



National Electric Power Regulatory Authority Islamic Republic of Pakistan

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad
Ph: +92-51-9206500, Fax: +92-51-2600026
Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

No. NEPRA/TRF-133/KESC-2009/5063-5066
April 12, 2017

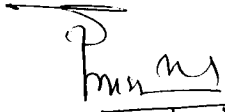
Subject:- **Decision of the Authority in the matter of Provisional Monthly Fuel Charges Adjustment (FCA) for the month of December 2016 for K-Electric Limited [Case No. NEPRA/TRF-133/KESC-2009(6)]**

Dear Sir,

Please find enclosed herewith the subject decision of the Authority (01 page) in the matter of Provisional Monthly Fuel Charges Adjustment (FCA) for the month of December 2016 in respect of K-Electric Limited in Case No. NEPRA/TRF-133/KESC-2009(6).

2. The Decision 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.

Enclosure: As above


12/04/17
(Syed Safer Hussain)

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

CC:

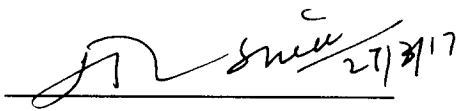
1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
3. Secretary, Privatization Commission, 5-A, EDB Building, Constitution Avenue, Islamabad.




**DECISION OF THE AUTHORITY IN THE MATTER OF PROVISIONAL MONTHLY FUEL
CHARGES ADJUSTMENT (FCA) FOR THE MONTH OF DECEMBER, 2016 FOR K-ELECTRIC
LIMITED.**

1. K-Electric Limited ("K-Electric") was allowed Fuel Charges Adjustment ("FCA") due to variation in fuel prices in its own generation as well as the power purchased from external sources, in accordance with the mechanism(s) prescribed in the Multi Year Tariff (MYT) determination of the Authority dated December 23, 2009. The seven (07) year control period of the said tariff concluded on June 30, 2016. However, the Authority, decided to initiate the monthly FCA proceedings of K-Electric on provisional basis, till the time new MYT and its adjustment mechanism(s) is determined/ notified in official gazette. The aforementioned step was taken by the Authority in order to ensure K-Electric, the timely recovery of its legitimate costs.
2. In this regard, five monthly provisional FCA decisions from July, 2016 to November, 2016 have been issued by the Authority. The proceedings of FCA for the month of December, 2016 were also initiated for which a hearing was conducted by the Authority on January 26, 2017 at NEPRA Tower, Islamabad; public notice thereof was published in the newspapers on January 19, 2017.
3. However, the Authority, based on the fact that new determination of Multi Year Tariff (MYT) of K-Electric from July 01, 2016 onwards along with its adjustment mechanism(s) is at an advance stage and will be issued shortly, has decided that the proceedings for provisional FCA of K-Electric for the month of December, 2016 stand ceased and the FCA adjustment for the month of December, 2016 shall be initiated in accordance with the mechanism prescribed in the new MYT determination and the proceedings, in this respect, shall be initiated at the appropriate time.

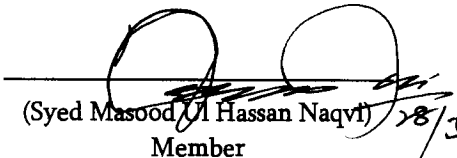
AUTHORITY



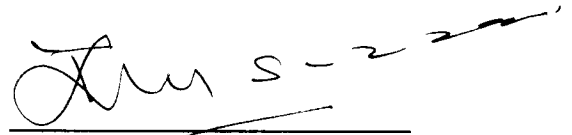
(Maj (R) Haroon Rashid)
Member



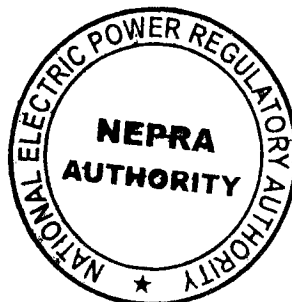
(Himayat Ullah Khan)
Vice Chairman /Member

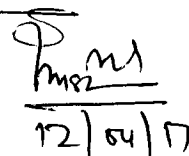


(Syed Masood Ul Hassan Naqvi)
Member



(Tariq Saddozai)
Chairman




12/04/17