

National Electric Power Regulatory Authority

NOTIFICATION



Islamabad, the 21th day of March, 2024

S.R.O. 534 (I)/2024.- In pursuance of Proviso-ii of Sub-Section 7 of Section 31 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997), NEPRA hereby notifies the decision of the Authority dated 29th February, 2024 in the matter of Quarterly Indexation/Adjustment of Local O&M and Water Use Charge Components of Tariff for **October-December 2020 to October-December 2023** Quarters for Malakand-III Hydropower Project of Pakhtunkhwa Energy Development Organization's Malakand-III (PEDO) on account of N-CPI variation in Case No. NEPRA/TRF-81/SHYDO-2007.

2. While effecting the Decision, the concerned entities including Central Power Purchasing Agency Guarantee Limited (CPPAGL) shall keep in view and strictly comply with the orders of the courts notwithstanding this Decision.

(Engr. Mazhar Iqbal Ranjha)
Registrar



**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT OF
LOCAL O&M AND WATER USE CHARGE COMPONENTS OF TARIFF FOR OCT- DEC 2020 TO OCT-DEC 2023
- QUARTERS FOR MALAKAND-III POWER PROJECT**

Pursuant to the Authority's Determination in case No. NEPRA/TRF-81/SHYDO-2007 dated 2nd April 2008 and subsequent corrigendum/addendum dated 12th June 2008 notified vide SRO 643(1)/2008 dated 18th June 2008 and the Decision of the Authority dated 27th September 2010 notified vide SRO 1117(1)/2010 dated December 09, 2010 in the matter of adjustment at commercial operation date and decision of the Authority dated March 10, 2021 notified vide SRO No. 1041(1)/2023 on August 9, 2023 in the matter of Change of Base Year 2007-08 to 2015-16 for Consumer Price Index (CPI), the local variable, fixed O&M and Water Use Charge (WUC) components of tariff are required to be adjusted on account of variation in National-CPI (N-CPI).

2. The Authority through its various decisions approved Local Variable & Fixed O&M Components of tariff w.e.f. Oct-Dec 2020 to Nov-Dec 2023 quarters based on last available CPI values on provisional basis subject to decision of the Authority for change in CPI index and its notification in the Official Gazette.
3. Subsequent to the notification of the decision, PEDO vide its letter dated Jan 25, 2024 requested for revision of Local Fixed O&M and Water Use Charge (WUC) components based on N-CPI values for Oct-Dec 2020 to Oct-Dec 2023 quarters.
4. The Authority in its collective and joint wisdom decided with consensus as under; which will be hereafter called as decision of the Authority in the matter:-

"Local O&M & Water Use Charge components have been revised on account of N-CPI variation in accordance with the requisite indexation/adjustment mechanism stipulated in the decision of the Authority dated March 10, 2021. The revised tariff indicated at Annex-I shall be immediately applicable."

5. The instant decision shall supersede the relevant decisions of the Authority to the extent of Local Variable & Fixed O&M and WUC components till Oct-Dec 2023 issued vide decisions dated June 30th 2021, December 24th 2021, June 20th 2022, October 04th 2022, December 27th 2022, April 12th 2023, June 16th 2023, October 19th 2023, November 03rd 2023.
6. Pursuant to the aforementioned decisions of the Authority, the adjusted/ indexed tariff is attached as Annex-I is to be notified in the official gazette in accordance with the provision of Section 3 1(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.
7. CPPA-G to ensure that all the payments are Consistent with tariff determination.

AUTHORITY

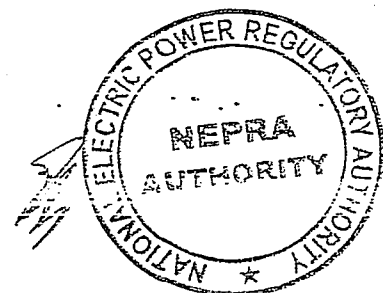
Mathar Niaz Rana (nsc)
Member Tariff

Engr. Rafique Ahmed Sheikh
Member Technical

Wascoom Mukhtar
Chairman

Maqsood Anwar Khan
Member Licensing

Amina Ahmed
Member Law



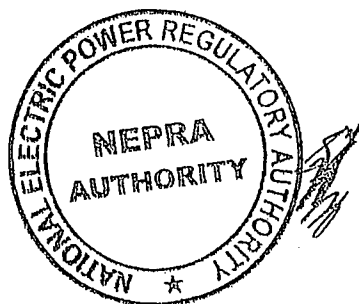
Malakand-III Hydro Power Project

Adjustment /Indexation of Fixed O&M Local and Water Use Charge on account of NCPI base year 2015-16

