

For info & a PC/ 3/5/21.
- Addl Dir-ICRO
- ADGCT
copy to:
- DG (CAN)
- M.F
cc:
- Chairman
- MCCA/T
- m (UE/MRE)



The Registrar,
National Electric Power Regulatory Authority,
NEPRA Tower, Attaturk Avenue (East),
Sector G-5/1,
Islamabad.

Ref. No. KE/BPR/NEPRA/2021/974
April 30, 2021

SUBJECT: Request for Extension of 'Abolishment of Time-of-Use Scheme' for Industrial Consumers of K-Electric

Dear Sir,

This is with reference to decision of NEPRA dated December 1, 2020 notified by Ministry of Energy (Power Division) (MoE) vide SRO 1291(I)/2020 dated December 3, 2020, through which NEPRA approved the proposal by Government of Pakistan (GoP) whereby, Industrial Consumers were required to be charged off-peak rates during peak hours ('Peak Abolishment') till April 30, 2021 with the difference in this regard to be picked up by the GoP as subsidy.

In this regard, MoE through its letter dated April 30, 2021 has communicated that Cabinet-Committee on Energy (CCoE) has approved the extension of Peak Abolishment till June 30, 2022 for Industrial Consumers (letter of MoE enclosed as Annexure A).

Accordingly, we would request NEPRA to extend the period of Peak abolishment till June 30, 2022, in line with CCoE's approval with a provision to extend further, if further extension approved by CCoE, without requiring redetermination from NEPRA.

Looking forward to your understanding and support in this regard.

Regards,

Ayaz Jaffar Ahmed
Director – Finance & Regulations

Cc: Mr. Mehfooz Ahmed Bhatti, Joint Secretary (PF), Ministry of Energy (Power Division)

Encl: Annexure A

8084
03-05-2021

No.PIII-3(2)/2009
Government of Pakistan
Ministry of Energy
Power Division

Islamabad, the April 30, 2021

Chief Executive Officer
K-Electric, Karachi.

Subject: EXTENSION OF ABOLISHMENT OF TIME-OF-USE TARIFF SCHEME' FOR INDUSTRIAL CONSUMERS.

Refer to your office letter no: KE/BPR/MoE/2021/943 dated: April 27, 2021 on the above subject.

The undersigned is directed to state that a summary on "Extension/Abolishment of Time-of-Use tariff scheme for industrial consumers" was forwarded to the CCoE for consideration/approval. CCoE in its meeting held on 15th April, 2021 considered the Summary. Relevant para 5(B) of the summary and decision of the CCoE is reproduced as under:

SUMMARY PARA 5(B)

Extension of existing ToU tariff package from 1st May -21 till 30th June-22 with the subsequent re-evaluation in May-22 regarding extension of the Package on the basis of, inter-alia technical and commercial dimensions. This option shall also require approval of the following:-

- i. Development and implementation of the load management plan for the summer months that may result in the prolonged hours of load shedding for the different categories of electricity consumers.
- ii. Provisioning of dispatch of expensive plans (RFO, HSD) to meet the incremental demand of industrial consumers, taking into account available generation capacity, demand and other constraints of the system;
- iii. Firm commitment of the provisioning of gas & RLNG supplies to the power sector based on the monthly requirements for power generation;
- iv. Budget cumulative subsidy of approximately Rs 26 Billion. for the package for the period commencing from 1st May-2021 till 30th June 2022, with the timely disbursement by the Finance Division on the basis of actual consumptions.

CCOE DECISION VIDE CASE NO. CCE-36/12/2021 dated: 15th April, 2021:-

The cabinet Committee on Energy (CCoE) considered the summary dated: 12th April 2021 submitted by the Power Division title 'Extension/Abolishment of Time-of-Use tariff scheme for industrial consumers ' and approved the proposal at para-5(b) of the summary.

3. The Decision of the CCoE is being communicated for further necessary action under intimation to the Power Division.


(Syed Mateen Ahmed)
Section Officer (Tariff)