



NOTICE OF COMPLIANCE IN RESPECT OF THE BIANNUAL REVIEW OF THE REVENUE REQUIREMENTS OF LICENSEES

Pursuant to the provisions of the Electric Power Sector Reform Act (“EPSRA”), the Nigerian Electricity Regulatory Commission (“NERC” or “the Commission”) adopted the Multi-Year Tariff Order (MYTO) Methodology in setting out the basis and procedures for determination of licensees’ revenue requirements and review of electricity tariffs in Nigeria. The methodology provides for Minor Reviews (every 6 months), Major Reviews (every 5 years), and Extraordinary Reviews in instances where industry parameters have changed significantly from those used in the operating tariffs to such an extent that a review is required urgently to maintain the viability of the electricity industry. We wish to clarify that such reviews do not automatically translate to an increase in tariffs. Indeed, where the impact of improved efficiency in operating parameters for individual licensees exceeds the impact of changes in macroeconomic parameters, end-user may be reduced as exhibited in some tariff classes under MYTO2022.

In compliance with EPSRA and other extant industry rules, this notice is issued to inform the general public and industry stakeholders of the Commission’s intention to commence the processes for the July 2022 Minor Review of MYTO – 2022 to consider changes in relevant macroeconomic indices, generation capacity and CAPEX required for evacuation and distribution of the available generation capacity in compliance with extant rules.

The notice is issued to solicit comments from the general public on the proposed reviews. Stakeholders and the general public are invited to send their comments to the Commission within 21 days from the date of this publication. All comments or representations should be addressed to:

The Chairman

Nigerian Electricity Regulatory Commission
Plot 1387 Cadastral Zone A00
Central Business District
Abuja

For further information, please contact:

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