



National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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Registrar

No. NEPRA/TRF-56/JPCL-2006/717-20
November 6, 2008

Subject: **Decision of the Authority in the Matter of Adjustment of Jamshoro Power Company Ltd. (JPCL) Tariff on account of Variation in Gas Price Fuel Price Variation (applicable for the period July 01, 2008 to August 26, 2008 only) (Case No. NEPRA/TRF-56/JPCL-2006) - Intimation of Decision of Tariff pursuant to Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997)**

Dear Sir,

Please find enclosed decision of the Authority along with Annex-I, II & III (05 pages) in respect of adjustment in energy charge part of tariff on account of fuel price variation for Jamshoro Power Company Ltd. (JPCL) in Case No. NEPRA/TRF-56/JPCL-2006.


2. Summary of decision is:

- Adjustment on account of fuel price variation for gas, applicable for the period July 01, 2008 to August 26, 2008.

3. The decision is being intimated to the Federal Government for the purpose of notification of adjustment in the approved tariff through 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. Please note that revised energy charge part of tariff relating to fuel applicable for the period July 01, 2008 to August 26, 2008 is required to be notified in the official Gazette. The same is attached as Annex-II.

Enclosure: As above


(Mahjood Ahmad Mirza)

The Secretary
Cabinet Division
Government of Pakistan
Cabinet Secretariat
Islamabad

- CC:
1. Secretary, Ministry of Water & Power, Islamabad.
 2. Secretary, Ministry of Finance, Islamabad.
 3. Secretary, Privatization Commission, Islamabad.



DECISION OF THE AUTHORITY REGULATORY MEETING (08-320) ,
HELD ON OCTOBER 22, 2008, IN THE MATTER OF ADJUSTMENT
OF JAMSHORO POWER COMPANY LTD. (JPCL) TARIFF ON
ACCOUNT OF VARIATION IN GAS PRICE
(CASE NO. NEPRA/TRF-56/JPCL-2006)

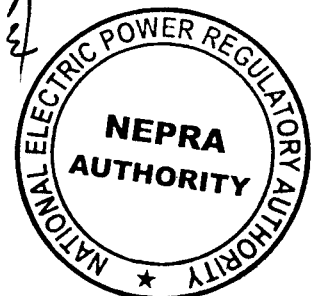
The Authority in a Regulatory Meeting (08-320) held on October 22, 2008, considered the request for revision of date of application of revised fuel cost component from August 27, 2008 to July 01, 2008 submitted by Jamshoro Power Company Limited (JPCL). The Authority while considering the JPCL's request has taken a serious notice of the delayed submission of adjustment request (after almost 2 month) on account of fuel price variation. In Authority's opinion ultimate responsibility for ensuring timely submission of its adjustment request on account of fuel price variation lies with JPCL. In this regard, JPCL is directed to submit its request for adjustment in energy charge part of tariff on account of variation in fuel price, within seven (7) days of notification of revised fuel rates by the relevant Authority.

Having considered all the relevant aspects of the case, the Authority decided:

- i) To accept the request for revision of the application date of revised fuel cost component charge of energy charge part of JPCL's tariff from August 27, 2008 to July 01, 2008, as special case, in view of JPCL's weak financial position.
- ii) To issue direction to JPCL for submitting its request for adjustment in fuel cost component of energy charge part of tariff on account of variation in fuel price, within seven (7) days of notification of revised fuel rates by the relevant Authority.
- iii) The revised fuel cost component will be effective only for the period from July 01, 2008 to August 26, 2008.
- iv) After August 26, 2008, the adjusted fuel cost component of JPCL in accordance with Authority's earlier decision dated September 17, 2008 communicated vide letter no. NEPRA/TRF-56/JPCL-2006/60 will apply. (**Annex-I**)

The Block-wise revised rate which shall only be applicable for the period **July 01, 2008 to August 26, 2008** is indicated hereunder:

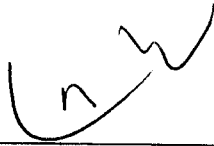
Blocks	Description	Revised Fuel Cost Component Rs./kWh
		Gas
II	Jamshoro Units 2-4	4.0440
III	Kotri Units 3-7	3.3735
IV	Kotri Units 1-2	7.1883



The revised tariff shall become immediately applicable as mentioned in S.R.O 1078(I)/2007 dated October 29, 2007, subject to any difference in the tariff notified by the Federal Government as per section 31 (4) of the National Electric Power Regulatory Authority Act, 1997. In case the notified rate is different from the one already allowed for the immediate application the requisite adjustment in tariff shall be made as soon as possible but not later than the succeeding billing month.

The revised energy charge part of tariff relating to fuel applicable for the period July 01, 2008 to August 26, 2008 to be notified in the official gazette is attached as (Annex-II), while the Authority's earlier approved schedule for JPCL's tariff which remains effective from August 27, 2008 is attached as (Annex-III)

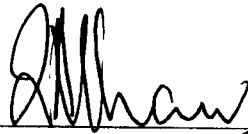
Authority



Maqbool Ahmad Khawaja
Member

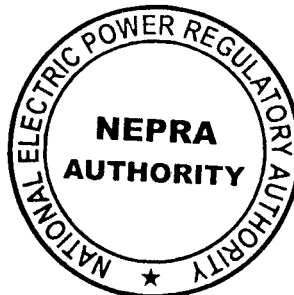


Nasiruddin Ahmed
Member



Zafar Ali Khan
Member/Vice Chairman

3/11/08



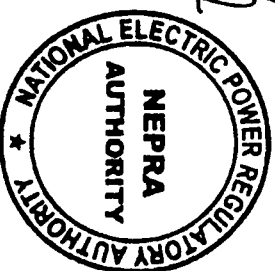
JAMSHORO POWER COMPANY LTD.**Schedule of Fuel Cost Part of Energy Charge**

Adjustment on account of fuel price variation for gas on August 27, 2008

Fuel Price	Unit	Reference	Current	Revised
Gas	Rs./MMBTUs	238.38	251.55	329.54

Blocks	Description	Reference Fuel Cost Component Rs./kWh	Current Fuel Cost Component Rs./kWh	Revised Fuel Cost Component Rs./kWh
		Gas	Gas	Gas
II	Jamshoro Units 2-4	2.9253	3.0869	4.0440
III	Kotri Units 3-7	2.4403	2.5751	3.3735
IV	Kotri Units 1-2	4.9588	5.2328	6.8551

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JAMSHORO POWER COMPANY LTD.
Schedule of Fuel Cost Part of Energy Charge

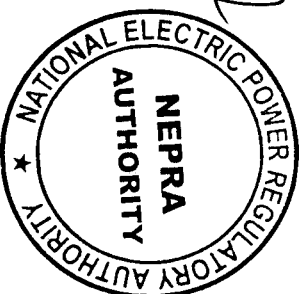
Adjustment on account of fuel price variation for gas, applicable for the period July 01, 2008 to
 August 26, 2008

Fuel Price	Unit	Reference	Current	Revised
Gas	Rs./MMBTUs	238.38	251.55	329.54

Blocks	Description	Reference Fuel Cost Component Rs./kWh	Current Fuel Cost Component Rs./kWh	Revised Fuel Cost Component Rs./kWh
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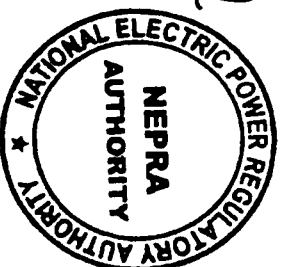


JAMSHORO POWER COMPANY LTD.
Schedule of Fuel Cost Part of Energy Charge
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(S. D. Khan)