



# National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-133/KESC-2009/8285-8288  
June 1, 2016

**Subject: Decision of the Authority in the matter of Request for Reconsideration filed by Ministry of Water & Power regarding Decision of the Authority for Quarterly Adjustment of Tariff of K-Electric Limited (K-Electric) for the Quarter ended September 2015 [Case No. NEPRA/TRF-133/KESC-2009]**

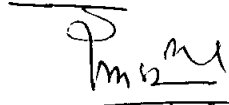
Dear Sir,

*Reference: Ministry of Water & Power letter No. PIII-3(2)/2009 dated 25.04.2016.*

Please refer to this office letters No. NEPRA/TRF-133/KESC-2009/3200-3203 dated 09.03.2016 whereby Decision of the Authority in the matter of K-Electric Ltd. Request for Quarterly Adjustment in its Tariff for the Quarter ended September 2015 was communicated to the Federal Government for notification in the official Gazette.

2. Please find enclosed herewith the subject Decision of the Authority along with Schedule of Electricity Tariff (04 pages).
3. The subject Decision of the Authority is being intimated to the Federal Government for the purpose of notification in the official Gazette pursuant to Section 31 (4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997) and Rule 16(11) of the National Electric Power Regulatory Authority Tariff (Standards and Procedure) Rules, 1998.
4. The Revised Schedule of Electricity Tariff is to be notified in the official Gazette.

Enclosure: As above

  
01.06.16  
( Syed Safer Hussain )

Secretary  
Ministry of Water & Power,  
'A' Block, Pak Secretariat  
Islamabad

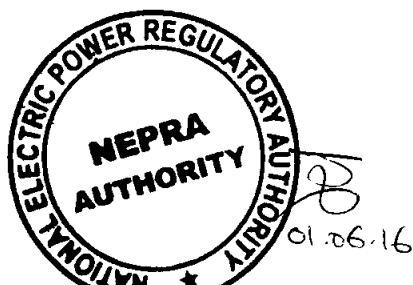
- CC: 1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.  
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.  
3. Secretary, Privatization Commission, EAC Building, Islamabad.

**DECISION OF THE AUTHORITY IN THE MATTER OF REQUEST FOR RECONSIDERATION FILED BY MINISTRY OF WATER AND POWER REGARDING DECISION OF THE AUTHORITY FOR QUARTERLY ADJUSTMENTS OF TARIFF OF K-ELECTRIC LIMITED (K-ELECTRIC) FOR THE QUARTER ENDED SEPTEMBER, 2015**

1. Pursuant to section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 and in accordance with the determination of the National Electric Power Regulatory Authority (hereinafter referred to as the "Authority") in case No. NEPRA/TRF-133/KESC-2009(6) notified vide S.R.O. No. 11(1)/2010 dated January 01, 2010, K-Electric Limited (hereinafter referred to as "K-Electric") has been allowed quarterly adjustments in its tariff.
2. The Authority issued Schedule of Tariff (hereinafter referred to as "SOT") of K-Electric for the quarter ended September, 2016 (hereinafter referred to as "current quarter/ instant quarter") through decision no. NEPRA/TRF-133/KESC-2009/3200-3203 dated March 09, 2016. The mentioned decision was intimated to the Ministry of Water and Power (hereinafter referred to as "MoW&P") for the purpose of notification in the official gazette pursuant to Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997).
3. MoW&P vide letter dated April 25, 2016 filed a reconsideration request on the aforementioned decision of the Authority along with subsidy/surcharge numbers to be incorporated in SOT. On review of that request certain errors were identified by NEPRA which were communicated to MoW&P. Subsequently, MoW&P filed the revised SOT stating new subsidy and surcharge figures.
4. The Authority noted that the aforesaid reconsideration request by the MoW&P does not require any modification or revision in the NEPRA determined rates rather seeks to incorporate the category wise subsidy/surcharge decided by the Government of Pakistan ("GoP") to maintain uniform tariff across the country. In view thereof, the Authority decided to admit this request for further processing.
5. As per the tariff determined by NEPRA for the instant quarter along with subsidy/surcharge numbers communicated by Government of Pakistan (GoP), the resultant tariff of all the consumer categories (NEPRA determined tariff minus/plus subsidy/surcharge) corresponds to the tariff charged during the applicability period of the subject quarterly decision.

**CLAW BACK MECHANISM**

6. It is important to mention here that in accordance with claw back mechanism prescribed in the aforementioned determination dated December 23, 2009, minus Ps. 42/kWh was worked out based on the reported financial results of K-Electric for the financial year 2014. As per the spirit of the claw back



mechanism, that amount had to be shared directly with the consumers by K-Electric on each unit sold from January, 2015 to December, 2015. Accordingly, the Authority directed K-Electric vide its adjustment decision for the quarter October-December, 2014 to share that amount with the consumers. However, K-Electric challenged the decision of the Authority in Honorable Sindh High Court whereby implementation of the claw back mechanism was suspended. In view thereof, the impact of claw back amount has not been taken into account in the attached subject quarter SOT.


