

F.No Tariff/XWDISCOs 2018-19/FCA-T  
 Government of Pakistan  
 Ministry of Energy  
 (Power Division)  
 Power Policy and Finance Wing

1 DG (M&E)	2 DG (Licencing)
3 DG (CAD)	4 DG (Admin/HR)
5 ADG (Inf)	6 ADG (Legal)
7 Dir (Finance)	8 Dir (Technical)
9 LA	10 ALA
11 Consultant	12 Consultant
13 Addl Dir (IT)	14 Master File

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 TARIFF DEPARTMENT

Dir (T-I)..... Dir (T-II).....  
 Dir (T-III)..... Dir (T-IV).....  
 Dir (T-V)..... Addl. Dir (RE).....

Chairman / Member (Licencing) / Member (Law) / Member (Technical) / Member (Tariff & Finance)

Dated: February 16, 2023

The Registrar NEPRA  
 NEPRA Tower Attaturk Avenue (East),  
 Sector G-5/1, Islamabad.

Date: 17-02-2023

**Subject: POLICY GUIDELINES UNDER SECTION 31 OF REGULATION, GENERATION, TRANSMISSION AND DISTRIBUTION OF ELECTRIC POWER ACT, 1997 FOR RECOVERY OF STAGGERED FUEL CHARGES ADJUSTMENT APPLICABLE FOR THE MONTHS OF AUGUST AND SEPTEMBER 2022**

Please refer to the Authority's Fuel Charges Adjustment (FCA) determinations dated 12-08-2022 and 12-09-2022 of Rs. 9.8972/unit and Rs. 4.3435/unit for the months of Jun-22 and Jul-22 respectively to be charged in the billing months of Aug-22 and Sep-22 respectively for XWDISCOs. Similarly, for K-Electric consumers, the Authority through its determinations dated 07-07-22, 11-08-22 and 09-09-22 has determined Rs 9.8972 per unit of FCA to be charged in the Aug-22 billing cycle (Rs. 6.8858/unit of May-22 and Rs. 3.0114/unit of June-22) and Rs. 3.9738 per unit FCA to be charged in Sep-22 billing cycle (Rs. 8.0909/unit of Jun-22 and Rs. (4.1171)/unit of Jul-22). Rebasing of uniform tariff determined by NEPRA and recommended by it as "final tariff" for publication in the official gazette was notified by the Federal Government – in order, to not burden the consumers disproportionately - in a sequence of Rs 3.5/unit in July 2022 and Rs 3.5/unit in August 2022. Consumers were hit by Rs 9.8972 per unit of FCA plus Rs 7 per unit of rebasing simultaneously in August billing. This is an average increase of Rs 16.90 per unit over and above the July rates. The above adjustments in tariff significantly increased the electricity bills for the months of August and September 2022. Moreover, the extensive flood due to abnormally heavy monsoon rains also affected consumers across the country. Under this scenario, the Prime Minister of Pakistan, decided to stagger the recovery of XWDISCOs and K-Electric FCAs applicable in August and September 2022.

2. In light of the above, and in order to extend the flood relief to a limited class of domestic consumers, the Federal Government in giving effect to its economic and social policy objectives, is pleased to issue the following guidelines to make adjustment on account of the variation of fuel charges in the approved tariff of XWDISCOs and K-Electric to the extent of staggered recovery as follows:

- a) Non-ToU Domestic (Protected) consumers having  $\leq 200$  unit's consumption would only pay Rs. 3.8972/Unit FCA in August 2022 billing month. The remaining FCA of Rs. 6/Unit (out of a total Rs. 9.8972/Unit) would be recovered subsequently.
- b) Non-ToU Domestic (Protected) consumers having  $\leq 300$  units of consumption and private agriculture consumers would not pay any FCA in the August 2022 billing month. FCA of Rs. 9.8972/unit would be recovered subsequently.

Tariff Division Record  
 Dy No. 1093  
 Dated: 17-2-23

REGISTRAR OFFICE  
 Diary No. 1875  
 Date: 17-2-2023

- c) Non-ToU Domestic consumers having  $\leq 300$  unit's consumption during the month of July 2022, would not pay any FCA in September 2022 billing month. FCA of Rs. 4.3435/unit would be recovered subsequently.
- d) Non-ToU Domestic consumers of K-Electric having  $\leq 300$  unit's consumption during the month of July 2022, would not pay any FCA in September 2022 billing month. FCA of Rs. 3.9738/unit (after passing on the negative FCA of (4.1171)/unit for the month of Jul-22 to consumers having consumption  $\leq 300$  units as well) would be recovered subsequently.
3. Policy Guidelines as approved by the Federal Government (**Annex-I**) for recovery of staggered fuel charges adjustment applicable for the months of August and September 2022, as mentioned above, under section 31 of Regulation, Generation, Transmission and Distribution of Electric Power Act, 1997 is hereby conveyed for consideration of the Authority for:
- a. Recovery of the above-mentioned deferred FCAs in the period of eight (08) months starting from March 2023 to October 2023 in accordance with the recovery rates mentioned in **Annex II and IIA** for XWDISCOs and K-Electric respectively.
- b. The Federal Government intended to implement the deferred FCA recovery as mentioned above with effect from 1st March 2023.
4. A hearing opportunity be provided for detailed submissions including session with the technical professional team of the Authority prior to hearing. Further, additional grounds may also be presented subsequently.

