion.
- (v) Any other scheme/project in furtherance of the above objectives, such as, conducting technical studies and capacity building, etc.
