Ref: RA/275/Cond.39 Date: 06 September 2023

Dr. Abdul Basit Qureshi Senior Registrar Oil & Gas Regulatory Authority, Plot # 54, ZTE Plaza, Fazal-e-Haq Road, Islamabad.

SUBJECT: REVISION OF SECURITY DEPOSIT OF DOMESTIC CONSUMERS

Ref:

OGRA-6(10)-1/2014 dated 16 August 2023.

Dear Sir,

This refers to above referred letter advising SSGC to provide complete justification and relevant record on the matter under review.

OGRA under letter No. OGRA-6(10)-2/2013 dated 05 July 2013 had revised security deposit for domestic consumers whereby once the consumption pattern of the consumer is established, revision of security deposit on the basis of annual average consumption of three months may be carried out by the company. The company's existing practice is on the same lines.

However the average domestic bill varies during winter to summer because of domestic tariff slab structure, and default ratio is increased since the GSD cover becomes insufficient to cater higher bills in winters. Hence in order to secure the receivables from domestic consumers, there is need to revise the Gas Supply Deposit (GSD) on the basis of highest three months consumption during the year.

We would like to submit that:

- 1. The change of basis for GSD calcualtion will help the company to recover the defaulted amount from the held gas supply deposit.
- 2. At present, only 1.697 million out of 3.186 million domestic consumers \sim 53% are secured with their gas supply deposit.
- 3. Whereas 1.426 million domestic customers are unsecured with GSD of Rs. 5.439 Billion against required GSD of Rs. 15.019 Billion, and shortfall is about Rs. 9.579 Billion. (Complete Status of GSD as Attached-A).

In view of the above rationale and enclosed working, Authority is requested to allow recovery of gas supply deposit shortfall from unsecured domestic consumers on the basis of highest three-month consumption during the year to mitigate default risk and lower provision against doubtful debts. GSD shortfall will be recovered in 6 equal monthly installments.

Submitted for favourable consideration of the Authority, please.

hammad Asad Mustafa

Yours sincerely.

AGM - (RA)
For: Managing Director

SSGC House: Sir Shah Suleman Room Slock-14, Gulshan-e-Iqbal, Karachi-75300, Pakistan. PABX: +92-21-9562 1000 | Fax: +92-21-99231550 | www.ssgc.com.pk

	GSD CUI	RRENT ST	TATUS	
GSD_STATUS	CUSTOMERS	MAX_GSD	CUR_GSD	DEO COD
Secured	1,697,605	2,533,624,882	6,916,055,312	- 4,382,430,4
Un-Secured	1,425,615	15,019,483,772	5,439,487,062	9,579,996,7
Under-Working	63,451		7,007,002	3,373,330,1
(blank)	270			
Grand Total	3,186,941	17,553,108,654	12,355,542,374	5,197,566,
Un-Secured				
Required GSD Slab	CUSTOMERS	MAX_GSD	CUB CCD	250 200
00000 - 001000	427,751	893,180,470	722,150,757	REQ_GSD 171,029,7
01001 - 003000	233,106	1,471,332,644	1,011,847,347	459,485,2
03001 - 004000	148,823	1,120,510,768	597,094,305	523,416,4
04001 - 005000	133,592	1,103,545,663	504,078,853	599,466,8
05001 - 007000	153,250	1,449,859,198	557,813,579	892,045,6
77001 - 010000	116,179	1,551,797,996	569,679,881	982,118,11
0001 - 015000	94,036	1,624,476,460	501,239,597	1,123,236,86
p to 15,000	1,306,737	9,214,703,199	4,463,904,319	4,750,798,88
5001 - 020000	47,152	1,143,404,203	321,915,386	821,488,81
0001 - 025000	27,713	771,272,460	157,479,410	613,793,05
5001 - 030000	11,242	372,099,152	67,337,808	304,761,34
0001 - 040000	9,290	420,245,848	96,382,748	323,863,10
0001 - 050000	7,526	390,590,644	56,282,474	334,308,170
001 - 060000	3,414	207,945,360	22,950,036	
/ER 60000	12,541	2,499,222,906	253,234,881	184,995,324
OVER 15,000	118,878	5,804,780,573	975,582,743	2,245,988,025 4,829,197,830
and Total	1,425,615	15,019,483,772	5,439,487,062	9,579,996,710





Oil & Gas Regulatory Authority Government of Pakistan

PUBLIC HEARING NOTICE

Notice of Public Hearing by the Authority to consider SSGCL's petition for Revision of Security Deposit of Domestic (System Gas & RLNG) Consumers

Sui Southern Gas Company Limited (SSGCL) filed the subject petition before the Authority stating that in order to secure the receivable from domestic consumers, the Gas Supply Deposit (GSD) is needed to be revised. In this respect, SSGCL has submitted that:

- i. GSD be revised on the basis of highest three months consumption during the year.
- ii. Recovery of gas supply deposit shortfall from domestic consumers will be recovered in six months equal installments basis.

SSGCL has further submitted that at present, only 1.697 million out of 3.186 million domestic consumers i.e., 53% are secured with their gas supply deposit. Whereas 1.426 million domestic customers are unsecured with GSD of Rs.5.439 billion against required GSD of Rs.15.019 billion and shortfall is about Rs.9.579 billion.

In pursuance of the provisions of OGRA Ordinance, 2002 and Natural Gas (Licensing) 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 Senior 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 SSGCL 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 Senior Registrar, OGRA, Islamabad.

For any information required from the Petitioner, please contact:

Mr. Muhammad Asad Mustafa, Acting General Manager (RA).

Sui Southern Gas Company Limited,

St. 4/B, Block 14, Sir Shah Suleman Road, Gulshan-e-Iqbal, Karachi Phone No.: 021-99021351, Fax: 021-99231550

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

Date

December 18, 2023 (Monday)

Time

11:30 a.m.

/enue

Pearl Continental Hotel, Karachi

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

Senior Registrar

Oil & Gas Regulatory Authority
Plot No. 37, 39, Mauve Area, Service Road South,

Sector G-10/4, Islamabad.

Phone: 051-9244296, 051-9244090-98 (Ext-157) Fax: 051-9244310, Website: www.ogra.org.pk

J (1) 3568/23 Tax. 001-3

Public Service Message:

گیس کیچ جان لیوا حادثات کاسب بن عتی ہےا حتیاطی قد امیریقینی بنا ئیں اور حادثات سے بچیر

DAILY JANG, DECEMBER 12, 2023

