THE GAZETTE OF THE DEMOCRATIC SOCIALIST REPUBLIC OF SRI LANKA

Part II of August 17, 2018

SUPPLEMENT

(Issued on 20.08.2018)



SRI LANKA ELECTRICITY (AMENDMENT)

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BILL

to amend the Sri Lanka Electricity Act, No. 20 of 2009

Ordered to be published by the Minister of Power and Renewable Energy

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STATEMENT OF LEGAL EFFECT

Clause 2: This clause amends section 28 of the Sri Lanka Electricity Act, No. 20 of 2009 (hereinafter referred to as the "principal enactment") by the repeal of subsection (3) thereof and the legal effect of the section as amended is to remove the liability of the distribution licensee to pay interest on a security provided by a person who requires electricity supply.

Clause 3: This clause amends section 43 of the principal enactment in subsections (4), (6) and (8) of that section and the legal effect of the section as amended is—

- (a) to extend the application of the exemptions granted under paragraph (b) of the proviso to subsection (4), to new generation plants or existing generation plants generating electricity through non-conventional renewable energy sources for which non-conventional energy resource maps are not available and be operated at the Standardized Tariff approved by the Cabinet of Ministers;
- (b) to make consequential amendments to subsection (6), by replacing that subsection;
- (c) to replace the definition of the expression "Standardized Power Purchase Agreement with a new definition and to include the definition of the expression "Standardized Tariff".

Sri Lanka Electricity (Amendment)

L.D.—O. 19/2014

An Act to amend the Sri Lanka Electricity Act, No. 20 Of 2009

BE it enacted by the Parliament of the Democratic Socialist Republic of Sri Lanka as follows:-

- 1. This Act may be cited as the Sri Lanka Electricity Short title. (Amendment) Act, No. of 2018.
- 5 **2.** Section 28 of the Sri Lanka Electricity Act, No. 20 of Amendment 2009 (hereinafter referred to as the "principal enactment") is of Section 28 hereby amended by the repeal of subsection (3) of that 20 of 2009. section.

3. Section 43 of the principal enactment is hereby Amendment of Section 43 of Section 43

Amendment of Section 43 of the principal

enactment.

- (1) in subsection (4) -
 - (a) in the proviso to paragraph (a) thereof, by the substitution for the words "to be operated at least cost;" of the words "to be operated at least cost; or":
 - (b) by the repeal of paragraph (b) thereof and the substitution therefor of the following:—
 - "(b) on a permit issued by the Sri Lanka Sustainable Energy Authority established by the Sri Lanka Sustainable Energy Authority Act, No. 35 of 2007 under section 18 of that Act for the generation of electricity through non-conventional renewable energy sources, for which no open bidding process is possible due to non-availability of non-conventional renewable energy resource maps and to

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be operated at the Standardized Tariff approved by the Cabinet of Ministers and governed by a Standardized Power Purchase Agreement; or";

- 5 (2) by the repeal of subsection (6) thereof and the substitution therefor of the following:—
 - "(6) Notwithstanding an exemption granted to any person, from the submission of a tender-

(a) under paragraph (b) of the proviso to subsection (4), the transmission licensee shall satisfy itself, that such person is capable of developing the new generation plant or expansion of the generating capacity of an existing generation plant, in compliance with the technical and economical parameters of the transmission licensee and is capable of selling electrical energy or electricity generating capacity generated using a non - conventional renewable energy source, at the standardized tariff approved by the Ministers, in Cabinet of compliance with the terms and conditions of a Standardized Power Purchase Agreement; or

(b) under paragraph (a) or (c) of the proviso to subsection (4), the transmission licensee shall negotiate with the person concerned and satisfy itself, that such person is capable of developing the new generation

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plant or the expansion of the generating capacity of an existing generation plant, in compliance with the technical and economical parameters of the transmission licensee and is capable of selling electrical energy or electricity generating capacity at least cost and shall forward recommendations for approval to 10 the Cabinet of Ministers after obtaining the recommendations of the Commission, along with the draft Power Purchase Agreement 15 describing the terms and conditions of such purchase.";

(3) in subsection (8) thereof –

(a) by the repeal of the definition of the expression "Standardized Power Purchase Agreement" and the substitution therefor of the following:-

> "Standardized Power Purchase Agreement" means an agreement entered into by the transmission licensee for the purchase of electrical energy from a power plant generating electricity of 10 MW or less than that in capacity, authorized by a permit issued by the Sri Lanka Sustainable Energy Authority under section 18 of the Sri Lanka Sustainable Energy Authority Act, No.35 of 2007, using nonconventional renewable energy resources for which open bidding process is not possible due to nonavailability of non-conventional renewable energy resource maps;"; and

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(b) by the addition immediately after the definition of the expression "Standardized Power Purchase Agreement" of the following definition:-

"Standardized Tariff" means the price 5 payable by the transmission licensee to purchase electrical energy from a power plant generating electricity of 10 MW or less than that in capacity, authorized by a permit issued by the 10 Sri Lanka Sustainable Energy Authority, under section 18 of the Sri Lanka Sustainable Energy Authority Act, No.35 of 2007, through the non-15 conventional renewable energy sources, for which open bidding process is not possible due to non-availability of non-conventional renewable energy resource maps and recommended by 20 the non-conventional renewable energy purchase price determination Committee while taking into consideration, the financial viability and affordability of the transmission 25 licensee and the consumers, approved by the Cabinet of Ministers.".

4. In the event of any inconsistency between the Sinhala Sinhala text and Tamil texts of this Act, the Sinhala text shall prevail.

to prevail in case of inconsistency.

