

# PUBLIC HEARING NOTICE

## Notice of Public Hearing by the Authority to consider Sui Northern Gas Pipelines Limited (SNGPL)'s Review of its Estimated Revenue Requirements (RERR) / Prescribed Prices for F.Y. 2020-21

Sui Northern Gas Pipelines Limited (the petitioner) filed a petition before the Authority on 15-10-2020 under Section 8(2) of the Oil & Gas Regulatory Authority Ordinance, 2002 read with Rule 4(3) of Natural Gas Tariff Rules, 2002 for review of its Estimated Revenue Requirements / Prescribed Prices for F.Y.2020-21 which was revised by SNGPL vide their letter No. RA-TAR-20-21 (P)-018 dated November 4, 2020. The petitioner has projected a shortfall in revenue requirement at Rs. 35,596 million including Rs. 905 million on account of LPG Air-mix project for FY 2020-21 seeking increase in its average prescribed price by Rs.109.77 per MMBTU effective from July 01, 2020. The petitioner has also included Rs.215,240 million, being shortfall pertaining to previous years, thereby seeking total increase in average prescribed price by Rs.773.50 / mmbtu w.e.f. 1st July, 2020.

The breakup of projected prescribed price as provided by the petitioner for F.Y. 2020-21 is as under:

Particulars	Rs. / MMBTU	
	The Petition	Revised Petition
Volume (BBTU)	324,288	324,288
Cost of gas	520,48	520,48
Operating Cost	159.86	160.01
UFG Adjustment	(21.00)	(21.00)
Depreciation	71.56	71.56
Prior Year Shortfall	663.73	663.73
Return on Assets	70.46	70.55
Other Operating Income	(56.03)	(60.41)
Average Prescribed Price	1,409.07	1,404.91
Current Average Prescribed Price	624.83	631.41
<b>Increase in Average Prescribed Price w.e.f. 01-07-2020, as requested by the petitioner</b>	<b>784.22</b>	<b>773.50</b>

The petitioner has also requested the Authority to review the existing Fixed & Variable Charges notification in the light of ECC decision dated September 30, 2020 an increase of Rs.20/month has been requested as meter rent for domestic consumers.

Besides above, the petitioner has estimated RLNG cost of service at Rs.72.33/MMBTU for FY 2020-21.

Oil & Gas Regulatory Authority invites all interested/affected persons including gas consumers and general public to furnish their comments, suggestions and intervention requests. All correspondence in this connection may be addressed to Registrar, OGRA and should contain the names and addresses of applicant.

All interveners must indicate the manner in which they are likely to be affected by determination of the Authority in this case. Intervention request should be accompanied by an affidavit verifying the contents of the intervention, intervention fee of Rs.500/- (demand draft in favour of OGRA) and authority letter if representing an organization.

Copy of the petition can be obtained on payment of prescribed charges of Rs.2/- per page from the office of Registrar, OGRA, Islamabad. For any information required from the Petitioner, please contact:

**Mr. Kamran Akram, General Manager (RA),**

Sui Northern Gas Pipelines Limited,  
21-Kashmir Road, Lahore.

Phone No.: 042-99201306, Fax: 042-99204424

OGRA has decided to hold a Public Hearing in the subject case according to the date, time and venue mentioned below:

**Date : November 26, 2020 (Thursday) Time : 11:00 a.m.**

**Venue : Pearl Continental Hotel, Lahore**

All parties to the proceedings, stakeholders, general public and interested / affected persons are hereby informed of the above proceedings.

**Registrar,  
Oil & Gas Regulatory Authority  
54-B Fazal-e-Haq Road, Blue Area, Islamabad.  
Phone: 051-9244296, 051-9244090-98 (Ext-157)  
Fax: 051-9244310, Website: www.ogra.org.pk**