**INADVERTANT ERROR**

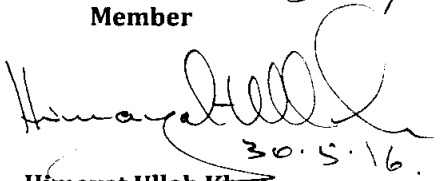
7. Also worthwhile to mention here that the Authority corrected an inadvertent error of Ps. 14/ kWh in the SOTs of K-Electric through decision dated March 31, 2014. K-Electric challenged the said decision in Honorable High Court of Sindh by virtue of which the mentioned decision of the Authority was suspended to the extent of rectification of Ps 14/ kWh in K-Electric's SOT. In view thereof, the impact of rectified error has not been subtracted from the tariff indicated in the attached SOT.

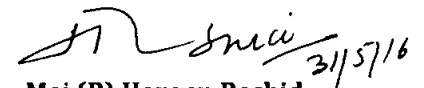
**DECISION**

8. The revised SOT is being intimated to the GoP for notification in the official gazette in terms of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997). The amount of tariff differential subsidy already paid by GoP to K-Electric, if any, may be adjusted in view of the attached SOT.

**AUTHORITY**

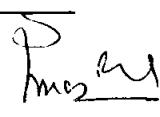
  
Masood Hassan Naqvi 31/5  
Member

  
Himayat Ullah Khan 30.5.16.  
Vice Chairman/Member

  
Maj (R) Haroon Rashid 31/5/16  
Member

  
Brig (R) Tariq Saddozai  
Chairman



  
01.06.16

**SCHEDULE OF ELECTRICITY TARIFF  
FOR K-ELECTRIC LIMITED  
DETERMINED FOR THE QUARTER JULY 15-SEPTEMBER 15  
EFFECTIVE FOR THE QUARTER OCTOBER 2015-DECEMBER 15**

**A-1 GENERAL SUPPLY TARIFF - RESIDENTIAL**

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh		Government Subsidy		Government Surcharge	
			FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh
a)	For Sanctioned load less than 5 kW i Up to 50 Units	-	-	4.00	-	2.00	-	-
	For Consumption exceeding 50 Units	-	-	-	-	-	-	-
ii	1- 100 Units	-	-	11.59	-	5.80	-	-
iii	101- 200 Units	-	-	12.63	-	4.52	-	-
iv	201- 300 Units	-	-	13.36	-	3.15	-	-
v	301- 700 Units	-	-	15.45	-	-	-	0.55
vi	Above 700 Units	-	-	17.33	-	-	-	0.67
b)	For Sanctioned load 5 kW & above	-	-	-	-	-	-	-
	Time Of Use	-	-	Peak Off-Peak	-	Peak Off-Peak	-	Peak Off-Peak
		-	-	18.33 12.33	-	0.33 -	-	- 0.17

As per decision of the Authority, residential consumers will be given benefit of only one previous slab. Consumption exceeding 50 units but not exceeding 100 units will be charged under the 1-100 slab. Under tariff A-1, there shall be minimum monthly customer charge at the following rates even if no energy is consumed.

- a) Single Phase Connections: Rs. 75/- per consumer per month  
b) Three Phase Connections: Rs. 150/- per consumer per month

**A-2 GENERAL SUPPLY TARIFF - COMMERCIAL**

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh		Government Subsidy		Government Surcharge	
			FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh
a)	For Sanctioned load less than 5 kW	-	-	17.83	-	-	-	0.17
b)	For Sanctioned load 5 kW & above	400.00	-	15.03	-	-	-	0.97
	Time Of Use	400.00	-	Peak Off-Peak	-	Peak Off-Peak	-	Peak Off-Peak
		-	-	19.33 13.83	-	1.33 1.33	-	- -

Under tariff A-2, there shall be minimum monthly charges at the following rates even if no energy is consumed.

- a) Single Phase Connections: Rs. 175/- per consumer per month  
b) Three Phase Connections: Rs. 350/- per consumer per month

**B INDUSTRIAL SUPPLY TARIFFS**

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh		Government Subsidy		Government Surcharge	
			FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh
B1	Less than 5 kW (at 400/230 Volts)	-	-	14.33	-	-	-	0.17
B2(a)	5-500 kW (at 400 Volts)	400.00	-	12.93	-	-	-	1.07
B3(a)	For all loads upto 5000 kW (at 11,33 kV)	380.00	-	12.53	-	-	-	3.61
B4(a)	For all loads upto 5000 kW (at 66,132 kV)	360.00	-	12.13	-	-	-	3.61
	Time Of Use	-	-	Peak Off-Peak	-	Peak Off-Peak	-	Peak Off-Peak
B2(b)	5-500 kW (at 400 Volts)	400.00	-	18.33 12.08	-	0.33 -	-	- 0.21
B3(b)	For All Loads up to 5000 kW (at 11,33 kV)	380.00	-	17.83 11.58	-	- -	-	0.17 0.62
B4(b)	For All Loads (at 66,132 kV & above)	360.00	-	17.33 11.33	-	- -	-	0.67 0.77
B5	For All Loads (at 220 kV & above)	340.00	-	15.83 11.08	-	- -	-	1.17 0.92

For B1 consumers there shall be a fixed minimum charge of Rs. 350 per month.  
For B2 consumers there shall be a fixed minimum charge of Rs. 2,000 per month.  
For B3 consumers there shall be a fixed minimum charge of Rs. 50,000 per month.  
For B4 consumers there shall be a fixed minimum charge of Rs. 500,000 per month.  
For B5 consumers there shall be a fixed minimum charge of Rs. 1,000,000 per month.

