

GOVERNMENT OF INDIA
MINISTRY OF HEAVY INDUSTRIES
LOK SABHA
UNSTARRED QUESTION NO. 2890
ANSWERED ON 10.03.2026

PM-eBUS SEWA-PSM SCHEME

2890. SHRI JUGAL KISHORE:

Will the Minister of HEAVY INDUSTRIES be pleased to state:

- (a) the details regarding the implementation progress of the PM-eBus Sewa-PSM Scheme, including the allocation of e-buses under the Gross Cost Contract (GCC) model, State-wise;
- (b) the details of payment security framework established under the scheme, including the role of Convergence Energy Services Limited (CESL) as the implementing agency;
- (c) the details of timeline fixed for deployment and operationalization of the sanctioned buses and the duration of operational support provided under the Scheme; and
- (d) whether the Ministry has reviewed the operationalization of the Direct Debit Mandate mechanism with the Reserve Bank of India for recovery of dues in case of default by PTAs and if so, the details thereof?

ANSWER
THE MINISTER OF STATE FOR HEAVY INDUSTRIES
(SHRI BHUPATHIRAJU SRINIVASA VARMA)

(a) & (b): PM e-Bus Sewa-PSM Scheme was notified on 28.10.2024. The details of implementation progress is as below:-

- i. Scheme guidelines and Standard Operating Procedure (SOP) were published.
- ii. 19 States/UTs have submitted the Direct Debit Mandate (DDM) to Reserve Bank of India as on 10.12.2025.
- iii. As on 28.02.2026, Tender for 6,228 number of buses were concluded under PM-eBus Sewa Scheme.
- iv. Letter of Award for 4720 buses have been issued by Public Transport Authorities (PTA).
- v. Tender for 10,900 buses under PM E-DRIVE scheme are concluded and tender for 2,900 buses is under progress.
- vi. Rs. 500 crore has been disbursed to Convergence Energy Services Limited (CESL) to set up the PSM Fund in FY 2025-26.

The State wise details of the allocated e-buses are as below:-

Sl No	State/UT	No of buses		
		PM E-DRIVE (MHI)	PM-eBus Sewa (MoHUA)	Total
1	Gujarat	1,800	750	2,550
2	Karnataka	4,500	750	5,250
3	Maharashtra	2,500	1,609	4,109
4	Telangana	2,200	151	2,351
5	Delhi	2,800	-	2,800
6	Andhra Pradesh	-	1,050	1,050

7	Madhya Pradesh	-	972	972
8	Meghalaya	-	55	55
9	Odisha	-	400	400
10	Punjab	-	447	447
11	Puducherry	-	75	75
12	Rajasthan	-	1,150	1,150
13	J&K	-	200	200
14	Assam	-	100	100
15	Uttarakhand	-	137	137
16	Manipur	-	50	50
17	Arunachal Pradesh	-	50	50
18	Goa	-	50	50
19	Haryana	-	450	450
20	Bihar	-	400	400
21	Chhattisgarh	-	240	240
22	Kerala	-	293	293
23	Himachal Pradesh	-	50	50
24	Dadra and Nagar Haveli and Daman and Diu	-	50	50
25	Chandigarh	-	428	428
26	Ladakh	-	48	48
27	Andaman & Nicobar Islands	-	45	45
	Total	13,800	10,000	23,800

Convergence Energy Services Ltd. (CESL) acts as the Central Implementing Agency for Scheme, managing the dedicated Payment Security Fund to ensure timely payments to electric bus operators. CESL will review and verifies payment claims in accordance with the Concession Agreements (CA) and scheme guidelines. CESL is also responsible for developing the SOPs for fund disbursement and for aggregating e-bus operations at the national level under the Gross Cost Contract (GCC) model.

(c): PSM Scheme provides payment security coverage for a period of up to 12 years for each bus deployed under the Scheme. Usually, timeline for deployment of buses is considered to be two (2) years from signing of CA between PTA and OEM.

(d): As of 02.03.2026, 19 State/UTs have submitted the Direct Debit Mandate (DDM) to the Reserve Bank of India (RBI) who have either participated under PM E-DRIVE Scheme of Ministry of Heavy Industries or PM-eBus Sewa Scheme of Ministry of Housing and Urban Affairs (MoHUA).
