EMUN 2023 - LOK SABHA
<b>AGENDA</b> : Discussing the future of the energy sector in the
context of privatization and sustainable development with
emphasis on the Electricity Amendment Bill.

## **Letter from the Executive Board**

**Greetings Delegates!** 

The Executive Board welcomes you to EMUN 2023! We want to thank you for the time and effort that you will put into this committee. This guide will give you a brief about the Agenda and the history of this committee. It will also give you a head start on the solutions needed at the hour and help with your research. This committee is yours, and the decisions it makes will be yours as well.

This background guide only acts as the starting point for your research and we urge you to go above and beyond the limitations that the guide contains.

The foremost thing we expect from you is diplomacy. Remember to have fun and, at the same time, be the best diplomat version of yourself.

We are looking forward to a great, insightful debate!

#### Regards,

Executive Board || EMUN23

Mohammed Yasir Arfath (Speaker)

Prabir Sharan (Deputy Speaker)

#### **Introduction to the Committee**

The lower chamber of the Indian Parliament, known as the Lok Sabha, plays a key role in India's democratic system. The Lok Sabha was founded in 1952, and it is made up of Members of Parliament (MPs) chosen directly by the Indian populace. It has a crucial role in creating laws, examining government conduct, and the legislative process.

An integral part of India's parliamentary democracy is the Lok Sabha. It is composed of who are accountable are elected officials from various constituencies across the nation for participating in national decision-making on behalf of their constituents' interests and concerns process. The maximum number of MPs in the Lok Sabha is 552, including two nominees, members of the Anglo-Indian neighborhood.

Enacting legislation is the main duty of the Lok Sabha. In the House, bills presented by the government or individual members are considered, debated, and put to a vote. A bill is referred to the Rajya Sabha (upper house) for approval after being approved by the Lok Sabha. The measure is sent to the President for approval and becomes law if it is approved by both chambers.

Control of the government's finances is one of the Lok Sabha's most important powers. Money bills pertaining to taxes, government expenditures, and other financial matters are solely under its purview, generating money. Only the Lok Sabha can introduce money bills, and it can accept, ignore or modify these bills.

The Lok Sabha is essential to the formation of the government. The government is formed by the political party or coalition with the most seats in the Lok Sabha, and its leader becomes the Prime Minister of India. The head of the government is the prime minister, and uses executive power to make important policy choices.

The Lok Sabha uses a variety of tools to hold the government responsible for its acts, including as well as debates and discussions on significant national topics during question time. MPs have the power to raise issues and ask the administration for explanation to ensure transparency and responsiveness.

The Speaker, who monitors the conduct of business, decides on points of order, and maintains order during sessions, presides over the Lok Sabha's activities. The House of Representatives elects the Speaker.

The Lok Sabha, however, also encounters difficulties, such as interruptions during sessions, low turnout sometimes, and the politicization of important subjects. Despite this, its significance in the democratic system in India continues to be unique.

## Introduction to the Agenda

The energy sector in India is not merely a facet of its national economy; it is the lifeblood of the nation's aspirations. India's rapid economic growth, urbanization, and technological advancements have driven an exponential rise in energy demand.

This surge in energy needs presents both tremendous opportunities and profound challenges for the nation. At the heart of this discussion is the future of India's energy sector. Delegates in this Lok Sabha, we will embark on a journey through the intricate web of energy production, distribution, and consumption within the nation. With a laser focus on the Indian context, we delve into the multifaceted dynamics of this critical sector.

India's energy landscape is undergoing a transformative phase, driven by the imperatives of privatization and the imperatives of sustainable development. The Indian government is engaged in crafting policies and enacting legislation that will steer the nation toward a brighter, more energy-efficient, and ecologically sustainable future. This committee

will be at the forefront of shaping this trajectory. In the grand tapestry of India's energy sector, a prominent thread is the "Electricity Amendment Bill."

This legislative endeavor stands as a testament to India's commitment to modernize its electricity infrastructure, enhance energy security, and foster a robust market environment. The bill is not merely a piece of text; it represents a commitment to safeguarding the interests of all stakeholders in the energy ecosystem - from producers and distributors to consumers.

As delegates, you bear the immense responsibility of evaluating the proposed changes, debating their merits and demerits, and, ultimately, contributing to a vision for India's energy sector that embraces privatization, upholds principles of sustainability, and assures energy for all.

This is a debate of national significance. The outcomes of your discussions will impact the lives and livelihoods of millions of Indian citizens. You will help define the course India takes in providing reliable, affordable, and environmentally conscious energy for its dynamic and diverse population.

## **Advantages of Privatization in the Energy Sector**

Privatization in the energy sector has been a subject of global discussion and has its share of advantages. Some key advantages include:-

- ➤ Efficiency and Innovation: Private entities often operate with a profit motive, which can drive efficiency and innovation in energy production, distribution, and management.
- ➤ **Increased Investment:** Privatization can attract more investment into the energy sector, enabling the development of modern infrastructure and technologies.

- ➤ Competition: A privatized energy sector can promote competition, potentially leading to reduced prices and better services for consumers.
- ➤ Focus on Customer Service: Private companies may be more customer-centric, aiming to provide better customer service and tailored energy solutions.
- ➤ **Risk Sharing:** The private sector can share the financial and operational risks associated with energy projects, reducing the burden on the government.

