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# YOJANA MAGAZINE ANALYSIS (February 2025)

# (Part 1/4)

# **TOPICS TO BE COVERED**

# **PART 1/4**

- PM KUSUM: EMPOWERING FARMERS WITH SOLAR ENERGY
- ENERGY SECURITY IN INDIA

# **PART 2/4**

- INDIAN CARBON MARKETS
- SMART CITIES MISSION & ROLE OF ENERGY EFFICIENCY

# **PART 3/4**

- SCOPE & OPPORTUNITIES FOR RENEWABLE ENERGY IN RURAL INDIA
- GREEN HYDROGEN

# **PART 4/4**

- BIOFUELS AS A PROMISING SUBSTITUTE FOR HIGH CARBON ENERGY SOURCE
- PRAGATI: DRIVING INDIA'S DEVELOPMENT WITH PURPOSE

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# PM KUSUM: EMPOWERING FARMERS WITH SOLAR ENERGY

- Agriculture is a cornerstone of India's economy, ensuring food security, employment, and economic growth.
- However, the sector faces challenges such as dependency on fossil fuels, high electricity costs, and groundwater depletion.
- To address these issues and promote sustainable practices, the Pradhan Mantri

Kisan Urja Suraksha Evam Utthaan Mahabhiyan (PM-KUSUM) was launched in

March 2019.

- The primary goal of this initiative is to integrate **solar energy** into farming, thereby boosting agricultural productivity while reducing environmental impact.
- As of now, India has installed over 5,02,000 solar pumps, cutting down CO2

emissions by 1.02 million tonnes annually.

# **ENERGY USE IN AGRICULTURE**

• Agriculture in India has traditionally relied on groundwater for irrigation, especially since

the Green Revolution, which expanded the irrigated area.

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- While this has helped increase agricultural productivity, the reliance on dieselpowered pumps and electricity for irrigation has significantly contributed to rising energy consumption.
- In fact, energy use in agriculture now accounts for 8-11% of India's total carbon emissions.
- In recent years, subsidized electricity for farmers has further exacerbated the problem.
- While it supports farmers in the short term, it has led to over-extraction of groundwater, which is a growing concern for long-term water security and agricultural sustainability.
- As the demand for energy in farming increases, there is a pressing need for cleaner, more efficient energy sources.

# **OBJECTIVES & COMPONENTS**

The PM-KUSUM scheme aims to achieve 34.8 GW of solar capacity installation by March

2026. The initiative is structured into three key components:

• Component-A: Solar Power Plants (500 kW to 2 MW) will be set up to provide clean

energy and reduce dependency on conventional grid power.

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- Component-B: Standalone Solar-Powered Irrigation Pumps will be installed to help farmers who lack access to reliable power sources. These pumps operate independently of the grid, reducing operational costs.
- Component-C: Solarising Existing Grid-Connected Irrigation Pumps involves

converting conventional electric pumps into solar-powered ones, thus reducing the

electricity load on the national grid.







# **BENEFITS OF SOLAR POWERED IRRIGATION**

Solar-powered irrigation has multiple benefits for farmers and the environment:

• Reduced reliance on fossil fuels: Solar energy is renewable and can replace diesel-

powered pumps, which are costly and polluting.

• Lower operational costs: After the initial investment, the cost of running a solar pump

is much lower than conventional pumps powered by electricity or diesel.

• Reduced carbon emissions: Solar energy is clean, helping reduce carbon footprints

and contributing to climate mitigation.

- Enhanced farm income: Solar pumps can help ensure a stable water supply, improving crop yields and, consequently, farm income.
- Improved energy efficiency: Solar-powered systems optimize energy use, leading to

better efficiency and sustainable farming practices.

• User-friendly operation: Solar pumps are easy to maintain and operate, reducing the

workload on farmers.

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# **CHALLENGES & OPPORTUNITIES**

Despite the numerous benefits, there are challenges to adopting solar-powered irrigation systems:

1. High Upfront Costs: The initial investment required for installing solar systems can be

a barrier, especially for small farmers.

- 2. **Difficulty in Accessing Credit**: Many farmers face difficulties in accessing finance, especially in rural areas where financial institutions are less accessible.
- 3. Electricity Subsidies: Subsidized electricity for farmers discourages the adoption of

solar pumps since it makes the transition to solar less financially appealing.

4. Groundwater Over-Extraction: There are concerns that the widespread installation of

solar pumps could lead to the over-extraction of groundwater if not managed properly.

5. Institutional Gaps: There is lack of institutional mechanisms for integrating solar

pumps with water-saving technologies.

- 6. Regional Variations: The uptake of solar-powered irrigation varies across different
  - regions, often influenced by factors like solar radiation, financial resources, and local awareness.

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# CONCLUSION

The PM-KUSUM scheme holds great promise for transforming India's agricultural landscape

by integrating **solar energy** into farming. It offers an opportunity to reduce dependence on

fossil fuels, lower operational costs for farmers, enhance agricultural productivity, and

contribute to environmental sustainability.