Tariff Components	Revised Reference	Revised Oct- Dec 2020	Revised Jan-Mar 2021	Revised Apr-Jun 2021	Revised Jul-Sep 2021	Revised Oct 2021	Revised Nov-Dec 2021	Revised Jan-Mar 2022	Revised Apr-Jun 2022	Revised Jul-Sep 2022	Revised Oct 2022	Revised Nov-Dec 2022	Revised Jan-Mar 2023	Revised Apr-Jun 2023	Revised Jul-Sep 2023	Revised Oct 2023	Revised Nov-Dec 2023	Indexation
	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	Rs/kWh	
Fixed Charges																		
Fixed O&M Local	0.2112	0.2196	0.2286	0.2306	0.2341	0.2379	0.2379	0.2550	0.2589	0.2663	0.3028	0.3028	0.3158	0.3406	0.3674	0.3857	0.3857	N-CPI Local
Variable Charges																		
Water Use Charge (WUC)	0.3757	0.3967	0.3967	0.3967	0.3967	0.3967	0.4323	0.4323	0.4323	0.4323	0.4323	0.5325	0.5325	0.5325	0.5325	0.5325	0.6999	N-CPI Local
Indexation Values																		
N-CPI - Local (for O&M Local)	131.01	136.23	141.83	143.09	145.24	147.61	147.61	158.18	160.61	165.23	187.84	187.84	195.89	211.28	227.96	239.27	239.27	Pakistan Bureau of Statistics
N-CPI - Local (for WUC)	131.01	138.32	138.32	138.32	138.32	138.32	150.74	150.74	150.74	150.74	150.74	185.68	185.68	185.68	185.68	185.68	244.05	Pakistan Bureau of Statistics

*Based on the data declared by Pakhtunkhwa Energy Development Organization (PEDO).

*WUC is subject to indexation annually and Malakand-III achieved COD in the month of November, therefore the indexation is applicable from November to October of each year. Accordingly, the WUC indicated in Oct-Dec 2020 quarter shall be applicable from November 2020.





REGISTRAR

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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No. NEPRA/TRF-100/Notifications/ 3692-94

March 21, 2024

The Manager
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Islamabad

Subject: **NOTIFICATION REGARDING DECISIONS OF THE AUTHORITY**

In pursuance of Proviso (ii) to Sub-Section 7 of Section 31 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997), enclosed please find herewith following Decisions of the Authority as per following detailil for immediate publication in the official Gazette of Pakistan:

S. No.	Decision	Issuance No. and Date
1.	Decision of the Authority regarding quarterly indexation/adjustment of tariff of Malakand-III Hydropower Project of Pakhtunkhwa Energy Development Organization's Malakand-III (PEDO) for the quarters October – December 2020 to October – December 2023	3079-3083 29-02-2024
2.	Decision of the Authority in the matter of Quarterly Indexation/Adjustment of tariff for Laraib Energ Limited for January - March 2024	3067-3071 29-02-2024
3.	Decision of the Authority regarding quarterly indexation/adjustment of tariff for 147 MW Patrind Hydropower Project of Star Hydro Power Ltd. for the quarter January - March 2024	3073-3077 29-02-2024

2. Please also furnish thirty five (35) copies of the Notifications to this Office after its publication.

Encl: 03 Notifications

(Engr. Mazhar Iqbal Ranjha)

CC:

1. Chief Executive Officer, Central Power Purchasing Agency (Guarantee) Limited, 73 East, AK Fazl-e-Haq Road, Block H, G-7/2, Blue Area, Islamabad
2. Syed Mateen Ahmed, Section Officer (T&S), Ministry of Energy – Power Division, 'A' Block, Pak Secretariat, Islamabad