



National Electric Power Regulatory Authority
Islamic Republic of Pakistan

2nd Floor, OPF Building, G-5/2, Islamabad
Ph: 9206500, 9207200, Fax: 9210215
E-mail: registrar@nepra.org.pk

Registrar

NEPRA/TRF-100/4702-4715
May 25, 2012

Subject: **Addendum in the matter of Determination of the Authority for the 1st Quarter (July – September) of the FY 2010-11 in respect of 05 XWDISCOs (namely Gujranwala Electric Power Co. Ltd. (GEPCO), Hyderabad Electric Supply Company Ltd. (HESCO), Islamabad Electric Supply Company Ltd. (IESCO), Lahore Electric Supply Co. Ltd. (LESCO) & Quetta Electric Supply Company Ltd. (QESCO)**

Dear Sir,

Enclosed please find herewith an Addendum (01 page) with regard to Determinations of the Authority for the 1st Quarter (July – September) of the FY 2010-11 in respect of GEPCO, HESCO, IESCO, LESCO and QESCO which have been communicated earlier.

2. Kindly note that the subject Addendum is required to be notified in the official Gazette.

Encl: As above

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


(Syed Safer Hussain)

CC:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
3. Managing Director, PEPCO, WAPDA House, Lahore.
4. Member (Power), WAPDA, WAPDA House, Lahore.
5. Managing Director, NTDC, 414 WAPDA House, Lahore.
6. Chief Operating Officer, CPPA, WAPDA House, Lahore.
7. General Manager, WAPDA Power Privatization Organization (WPPO) of NTDC, Lahore.
8. All Pakistan Textile Mills Association (APTMA) through Rashid Law Associates Attorneys & Corporate Consultants, 5th Floor, Ajmal House, 27-Egerton Road, Lahore.
9. Chief Executive Officer, GEPCO.
10. Chief Executive Officer, HESCO.
11. Chief Executive Officer, IESCO.
12. Chief Executive Officer, LESCO.
13. Chief Executive Officer, QESCO.





Addendum in the matter of Determination of the Authority for the 1st Quarter (July-September) of the FY 2010-11 in respect of 05 DISCOs (namely Gujranwala Electric Power Company (GEPCO), Hyderabad Electric Supply Company (HESCO), Islamabad Electric Supply Company (IESCO), Lahore Electric Supply Company (LESCO) & Quetta Electric Supply Company (QESCO))

Gujranwala Electric Power Company (GEPCO) vide letter dated 17.01.2012 while referring its letter dated 23.08.2011 and NEPRA's letter dated 21.09.2011 submitted that it prepared subsidy claims in accordance with the NEPRA's determination pertaining to the 1st quarter (July to September) of FY 2010-11 on the basis of one slab benefit to the domestic consumers. However, Ministry of Water & Power has deducted Rs. 217 Million in the subsidy claim with the plea that such directions were included in its case at Annex-III (Schedule of Electricity Tariff) of Tariff Determination of GEPCO's pertaining to 1st Quarter (July – September) of the FY 2010-11. GEPCO requested the Authority to issue corrigendum on the above subject in order to enable the Ministry of Water & Power to take appropriate action.


2. The Authority, considering GEPCO's request genuine and legal, issued a clarification letter # 100/D/8465-70 dated 21st September, 2011 on the subject matter. The clarification was conveyed to Ministry of Water & Power and also to 05 concerned DISCOs (GEPCO, HESCO, IESCO, LESCO & QESCO) whereby the following was communicated:

- i) The determination/decision given by the Authority is a legal document. Any notification in this regard should be read with the detailed determination/decision.
- ii) In the determinations pertaining to the 1st Quarter (July-September) of the FY 2010-11 with respect to GEPCO, LESCO, IESCO, QESCO and HESCO at para 18.1, para 7.1, para 7.1, para 16 and para 17.1 respectively, the Authority has very clearly mentioned that the residential consumers will be given benefit of only one previous slab. In view of the above, the amount of subsidy will have to be calculated accordingly.

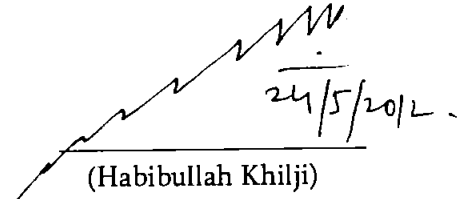
3. Although the decision of the Authority in the matter was very clear in the determination and the same was also clarified to the concerned stakeholders vide aforementioned letter, yet for the purpose of further clarification the Authority has decided to include the relevant directions at the Annex-III (Schedule of Electricity Tariff) of 1st Quarter pertaining to the FY 2010-11 in the matter of GEPCO, HESCO, IESCO, LESCO & QESCO.

4. Based on the above, the Authority is issuing addendum in the matter, by inserting the sentence "residential consumers will be given the benefit of only one previous slab" in Annex-III of the GEPCO, HESCO, LESCO, IESCO & QESCO pertaining to the 1st Quarter pertaining to the FY 2010-11.

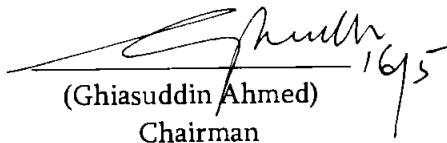
AUTHORITY


(Shaukat Ali Kundi) 23.05.2010

Member


(Habibullah Khilji)

Member


(Ghiasuddin Ahmed) 16/5
Chairman