### Disadvantages of Privatization in the Energy Sector

While privatization offers benefits, it also comes with challenges and disadvantages, including:

- ➤ **Inequality:** Privatization can sometimes lead to inequality in access to essential services, as private companies may focus on lucrative urban areas, neglecting rural and underprivileged regions.
- ➤ **Profit Motive:** Private companies are primarily profit-driven, which may prioritize financial gains over long-term sustainability and environmental concerns.
- ➤ **Regulatory Challenges:** Effective regulation of private energy companies is crucial to prevent exploitation, which can be challenging for governments to achieve.
- ➤ Loss of Government Control: Privatization can result in a loss of government control over the energy sector, making it more difficult to steer national energy policies.
- ➤ **Job Insecurity:** Transitioning from public to private energy companies may lead to job insecurity for existing public-sector employees.

# Measures taken by the Indian Government to incorporate the "Electricity Amendment Bill"

The Indian government, recognizing the pivotal role of the Electricity Amendment Bill, has undertaken a series of concrete measures to ensure its effective incorporation into the country's energy sector. These measures include:

- ➤ Regional Electricity Market Integration: To promote competition and efficient energy trading, the government has actively worked on integrating regional electricity markets. The South Asian market, for example, has seen significant strides in cross-border electricity trade, fostering cooperation with neighboring countries.
- ➤ Renewable Energy Promotion: In alignment with the amendment bill's emphasis on renewable energy integration, the government has launched ambitious renewable energy programs. This includes the "Ujala" scheme, which aims to distribute energy-efficient LED bulbs to reduce energy consumption across the country.
- ➤ Smart Grid Implementation: As part of efforts to modernize the energy infrastructure, the government has initiated smart grid projects in various cities. These grids enable advanced monitoring and control of electricity supply, promoting efficiency and reliability.
- Amendment of Tariff Policies: The government has revised tariff policies to encourage the adoption of renewable energy sources, offering incentives and subsidies to producers and consumers who invest in solar, wind, and hydroelectric power.
- ➤ Grid Connectivity: Initiatives like the "One Nation, One Grid" and "Saubhagya Yojana" aim to provide electricity connectivity to all Indian households, ensuring the bill's vision of energy for all is realized.

- ➤ Consumer Awareness Campaigns: To engage citizens and inform them about the bill's implications, the government has launched extensive consumer awareness campaigns, educating the public about the benefits and changes in the energy sector.
- ➤ Regulatory Authority Strengthening: The government has bolstered regulatory authorities like the Central Electricity Regulatory Commission (CERC) and State Electricity Regulatory Commissions (SERCs) to enhance their capacity to oversee and regulate the private sector's activities effectively.
- ➤ Capacity Building: Efforts are underway to build the capacity of power utilities, both public and private, to adapt to the changes introduced by the bill and ensure a seamless transition.
- ➤ International Collaboration: The government has engaged in international collaborations and partnerships, fostering knowledge exchange and seeking investments in the Indian energy sector.

These measures are a testament to the Indian government's dedication to modernizing the electricity sector, enhancing energy security, and fostering a competitive and sustainable market environment.

#### **Energy Sector in the context of Sustainable development**

The energy sector and sustainable development are intrinsically linked. Sustainable development, as defined by the United Nations, is a development that meets the needs of the present without compromising the ability of future generations to meet their own needs. In the context of the Indian energy sector, sustainability encompasses several key aspects:

➤ Environmental Impact: The energy sector plays a significant role in India's carbon footprint. The shift towards cleaner and renewable energy sources is essential to reduce greenhouse gas emissions and combat climate change.

- ➤ Access to Energy: Sustainable development requires ensuring that energy is accessible to all, including underserved and rural communities. This aligns with the Indian government's mission of "electricity for all."
- ➤ Energy Efficiency: Sustainable energy production and consumption involve improving energy efficiency to reduce waste and lower the environmental impact of energy generation.
- ➤ **Resource Management:** Managing finite resources like coal and natural gas in a sustainable manner is crucial to ensure long-term energy security.
- Economic Growth: Sustainable energy practices can drive economic growth through job creation, technological innovation, and the development of a clean energy industry.
- ➤ Resilience and Reliability: Developing a resilient energy infrastructure that can withstand environmental challenges and disruptions is a vital component of sustainable development

Delegates should consider how the proposed changes in the Electricity Amendment Bill and privatization in the energy sector align with the principles of sustainable development. This involves evaluating the bill's potential impact on environmental sustainability, access to energy, economic growth, and resource management

As you deliberate on the agenda, keep in mind that achieving sustainable development in the energy sector is not only a national responsibility but also a global imperative, considering the interconnected nature of environmental challenges and energy security. **Conclusion** 

In conclusion, the topic at hand encompasses a web of intricate dynamics within the

energy sector in India, blending the aspirations of privatization, the imperative of

sustainability, and the promise of the Electricity Amendment Bill. It is a discourse that

transcends the walls of this committee room and resonates deeply with the future of the

world's largest democracy.

As delegates, you shoulder the responsibility of navigating this complex terrain,

weighing the advantages and disadvantages of privatization, understanding the practical steps

taken by the Indian government to enact the Electricity Amendment Bill, and charting a

course that will shape the energy future of India.

The discussions that will unfold during this conference will be instrumental in

steering India toward a future where energy is accessible, reliable, sustainable, and responsive

to the needs of its diverse population.

We anticipate a dynamic, informed, and impassioned debate during the conference,

reflecting the dynamism and diversity of the Indian energy landscape.

Sincerely,

Executive Board || EMUN23 || Lok Sabha

Mohammed Yasir Arfath (Speaker)

Prabir Sharan (Deputy Speaker)

## Additional Links to help your research!

- https://powermin.gov.in/
- https://www.teriin.org/
- > https://www.ireda.in/home
- > https://www.ifc.org/en/home
- https://www.iea.org/