

F. No. 7-14/2015- SDF
Government of India
Ministry of Consumer Affairs, Food & PD
Department of Food & PD
(Sugar Development Fund)

Room No. 260, Krishi Bhawan,
New Delhi, the 23 February, 2016

To

1. The Director, National Sugar Institute, Kanpur, Uttar Pradesh
2. The Chief Director (Sugar), NCDC, New Delhi
3. Vice President, IFCI, New Delhi

Subject: Revision of Normative Cost of the Bagasse Based Cogeneration Projects – Decision taken in the 128th Meeting of the Standing Committee of Sugarcane Development Fund (SDF) – regarding

Sir,


In order to arrive at the eligible costs for setting up bagasse based cogeneration of power projects, this Department has been fixing normative cost from time to time. The last revision was made vide Department's letter No.1-8/2006 SDF dated 19.07.2006 whereby the normative cost was fixed @ Rs. 293 lakhs and Rs.363 lakhs per MW for boiler capacity for up to 70Kg per cm sq. and above 70 kg per cm sq pressure respectively. Further in 2010, it was modified to the extent that Boiler Pressure less than 67 ata will not be considered for SDF loan.

2. Keeping in view the increased cost of machinery and equipments and other inputs over the period of time, Government has decided to revise the normative cost on the recommendation's of the 128th meeting of Standing Committee of Sugarcane Development Fund (SDF). The revised normative cost of the Bagasse Based Cogeneration Projects is as per details given below:

Boiler Pressure (ata)	Normative Cost per MW Generation (Rs. lakh/MW)
Below 67	Not eligible
67 to 86	385.00
87 to 109	442.00
110 and above	543.00

These norms shall be applicable with immediate effect.

Yours faithfully,


(N. K. Kashmira)

Deputy Secretary to the Government of India
Tele: 23382338

Copy to:

1. Indian Sugar Mills Association (ISMA), C-Block Ansal Plaza, August Kranti Marg, New Delhi
2. IFFCO Foundation, IFFCO, House, 34 Nehru Place, New Delhi
3. National Federation of Cooperative Sugar Factories Ltd., Ansal Plaza, August Kranti Marg, New Delhi
4. Vasantdada Sugar Institute, Pune, Maharashtra
5. Sugarcane Breeding Institute, Coimbatore, Tamil Nadu
6. NIC, DFPD for uploading on official website of the Department.