

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

CA,F&CS Department – Extension of subsidy to Domestic Piped Natural Gas (PNG) Consumers on par with LPG beneficiaries under DEEPAM-2 Scheme – Orders – Issued.

=====

CONSUMER AFFAIRS, FOOD & CIVIL SUPPLIES (CS-I) DEPARTMENT

G.O.MS.No. 3

Dated: 10-04-2026

Read the following:-

1. G.O.Ms.12, CA,F & CS Department, Dated 25-10-2024.
2. E file No.3187731 received from Andhra Pradesh Gas Infrastructure Corporation Ltd.

ORDER:

The Government of Andhra Pradesh has consistently endeavoured to provide citizens with access to clean and affordable cooking fuel. The successful implementation of the DEEPAM-2 scheme, which provides a subsidy on LPG refills, has significantly benefited households across the state.

2. To further this objective and encourage the adoption of a safer, more convenient, and environmentally friendly fuel, this proposal outlines a framework for providing a subsidy to domestic consumers of Piped Natural Gas (PNG). The proposed scheme, titled as the "Andhra Pradesh PNG Subvention Scheme," aims to facilitate the large-scale conversion of households from LPG to PNG.

3. The promotion of Piped Natural Gas is a strategic priority for reducing the logistics burden associated with LPG cylinders. A direct subsidy will provide the necessary impetus for consumers to make the initial switch and will offer them financial relief, mirroring the benefits currently extended to LPG users under the DEEPAM-2 scheme.

4. Government, after careful examination, has observed that Piped Natural Gas (PNG) is a safer, environmentally friendly, and efficient alternative to LPG. However, the absence of subsidy support has limited its adoption among domestic consumers.

5. In line with the policy objective of promoting cleaner fuels and to encourage piped gas usage, Government hereby decides to extend subsidy support to Domestic Piped Natural Gas (PNG) consumers on par with LPG beneficiaries under DEEPAM-2 Scheme and hereby accords sanction for implementation of "Andhra Pradesh PNG Subvention Scheme" with the following provisions:

- Subsidy amount: Rs.2,400/- (Rupees Two Thousand Four Hundred Only) per annum per domestic PNG connection.
- Applicable only to eligible DEEPAM-2 beneficiaries.

(P.T.O)

:2:

- PNG Subsidy shall be made applicable to the eligible consumers only after they have surrendered the LPG connection that is otherwise eligible for Deepam-2 Scheme subsidy.

6. Mode of Disbursement:

- Subsidy shall be transferred through Direct Benefit Transfer (DBT).
- Annual subsidy shall be disbursed in six instalments aligned with bi-monthly PNG billing cycle.

7. Eligibility Conditions:

- Domestic PNG consumer with valid connection from authorized City Gas Distribution (CGD) entity.
- Must be an eligible beneficiary under DEEPAM-2 Scheme.
- Aadhaar-linked bank account mandatory.
- No duplication of benefit (LPG + PNG subsidy shall not be allowed to the same household).

8. Implementation Mechanism:

- Civil Supplies Department shall be the nodal agency.
- CGD companies shall share verified consumer database.
- Aadhaar-based e-KYC and de-duplication shall be carried out to arrive at the eligibility along with other parameters as applicable for Deepam-2 scheme.
- A dedicated portal shall be developed for beneficiary management.

9. Role of CGD Entities:

CGD companies shall:

- Maintain updated consumer database.
- Facilitate Aadhaar seeding and e-KYC.
- Share billing and payment data.
- Assist in beneficiary verification.
- Establish grievance redressal systems.

10. Financial Implications:

- Expenditure shall be met from the budget allocated for DEEPAM-2.
- Budget allocation shall be based on number of PNG consumers and revised periodically.

(P.T.O)

:3:

11. Guidelines:

Detailed operational guidelines shall be issued separately by the Energy Department in coordination with Civil Supplies Department.

12. This order is issued with the concurrence of Finance (FMU-A&C, A.HDDF,CS) Department vide U.O. No: FIN01-FMU0PC(CSUP)/1/2026-FMU-AC-CS-AH (3193827) , dated.10-04-2026.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

K.KANNA BABU
EX-OFFICIO SECRETARY TO GOVERNMENT

To
The Commissioner of Civil Supplies, Andhra Pradesh, Vijayawada.

Copy to:

The MD, Andhra Pradesh Gas Infrastructure Corporation Ltd.

The I & I Department, A.P Secretariat

GA (Cabinet) Dept., with reference to U.O.Note.No.224/2026, Dated:26.03.2026

The PS to Secretary to CM.

The OSD to Hon'ble Minister CA,F & CS.

SF/SC

//FORWARDED::BY ORDER//

SECTION OFFICER