

Luhri Stage-I Hydro Electric Project

Why in News

Recently, the <u>Cabinet Committee on Economic Affairs</u> has approved the investment for 210 MW **Luhri Stage-I Hydro Electric Project.**

It is located on River Satluj in Shimla and Kullu districts of Himachal Pradesh.

Key Points

- It is being implemented by Satluj Jal Vidyut Nigam Limited (SJVNL) on Build-Own-Operate-Maintain (BOOM) basis with active support from Government of India and the State Government.
 - Government of India is providing grants of Rs. 66.19 crore for enabling infrastructure.
 - SJVNL has envisaged Internal Growth Targets of total installed capacity from all sources of 5000 MW by 2023, 12000 MW by 2030 and 25000 MW by the year 2040.
- Significance:
 - This project will generate **758.20 million units of electricity annually,** which will help in providing grid stability and improve the power supply position.
 - Besides adding valuable renewable energy to the grid, the project would also lead to
 a reduction of 6.1 lakh tons of carbon dioxide from the environment annually, thus
 contributing to an improvement in air quality and less air pollution.
 - The construction activities will result in **direct and indirect employment** and will **contribute to the overall socio-economic development** of the State.
 - Himachal Pradesh will benefit with the Project Life Cycle of 40 years.
 - The project affected families will be provided with 100 units of free electricity per month for ten years.

Source: PIB

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