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# Session -3

# Terms of Reference

**1st Meeting of Task Force 1 Coordination of  
Policy, Legal and Regulatory Framework  
24 July 2013**

**Presented By  
L V Rao  
IRADe - (SARI/EI)**



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# Outline of Presentation

- Importance of Task Force 1
- Objective of TF-1 Coordination of Policy, Legal and Regulatory Framework
- Constitution of Task Force
- Terms of Reference
- Deliverables



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# Cooperative grant Agreement

- USAID and IRADe entered into cooperative grant agreement No AID-386-A-12-00006 effective 1<sup>st</sup> October 2012.
- The agreement was a period of 5 years.



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## Objective of TF-1 Coordination of Policy, Legal and Regulatory Framework

The TF will establish:

“legal and regulatory framework to identify the most beneficial investment opportunities for the overall system, define the ground rules on the allocation of costs and risks and create a congenial environment for investors in generation and transmission”



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## Constitution of Task Force:

Task Force 1 has been constituted with one member from each country from their energy/power ministries, regulatory commission, or other policy making bodies.



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## Terms of Reference:(Refer to the Agenda Note Page 19-20)

- 3.3.1 Review international best practices to develop a common template that all countries can strive to achieve within a period of 2 years.
- 3.3.2. Aligning National Electricity Policy to recognise CBET as an integral part of the national electricity plan.
- 3.3.3. To evolve National Electricity Policy with a 25 to 30 year time horizon in consultation with Policy makers.
- 3.3.4. To compile Regional South Asian Electricity Policy for each country covering a period of 25-30 years.
- 3.3.5. Develop a regulatory pathway/Road Map for establishment of a South Asian Regional electricity



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## Terms of Reference:(Refer to the Agenda Note Page 19-20)

- 3.3.6. Review of existing Acts, Policies and other regulations and agreements listed below to identify inconsistencies that could have an impact on CBET and suggest corrective measures.
  - 3.3.6.1. Electricity Acts
  - 3.3.6.2. Independent Power Regulator
  - 3.3.6.3. Licensing Provisions, for various stake holders in value chain.
  - 3.3.6.4. Government Subsidies
  - 3.3.6.5. Climate change policy
  - 3.3.6.6. Consumer Protection
  - 3.3.6.7. Appellate Authority provisions
  - 3.3.6.8. National Electricity Policy
  - 3.3.6.9. Rural Electrification Policy



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## Terms of Reference:(Refer to the Agenda Note Page 19-20)

3.3.6.10. Tariff Policy

3.3.6.11. Energy efficiency policy

3.3.6.12. Renewable Policy

3.3.6.13. Market rules and Policies for electricity Trade

3.3.6.7. PPA structure and bidding & awarding processes

3.3.6.8. Export / import duties or restrictions and free trade agreements

3.3.6.9. Intergovernmental agreements, bilateral treaties





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## 7. Deliverables: (Refer to the Agenda Note Page 21)

- 3.7.1. Regulation and Policy Coordination Template.
- 3.7.2. Compilation of South Asian Electricity Policies for 25 – 30 years
- 3.7.3. Investment guidelines and policies applicable across South Asia.
- 3.7.4. Risk analysis and mitigation policies
- 3.7.5. Standard formats for Bid Documents and Power Purchase Agreements.
- 3.7.6. Any other work that needs to be carried to meet the objectives



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# Discussions.....



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Integrated Research and  
**IRADe** Action for Development

# Thank You



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