

TELANGANA STATE RENEWABLE ENERGY DEVELOPMENT CORPORATION LTD

TSREDCO: HYDERABAD

MEMO. No: TSREDCO/SE/SPV/On-Grid/Syndsaral/ D.No: /2017-18, Dt. 07.10.2017.

CIRCULAR

Sub: Telangana State – Implementation of 1 & 3KWp Solar PV On grid power generating systems by providing Credit facility through Syndicate bank for employees of Telangana State Government – Guidelines - Strict implementation–Instructions Reg.

Ref: 1. TSREDCO/Accts/Syndicate Bank/2017-18.

2. MOU Entered with Syndicate bank dt: 17.12.2017.

It is to inform that, the Telangana State Renewable Energy Development Corporation Ltd. (TSREDCO Ltd.) has entered into MOU with Syndicate bank for arranging loans to the employees who are working in the state government/Corporation/State undertakings for taking up solar roof top grid connected PV systems with financial assistance involving MNRE subsidy amount, employees margin amount and bank loan, The purpose of the arranging loan is to promote the renewable energy and to generate solar power for self consumption or to sell to the grid.

Wherein the syndicate bank introduced “Syndsaral” scheme for financing Roof top Grid Connected PV System for extending credit facilities to above employees of Telangana Government. who are interested in taking up solar roof top grid connected PV systems with financial assistance involving MNRE subsidy amount, employees margin amount and bank loan component.

The details of the project cost, MNRE subsidy, Employee Margin amount and the eligibility criteria for availing the loan is as follows:

Sl.No.	Particulars	For 1 KWp Solar Grid connected System	For 3 KWp Solar Grid connected System
1	Total cost of the system	70,000	2,10,000
2	Less: MNRE subsidy (30% on Benchmark Cost)	21,000	63,000
3	Less: Employees share (10% on total system Cost)	7,000	21,000
4	Bank Loan amount	42,000	1,26,000

The salient features of the Synd-solar Scheme to the employees of Telangana State Government are as follows:

Purpose	To promote and generate solar power for self consumption or to sell to the Grid.
Nature of Facility	Synd Solar
Target Group	Permanent Employees of TELANGANA state Government departments/Corporation/state
Eligibility Criteria	<ul style="list-style-type: none"> ✓ Permanent employees of TELANGANA state Government Department/Corporation/state undertakings. ✓ <u>Employee should own independent residential house either in his name or spouse name.</u>
Rate of Interest	MCLR+0.10%(Presently 8.50+0.10=8.60%)
Security	Primary: Hypothecation of solar Roof top system Collateral: Waived
Quantum of Loan	Maximum Rs.1,26,000/-
Repayment	Not Exceeding 84 EMI
Margin	10%
Guarantee	1.Third party guarantee shall be obtained and 2. An undertaking letter from the concerned state government department is mandatory.
Release Schedule	Specific release in favour of Vendor of the solar system along with margin contribution from the applicant as well as subsidy from the Telangana Government.
Service Charges	Waived

In view of the above certain guidelines are hereby issued for Implementation of 1 & 3KWp SPV Power plants by providing Credit facility through Syndicate bank for employees of Telangana State Government.

1. To identify the prospective permanent employees/borrowers who are working in Government Departments/Organizations, and who intend to avail finance for purchase the installation of Roof Top Grid Connected PV Systems.
2. To identify the prospective permanent employees/borrowers who own independent residential houses either in his or her name or in the name of spouse. So also having sufficient roof space to install the system.
3. Shall send the list of identified applications submitted by employees directly to the Bank with full details of employment/Organization/department/designation etc.,duly ensuring KYC norms.
4. Shall Submit applications of employees along with "Irrevocable Letter of Undertaking" from the concerned departments of Government of Telangana in the prescribed

- format of Bank (Copy of Format enclosed), duly confirming the amount of EMI to be remitted to the respective Bank Branch.
5. The Borrower/employee shall submit a Third Party guarantee acceptable to the Bank.
 6. To submit application to the Bank along with quotations from the agencies identified by the MNRE.
 7. The Bank will extend loan to the employees/borrowers as per the scheme guidelines subject to a maximum of Rs.1,26,000/- which is net of MNRE Subsidy amount and party's margin amount.
 8. That if for any reason there is an increase/escalation in the cost of Solar Roof Top Grid connected PV Systems, such difference in increase/escalation amount shall be solely borne by the BORROWER, and the same shall be treated as his margin amount. Under any circumstance, Bank will only be funding the agreed loan component as mentioned above for 1&3 Kwp Capacity systems respectively.
 9. The Borrower should be given freedom to choose to the supplier without insisting for any specific agency empanelled by MNRE/Government of Telangana/Telangana state New & Renewable Energy Development Corporation Ltd. for supply and installation of Solar Roof Top Grid connected PV Systems.
 10. The borrower/employee shall be informed about the opening of SB account in any of our Bank's Branch where he is availing the loan.
 11. The TSREDCO shall supervise the pre and post release installation of the Systems, and conduct joint inspections with Agency, Bank Branch and submit report about completion of installation of Solar Roof Top Grid Connected PV System and its operation.
 12. TSREDCO shall inform the agency that they have to attend post sales repairs and maintenance during Warranty period at free of cost. In case of any charges are to be paid, the same has to be borne by the borrower.
 13. TSREDCO will remit the MNRE subsidy directly to the SB account of the employer/borrower maintained with the respective Bank Branch.
 14. TSREDCO shall extend full cooperation in implementation of the scheme.
 15. The District Mangers shall give wide publicity in paper & electronic media to create awareness & popularize the syndsaral scheme of Syndicate Bank among the eligible employees of Government of Telangana.
 16. The Scheme is an ongoing process and TSREDCO shall monitor the progress to generate more applications from the employees of Govt.of Telangana to avail the Bank's finance under the scheme.
 17. TSREDCO shall share the progress of the implementation of the scheme through mutually agreed format for knowing the status and success of the implementation of the scheme.

18. To share the information of regularity of loan availed by employees from various Branches of Telangana state. In case of default noticed in any of the loan accounts, the same shall be informed to the TSREDCO and they shall take the matter to their concerned employer for their active participation.

19. Shall inform the name of the offices of TSREDCO agencies located in various districts/other places in Telangana for taking up of grievances, if any.

20. Along with the above instructions, all the other instructions for submission of On grid applications to submission of project completion reports remains unaltered

All the district managers are hereby instructed to coordinate with the district officers and Concerned bank managers for implementation of the Syndsaral scheme. The detailed guidelines as follows:

Sd/-xxx
VC & Managing Director
TSREDCO

To,
All District Managers, TSREDCO.
All System integrators for information