



GOVERNMENT OF ODISHA
DEPARTMENT OF ENERGY

NOTIFICATION

No. 4714 /En., Bhubaneswar, dt. 13th May, 2021
PT1-ENG-RR-GRIDCO-0004-2013

Government of Odisha have availed loan assistance from Japan International Cooperation Agency(JICA) for the Odisha Transmission System Improvement Project. The Loan Agreement No. **IDP-245-JICA** was signed for the project between Government of India and JICA on **15th May, 2015**. The loan is passed on to Government of Odisha on Back to Back basis. After the moratorium period of 6 years, the repayment of the loan is due for commencement from 15th May 2021 and will end in May 2035. The loan repayment as well as interest payment is to be made semi-annually, i.e. in the months May and November of a year.

2. The objective of the Project is to reduce overloading of transmission system for enhanced reliability of power supply and deliver additional energy generated at new power plants in the state by strengthening the transmission system throughout the state. Funds are passed on to Odisha Power Transmission Corporation Ltd (OPTCL) as loan for implementation of the Odisha Transmission System Improvement Project (OTSIP).

3. In order to facilitate the debt servicing, the loan amount is required to be passed on to the Executing Agency, i.e. Odisha Power Transmission Corporation Ltd (OPTCL) on soft terms on near Back to Back basis.


4. Accordingly, in order to facilitate the debt servicing and proper accounting of the loan transferred to OPTCL for implementation of the Odisha Transmission System Improvement Project (OTSIP), following terms and conditions of the loan has been decided with the concurrence of Finance Department.

- i. Interest on the loan shall be charged at 5% per annum from the date of sanction of loan.
- ii. The loan shall be effective from 15.05.2015 and there shall be a grace/moratorium period of 6 years w.e.f. 15.05.2015.
- iii. The Interest accrued during the grace period will be capitalized and shall be treated as Interest During Construction (IDC).
- iv. The repayments and interest payment shall be made semi-annually, i.e. in the months of May and November of the year as indicated in the loan agreement with JICA on the reducing balance.
- v. The repayment and interest payment shall commence from 15th May, 2021 and to end in May, 2035. The dates for servicing the debt shall be 15th May and 15th November of each year of the debt servicing period.
- vi. Any loan sanctioned on or after 15th May, 2021 shall not be considered for moratorium and servicing of such loan (both principal and interest) shall commence from the next financial year and shall be paid to the State Government on 15th May and 15th November along-with the loan sanctioned prior to 15th May, 2021.

- vii. The Executing Agency (OPTCL) shall repay the Loan amount along-with interest accrued thereon to Government of Odisha accordingly.
- viii. In case of default in repayment/interest payment, the Executing Agency shall pay penal interest @ 1% per annum for the default period over and above the normal repayment/interest payment amount.
- ix. The Executing Agency shall deposit the principal amount relating to the loan in the head of Account "6801- Loans for Power Projects – 00 - 205 - Transmission & Distribution - 3103 - Odisha Transmission System Improvement Project - JICA – EAP - 48401- Loan to OPTCL" and interest in the head of account "0049- Interest Receipts - 04 - Interest Receipts of State/Union Territory Governments – 190 - Interest from Public Sector and other Undertakings - 0060- Interest Receipts -10128- Interest from OPTCL" in shape of Treasury challan.
- x. The Energy Department will maintain a Loan register for monitoring the sanction, release and repayment of the loan.

These terms and conditions shall be applicable for servicing of the loan passed on to OPTCL for implementation of the Odisha Transmission System Improvement Project (OTSIP).

By order of the Governor


(Nikunja. B. Dhal)

Principal Secretary to Government

Memo No. 4715 En, Dated 13/5/2021

Copy forwarded to Principal Accountant General, Odisha, Bhubaneswar for information and necessary action.

FA-cum- Addl. Secretary to Government

Memo No. 4716 En, Dated 13/5/2021

Copy forwarded to Private Secretary to Principal Secretary to Government, Finance Department/PPS to Principal Secretary to Government, Energy Department for kind information of Principal Secretary, Finance Department/Principal Secretary, Energy Department.

FA-cum- Addl. Secretary to Government

Memo No. 4717 En, Dated 13/5/2021

Copy forwarded to Managing Director, OPTCL for information and necessary action.

FA-cum- Addl. Secretary to Government

Memo No. 4718 En, Dated 13/5/2021

Copy along with copy of enclosure forwarded to EAP Branch, Credit & Investment Branch, Works-II Branch, Budget-III Branch of Finance Department for information.

FA-cum- Addl. Secretary to Government

Memo No. 4719 En, Dated 13/5/2021

Copy along with copy of enclosure forwarded to Budget Section/
Computer Cell, Energy Department for information and necessary action.


FA-cum- Addl. Secretary to Government

Memo No. 4720 En, Dated 13/5/2021

Copy forwarded to Head, State Portal Group, IT Centre, Bhubaneswar for
information and necessary action.

It is requested to host this notification in the website of this Department
early for information of all concerned.


FA-cum- Addl. Secretary to Government