



NIGERIAN ELECTRICITY REGULATORY COMMISSION

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NERC/MCR/2015/202

24th June, 2015

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Dear CEOs

APPROVAL OF FINAL GUIDELINES FOR TARIFF REVIEW BY DISCOS

1. Following several interactive meetings between the MCR Division of NERC, DisCos, BPE, PTFP and Ministry of Power (MOP) to draw up a guideline for Discos to employ in preparing their tariff, the Commission has approved the final guidelines as attached.
2. The Commission's decision is premised on section 76(2a) of the ESPR Act 2005 which mandates the Commission to regulate tariff that **"allows a licensee that operates efficiently to recover the full costs of its business activities, including a reasonable return on the capital invested in the business"**.
3. The Commission believes that the approved guideline will result in the preparation of cost reflective and credible tariff that is acceptable to all consumers.
4. Accordingly, all Discos are required to prepare their tariff in accordance with the approved guideline.
5. While thanking you for your cooperation, please accept the Commission's best regards.



Dr. Sam Amadi
Chairman/CEO