



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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Registrar

No. NEPRA/R/ADG(Trf)/TRF-90/FPCDL-2007/ 1873-77

February 12, 2024

Subject: **Decision of the Authority in the matter of Adjustment in Insurance Component of Capacity Charge Part of Tariff for the Period from July 01, 2022 to June 30, 2023 for Foundation Power Company Daharki Ltd. (Case No. NEPRA/TRF-90/FPCDL-2007)**

Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised schedule of tariff (Annex-I) (02 pages) regarding adjustment in insurance component of capacity charge part of tariff on account of Actual Insurance Premium for the period **July 1, 2022 to June 30, 2023** for Foundation Power Company (Daharki) Ltd. in Case No. NEPRA/TRF-90/FPCDL-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.

Enclosure: As above

(Engr. Mazhar Iqbal Ranjha)

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

CC:

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 (CPPAG), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad.
4. Director, Foundation Power Company (Daharki) Ltd. (FPCDL) 1st Floor, Block No. 2, Fauji Tower, 68 Tipu Road, Chaklala, Rawalpindi.

DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN INSURANCE COMPONENT OF CAPACITY CHARGE PART OF TARIFF FOR THE PERIOD FROM JULY 1, 2022 TO JUNE 30, 2023 FOR FOUNDATION POWER COMPANY DAHARKI LIMITED.

1. Pursuant to the decision of the Authority dated November 28, 2013 in the matter of adjustment at Commercial Operation Date and Decision of the Authority dated March 06, 2015 in the matter of Motion for Leave for Review regarding Foundation Power Company Daharki Limited (FPCDL), the insurance component of tariff is subject to adjustment as per actual annually. FPCDL vide its letter No. FP/F&A(Accts)/357/214/NEPRA Tariff dated November 1, 2023 requested to approve insurance component of Rs. 0.1034/kw/h for the period from July 1, 2022 to June 30, 2023. FPCDL in support of its request provided copies of insurance policies and payment receipts of insurance premiums. The details of requested insurance cost net of sales tax on services is as under:

Insurance Policy	Amount (Rs.)
Comprehensive Machinery	152,693,147
Public Liability Insurance	3,838,010
Terrorism Insurance Policy	6,567,535
Total	163,098,692

2. The Authority in its collective and joint wisdom decided with consensus as under:

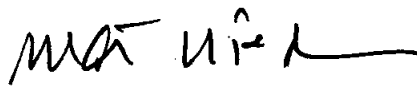
“Based on information and documentary evidence(s) provided by FPCDL and in accordance with Schedule VIII of Power Purchase Agreement, the insurance component of capacity charge part of tariff has been revised for the coverage period from July 1, 2022 to June 30, 2023 on the basis of net insurance cost of Rs. 163,098,692.”

3. The revised insurance component of capacity charge part of tariff indicated hereunder shall be immediately applicable:

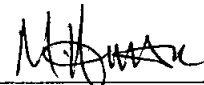
Period	Insurance Component (Rs./kW/Hour)	
	Reference	Revised
July 1, 2022 to June 30, 2023	0.0684	0.1034

4. 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.
5. 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

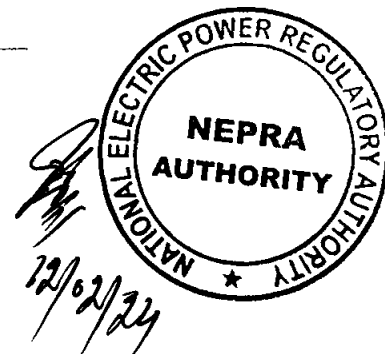


Engr. Rafique Ahmed Shaikh
Member

Amina Ahmed
Member



Waseem Mukhtar
Chairman



Foundation Power Company Dharki Limited
Schedule of Insurance Component of Capacity Charge
Adjustment on account of Actual Insurance Premium

Period	Reference Insurance Premium Rs.	Previous Insurance Premium Rs.	Revised Insurance Premium Rs.	Actual Premium against the allowed limit of 1.35% of EPC	Reference Insurance Component Rs./kW/Hour	Previous Insurance Component Rs./kW/Hour	Revised Insurance Component Rs./kW/Hour
July 1, 2022 to June 30, 2023	107,954,000	116,978,591	163,098,692	0.49%	0.0684	0.0741	0.1034

- Based on the data declared by Foundation Power Company Dharki Limited.

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