

Enter number
of question
06/08/2018

Candidates
must not write
on this margin

State power distribution Companies in India continues to make losses despite multiple bailouts. In this context, do you think Privatization of discoms - a possible solution to the existing issues? comment.

Privatization of Discoms can be a possible solution for the financial challenges being faced by the sector. Privatization of Discoms has some key advantages like

- 1) Operational Autonomy
- 2) Profit Motive which creates more efficient Value chain
- 3) Its ability to strategize and plan for the long term.

But a mere privatization of the Discom cannot solve the situation. The Government has to ensure the following

- 1) Private Sectors ability to make good Judgments and quick decision in reducing losses and building Sustainability through profits.
- 2) Support of the licence provider and the State government to the private company.
- 3) To adapt for franchising and outsourcing models for power distribution as they do not have a high stress on the company.

प्रश्न की संख्या
टीमिंग

उम्मीदवारों को इस
लिखित में नहीं
रिक्तना बाहिए

4) Most Importantly it should be consumer centric so that the peoples enjoy the benefit of secure and reliable power supply.

Thus with the right political will and a regulator for the DISCOMs the Indian power distribution Sector can overcome the Issues which prevails currently.