  
(SYED MATEEN AHMED)  
Addl.Dir/SO (Tariff)

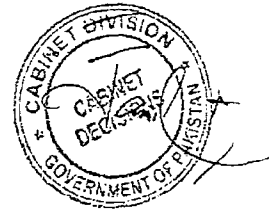
**SECRET**

Case No.98/Rule-19/2023 Dated: 14.02.2023	<b>RATIFICATION OF THE DECISIONS THROUGH CIRCULATION TAKEN BY THE ECONOMIC COORDINATION COMMITTEE (ECC) OF THE CABINET IN ITS MEETING HELD ON 10-02-2023</b>
Presented by: <b>Cabinet Division</b>	

**DECISION**

The Cabinet considered the summary dated 12<sup>th</sup> February, 2023 submitted by the **Cabinet Division**, which was circulated in terms of rule 17(1)(b) read with rule 19(1) of the Rules of Business, 1973 for '**Ratification of the Decisions Through Circulation Taken by the Economic Coordination Committee (ECC) of the Cabinet in its Meeting Held on 10-02-2023**' and approved the proposal at Para 2 of the summary.

☆☆☆



## SECRET

Add Item No.2

Case No.ECC-45/06/2023

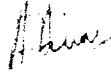
Dated: 10<sup>th</sup> February, 2023

RECOVERY OF STAGGERED FUEL CHARGES  
ADJUSTMENT APPLICABLE FOR THE MONTHS OF  
AUGUST AND SEPTEMBER 2022 AND WAIVER OF  
ELECTRICITY BILLS IN FLOOD AFFECTED AREAS

### DECISION

The Economic Coordination Committee (ECC) of the Cabinet considered the summary dated 9<sup>th</sup> February, 2023 submitted by the Power Division regarding "Recovery of staggered fuel charges adjustment applicable for the months of August and September 2022 and Waiver of Electricity Bills in Flood Affected Areas" and approved the proposal as contained at para-8 of the summary.

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<b>Recovery of Deferred FCAs - XWDISCOs</b>
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	Deferred FCAs			Recovery in Mar-Oct (8 Months) - Rs/kWh								
	Jun-22	Jul-22	Total	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Total
<b>Domestic</b>												
Protected (000 - 200)	6.00	4.34	10.34	2.00	2.00	1.50	0.95	0.89	1.00	1.00	1.00	10.34
Non-protected (000 - 200)	9.90	4.34	14.24	2.75	2.75	2.25	0.95	0.79	1.50	1.75	1.50	14.24
Non-protected (201-300)	9.90	4.34	14.24	2.75	2.75	2.25	0.95	0.79	1.50	1.75	1.50	14.24
<b>Private Agricultural</b>	9.90	-	9.90	3.00	2.00	0.50	0.50	0.50	0.90	1.50	1.00	9.90

**Note:** The above rates shall be proportionately applicable on the units of respective months, whose FCA was deferred i.e. June & July and the recovery of deferred amount shall be made in 8 months period i.e. Mar-23 to Oct-23. This tariff increase shall not apply on the consumption of Mar-23 to Oct-23.

<b>Recovery of Deferred FCAs - K-Electric</b>
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	Deferred FCAs			Recovery in Mar-Oct (8 Months) - Rs/kWh								
	Jun-22	Jul-22	Total	Mar-23	Apr 23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Total
<b>Domestic</b>												
Protected (000 - 200)	6.00	3.97	9.97	2.00	2.00	1.50	0.95	0.89	1.00	1.00	0.63	9.97
Non-protected (000 - 200)	9.90	3.97	13.87	2.75	2.75	2.25	0.95	0.79	1.50	1.75	1.13	13.87
Non-protected (201-300)	9.90	3.97	13.87	2.75	2.75	2.25	0.95	0.79	1.50	1.75	1.13	13.87
<b>Private Agricultural</b>	9.90	-	9.90	3.00	2.00	0.50	0.50	0.50	0.90	1.50	1.00	9.90

Note: The above rates shall be proportionately applicable on the units of respective months, whose FCA was deferred i.e. May, June & July and the recovery of deferred amount shall be made in 8 months period i.e. Mar-23 to Oct-23. This tariff increase shall not apply on the consumption of Mar-23 to Oct-23.