



Oil & Gas Regulatory Authority

Government of Pakistan

PUBLIC HEARING NOTICE

Sui Northern Gas Pipelines Limited (SNGPL)'s request for Determination of Transportation Tariff of Transmission & Distribution system for F.Y. 2019-20 and 2020-21

Sui Northern Gas Pipelines Limited (the petitioner) filed a petition before the Authority on July 28, 2022 under relevant provisions of OGRA Ordinance, 2002, Natural Gas Tariff Rules, 2002 and TPA Rules, 2018 for determination of Transportation Tariff of Transmission & Distribution system for F.Y. 2019-20 and 2020-21. The transportation tariff petitions have been submitted by the petitioner in the light of Rule 2(1)(cc), 3(3) and Schedule-I of TPA Rules, 2018 and worked examples mentioned in Article 25.6(a) and (b) of Pakistan Gas Network code, based on following parameters:

- a) the transportation tariff in the instant petition has been worked out in line with the parameters set out in Schedule-I of the Third-Party Access (TPA), Rules, 2018,
- b) Data in respect of Transmission and Distribution operating costs, Depreciation cost, ROA and variable operating costs is based on OGRA's determination dated June 3, 2022 with respect to SNGPL's Petition for Determination of Final Revenue Requirement for F.Y. 2020-21. Accordingly, transportation tariff for Transmission and Distribution system has been requested Rs. 39.06/MCF and Rs. 125.37/MCF respectively.
- c) Data in respect of Transmission and Distribution operating costs, Depreciation cost, ROA and variable operating costs is based on OGRA's determination dated February 23, 2022 with respect to SNGPL's Motion for Review against Determination of Final Revenue Requirement for F.Y. 2019-20. Accordingly, transportation tariff for Transmission and Distribution system has been requested Rs. 38.00/MCF and Rs. 118.82/MCF respectively.

The key issues have been framed as follows:

- i) Whether the claim of the petitioner comprising operating costs related to sales activity viz; dispatch of gas bills, provision for doubtful debts, Gathering charges, Gas bills collection charges, Recovery through Contractors, Outsourcing of Call Centers and Advertisement are justified as part of the transportation tariff?
- ii) Whether the transportation tariff claimed by the petitioner includes pipeline related costs viz CAPEX & OPEX in respect of direct sale consumers?
- iii) Whether the claim of the petitioner to calculate transportation tariff for distribution & transmission network based on throughput volume rather than designed capacity of the respective network is justified?
- iv) Whether the stance of the petitioner that design capacity of distribution network cannot be calculated is technically sound and justified?

In pursuance of the provisions of OGRA Ordinance, 2002 and Natural Gas Tariff Rules, 2002, Oil & Gas Regulatory Authority invites all interested/affected persons/parties 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 is available on OGRA's official website which can also 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. Liaqat Ali, Incharge (RA),

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

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

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

Date:	September 19, 2022 (Monday)	Time:	10:30 a.m.	Venue:	Pearl Continental (PC) Hotel, Lahore
Date:	September 21, 2022 (Wednesday)	Time:	11:00 a.m.	Venue:	Pearl Continental (PC) Hotel, Peshawar
Date:	September 26, 2022 (Monday)	Time:	10:30 a.m.	Venue:	Pearl Continental (PC) Hotel, Karachi

All parties, 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

Public Service Message:

قدرتی گیس کے غیر ضروری استعمال سے اجتناب آپ کا اخلاقی اور معاشرتی فریضہ ہے۔