



Registrar

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/R/DG(Trf)/TRF-68/APL-2007/8657-61

April 7, 2023

Subject: Decision of the Authority in the matter of Adjustment in Insurance Component of Capacity Charge Part of Tariff for Atlas Power Ltd. (APL) for the period from December 18, 2022 to December 17, 2023 (Case No. NEPRA/TRF-68/APL-2007)

Dear Sir,

Please find enclosed herewith decision of the Authority along with schedule of Insurance Component of Capacity Charge (Annex-I) (02 pages) regarding adjustment in insurance component of capacity charge part of Atlas Power Ltd.'s tariff on account of Actual Insurance Premium for the period from December 18, 2022 to December 17, 2023 in Case No. No. NEPRA/TRF-68/APL-2007.

2. The Decision is being intimated to the Federal Government for the purpose of notification in the official Gazette pursuant to Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 within 30 days from the intimation of this Decision. In the event the Federal Government fails to notify the subject tariff Decision or refer the matter to the Authority for reconsideration, within the time period specified in Section 31(7), then the Authority shall notify the same in the official Gazette pursuant to Section 31(7) of NEPRA Act.

3. The revised tariff Schedule attached as Annex-I is to be notified in the official Gazette.

Enclosure: As above

Secretary,
Ministry of Energy (Power Division),
Government of Pakistan
'A' Block, Pak Secretariat,
Islamabad.


(Engr. Mazhar Iqbal Ranjha)

Copy to: (alongwith copy of subject Decision):

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
3. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
4. Chief Executive Officer, Atlas Power Limited (APL), 26/27 K.M. Lahore-Sheikhupura Road, Sheikhupura



DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN INSURANCE COMPONENT OF CAPACITY CHARGE PART OF TARIFF FOR ATLAS POWER LTD FOR THE PERIOD FROM DECEMBER 18, 202 TO DECEMBER 17, 2023.

1. Pursuant to the decision of the Authority dated May 19, 2010 in the matter of tariff adjustment at Commercial Operation Date (COD) notified vide S.R.O 389(I)/2010 dated June 4, 2010 regarding Atlas Power Limited (APL), the insurance component of tariff is subject to adjustment as per actual annually. APL vide its letter dated December 20, 2022 requested to approve insurance component of Rs. 0.1949/kW/h for the period from December 18, 2022 to December 17, 2023. APL in support of its request provided copies of insurance policies, premium calculation, premium payment evidences, details of no claim bonus and quotations from three independent insurance companies. The details of requested insurance cost net of sales tax is as under:

Particulars	Net Amount (Rs.)
General Liability Insurance	7,590,646
Machinery Insurance	291,007,180
Political Violence Insurance	57,026,133
Vehicle Insurance (Car)	9,048,051
Vehicle Insurance (Motor Cycle)	585,213
Total	365,257,223

2. As per the documentary evidences, the actual insurance premium (net of sales tax) paid by APL is Rs. 265,257,223. Accordingly, on the basis of net insurance premium and as per Schedule VIII of Power Purchase Agreement, the insurance component of capacity charge part of tariff has been revised. The revised insurance component of capacity charge part of tariff indicated hereunder shall be immediately applicable:

Period	Insurance Component Rs./kW/h	
	Reference (May 19, 2010)	Revised
December 18, 2022 to December 17, 2023	0.1258	0.1949

3. The revised tariff schedule attached as **Annex-I** is to be notified in the official gazette, in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.
4. CPPA (G) to ensure that all payments are consistent with the tariff determination(s).

AUTHORITY

Mathar Niaz Rana (nsc)
Member

Engr. Maqsood Anwar Khan
Member

Engr. Rafique Ahmed Shaikh
Member

Amina Ahmed
Member



Tauseef H. Farooqi
Chairman

Atlas Power Limited
Schedule of Insurance Component of Capacity Charge
Adjustment on account of Actual Insurance Premium

Period	Reference Insurance Premium	Revised Insurance Premium	Actual Premium of EPC Against the Allowed Limit of 1.35%	Reference Insurance Component (May 19, 2010)	Revised Insurance Component
	Rs.	Rs.		Rs./kW/Hour	Rs./kW/Hour
December 18, 2022 to December 17, 2023	235,724,802	365,257,223	0.78%	0.1258	0.1949

9 1 15



[Signature]