# ENERGY SECURITY IN INDIA: ADVANCING RENEWABLE ENERGY & SUSTAINABILITY THROUGH KEY GOVT. INITIATIVES

- India's energy security is a fundamental aspect of its economic growth and sustainability.
- To reduce dependence on fossil fuels and promote a cleaner energy future, the government has rolled out numerous initiatives focused on renewable energy, grid stability, and carbon emission reductions.
- As of January 2025, India's total non-fossil fuel-based energy capacity has reached

217.62 GW, marking a significant achievement toward energy security.

• Key initiatives, such as the National Bio Energy Mission, National Green Hydrogen

Mission, PM-KUSUM, and PM Surya Ghar Muft Bijli Yojana, are at the forefront of

this transition.

These programs are contributing to both economic growth and environmental sustainability.

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# **RENEWABLE ENERGY CAPACITY IN INDIA**

India has significantly advanced its renewable energy capacity, as demonstrated:

Sector	Installed Capacity (MW)
Wind Power	48,163.16
Solar Power	97,864.72
Small Hydro Power	5,100.55
Biomass Cogeneration (Bag <mark>asse)</mark>	9,806.42
Biomass Cogeneration (Non-Bagasse)	921.79
Waste to Power	249.74
Waste to Energy (Off-grid)	370.20
Total Renewable Energy Capacity	162,476.58

### THE CDCC INITIATIVE

The **Centralized Data Collection and Coordination (CDCC) Wind Initiative**, launched in **June 2020**, aims to enhance wind energy development by improving wind resource assessment through accurate data collection and research.

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### Objectives

- Facilitate wind energy development by providing detailed wind resource maps.
- Support site identification for efficient wind energy projects.
- Encourage private sector investments and public-private partnerships.

# **KEY ACHIEVEMENTS**

- Established over 800 wind-monitoring stations across India.
- The initiative has contributed to a 30% increase in India's wind energy capacity,

growing from **21.04 GW** in **2014** to **48.16 GW** in **2025**.

• The Union Cabinet approved a Viability Gap Funding (VGF) scheme of ₹7,453

crores for offshore wind energy projects off the coasts of Gujarat and Tamil Nadu.

### NATIONAL GREEN HYDROGEN MISSION

• Launched in January 2023, the National Green Hydrogen Mission focuses on green

hydrogen production to reduce India's dependency on fossil fuels and position the

country as a leader in global green hydrogen markets.

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### Objectives

- Position India as the leading **global producer and supplier** of green hydrogen.
- Create export opportunities for hydrogen and its derivatives.
- Develop indigenous manufacturing capabilities for hydrogen technologies.

# **KEY ACHIEVEMENTS**

- ₹19,744 crore allocated for infrastructure and technology development.
- Over ₹8 lakh crore in investments aimed at reaching 5 million metric tons of green

hydrogen capacity by 2030.

- Selection of manufacturers for 1,500 MW electrolyser capacity.
- India hosted key international events like the International Conference on Green

Hydrogen (ICGH - 2023) in New Delhi and 41st IPHE Meeting to foster collaboration

on clean hydrogen technologies.

### NATIONAL SOLAR MISSION

 The National Solar Mission (NSM), launched in 2010, is one of India's flagship programs aimed at promoting solar energy adoption and addressing energy security challenges.

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### Objectives

- Establish India as a **global leader** in solar energy.
- Achieve 50% of the total electric power capacity from non-fossil fuel-based resources by 2030.
- Support solar technology diffusion across the country.

# **KEY ACHIEVEMENTS**

- Solar power capacity increased from 9.01 GW (2016) to 97.86 GW (2025).
- India ranked **5th globally** in solar power deployment.
- Installation of 58 solar parks with a 40 GW sanctioned capacity (up from 34 parks

and 20 GW in 2016).

- Rooftop solar capacity grew from 90.8 MW (2016) to 11,503 MW (2024).
- As of March 2024, the **solar potential** of India stood at **748.98 GW**.

# PM SURYA GHAR MUFT BIJLI YOJANA

- Launched in February 2024, the PM Surya Ghar Muft Bijli Yojana is the world's largest domestic rooftop solar initiative.
- The goal is to provide solar panels for **one crore households** by **March 2027**.

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### Objectives

- Encourage **rooftop solar adoption** in residential sectors.
- Provide financial incentives and subsidies for solar installations.
- Allow households to generate their own electricity, reducing dependency on the grid.

### **KEY ACHIEVEMENTS**

- 7 lakh rooftop solar installations completed within 10 months of the scheme's launch.
- States like Gujarat, Maharashtra, Kerala, and Uttar Pradesh have made significant progress, showcasing strong infrastructure and collaboration.
- A 20-30% reduction in electricity bills for households with solar panels.
- The Model Solar Village scheme, with an ₹800 crore outlay, supports villages in promoting solar energy adoption, encouraging self-reliance in energy.

# CONCLUSION

India's journey toward achieving **energy security** is propelled by an ambitious and dynamic renewable energy strategy. With significant investments and a range of government schemes such as the **National Green Hydrogen Mission**, **PM-KUSUM**, **National Solar Mission**, and **PM Surya Ghar Muft Bijli Yojana**, India is making remarkable strides in its clean energy transition.

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