Government of Rajasthan Finance Department

Undertakings regarding taking over the losses of DISCOMs

In terms of the Ministry of finance, Department of Expenditure's letter F.No.40 (02)/PF-S/2020-21 dated 09th June. 2021, the State Government of Rajasthan undertakes to take over the future losses of State public sector electricity distribution companies in the following manner: -

2022-23	2023-24	2024-25	2025-26 & onwards
60 % of the loss for the year 2021-22	75% of the loss for the year 2022-23	90% of the loss for the year 2023-24	100% of the loss for the year 2024-25 & onwards

2. It is understood that in any year, if the State Government of Rajasthan fails to take over the losses of DISCOMs as per the percentage mentioned above, the same will be treated as addition to fiscal deficit and the Department of Expenditure. Ministry of Finance will adjust the same from the borrowing ceiling of the State.

Yours faithfully

(Dr. Prithvi)

Secretary, Finance(Budget)
Government of Rajasthan

Date: 27/08/2021