**C SINGLE-POINT SUPPLY FOR PURCHASE IN BULK BY A DISTRIBUTION LICENSEE AND MIXED LOAD CONSUMERS NOT FALLING IN ANY OTHER CONSUMER CLASS**

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh		Government Subsidy		Government Surcharge	
			FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh
C-1	For supply at 400/230 Volts	-	-	14.33	-	-	-	0.67
a)	Sanctioned load less than 5 kW	-	-	14.33	-	-	-	1.02
b)	Sanctioned load 5 kW & up to 500 kW	400.00	-	13.48	-	-	-	-
C-2(a)	For supply at 11,33 kV up to and including 5000 kW	380.00	-	13.48	-	-	-	0.82
C-3(a)	For supply at 132 and above, up to and including 5000 kW	360.00	-	13.33	-	-	-	0.87
	Time Of Use	-	-	Peak Off-Peak	-	Peak Off-Peak	-	Peak Off-Peak
C-1(c)	For supply at 400/230 Volts 5 kW & up to 500 kW	400.00	-	18.33 12.33	-	0.33 -	-	- 0.17
C-2(b)	For supply at 11,33 kV up to and including 5000 kW	380.00	-	17.83 11.53	-	- -	-	0.17 0.77
C-3(b)	For supply at 132 kV up to and including 5000 kW	360.00	-	17.33 11.33	-	- -	-	0.67 0.87



**D - AGRICULTURE TARIFF**

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh		Government Subsidy		Government Surcharge	
			Peak	Off-Peak	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh
D-1	For all Loads Time of Use	200.00	13.81			2.31		
D-2	For all Loads	200.00	19.93	11.93		9.58	3.08	

Note:- The consumers having sanctioned load less than 5 kW can opt for TOU metering.

**E - TEMPORARY SUPPLY TARIFFS**

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh		Government Subsidy		Government Surcharge	
			(a) at 400 Volts	(b) at 11 kV	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh
E-1(i)	Residential Supply	-	-	17.73	-	-	-	3.61
E-1(ii)	Commercial Supply	-	-	20.63	-	-	-	3.61
E-2 (i)	Industrial Supply	-	-	17.33	-	-	-	3.61
E-2 (ii)	Bulk Supply	-	-	-	-	-	-	-
	(a) at 400 Volts	-	-	17.73	-	-	-	3.61
	(b) at 11 kV	-	-	17.33	-	-	-	3.61

For the categories of E-1(i&ii) and E-2 (i&ii) above, the minimum bill of the consumers shall be Rs. 50/- per day subject to a minimum of Rs.500/- for the entire period of supply, even if no energy is consumed.

**F - SEASONAL INDUSTRIAL SUPPLY TARIFF**

126% of relevant Industrial tariff

Note:

Tariff-F consumers will have the option to convert to Regular Tariff and vice versa. This option can be exercised at the time of a new connection or at the beginning of the season. Once exercised, the option remains in force for at least one year.

**G. PUBLIC LIGHTING**

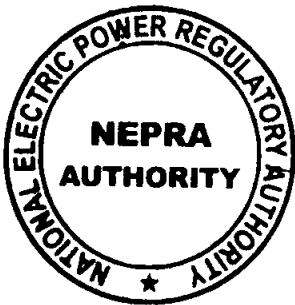
Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh		Government Subsidy		Government Surcharge	
					FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh
	Street Lighting	-	-	17.33	-	2.33	-	-

Under Tariff G, there shall be a minimum monthly charge of Rs.500/- per month per kW of lamp capacity installed.

**H - RESIDENTIAL COLONIES ATTACHED TO INDUSTRIAL PREMISES**

Sr. No.	TARIFF CATEGORY / PARTICULARS	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh		Government Subsidy		Government Surcharge	
					FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh	FIXED CHARGES Rs/kw/M	VARIABLE CHARGES Rs/kWh
	Residential Colonies attached to industrial premises	-	-	15.33	-	0.33	-	-

Note: The impact of claw back amount of minus Rs. 42 /kWh, worked out on the basis of results reported by K-Electric for the financial year 2014 has not been taken into account in this SoT due to the orders of Honorable High Court of Sindh. The impact of inadvertent error has also not been taken into account in this SoT due to the orders of Honorable High Court of Sindh.



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