SECI inputs on CERC Proposal on Determination of the Buyout Price as an alternate compliance mechanism towards fulfilment of RCO

CERC Proposal	SECI's Comment	Remarks/ Justification
10. Accordingly, the weighted average price of REC for the FY 2024-2025 works out to be Rs. 232.84/MWh. In view of the above, it is proposed that the buyout price for the FY 2024-2025 be fixed at Rs. 245/MWh, which is about 5% above the weighted average REC price for FY 2024-2025. 11. Further, the Ministry of Power, vide the aforementioned notification dated 27th September, 2025, has specified the minimum share of electrical energy from RE sources as a percentage of total electrical energy consumption for each Designated Consumer category till FY 2029-30. Accordingly, the Commission is proposing the REC	Buyout price may be kept as Rs 3/kWh to 4/kWh or weighted average RE power purchase	The buyout price seems to be very low, fixing the buyout price at a flat 5% premium over the weighted average REC price may not adequately

buyout price upto FY 2029- 30 based on the following principle: • The buyout price for a financial year shall be fixed at 105% of the weighted average REC Price of that financial year. By 30th April of every financial year up to 2029-30, the National Load Despatch Centre (NLDC) shall publish the weighted average price of REC, the Buyout Price for the previous financial year, based on the above principles.	cost of respective states.	discourage routine reliance on buyout.