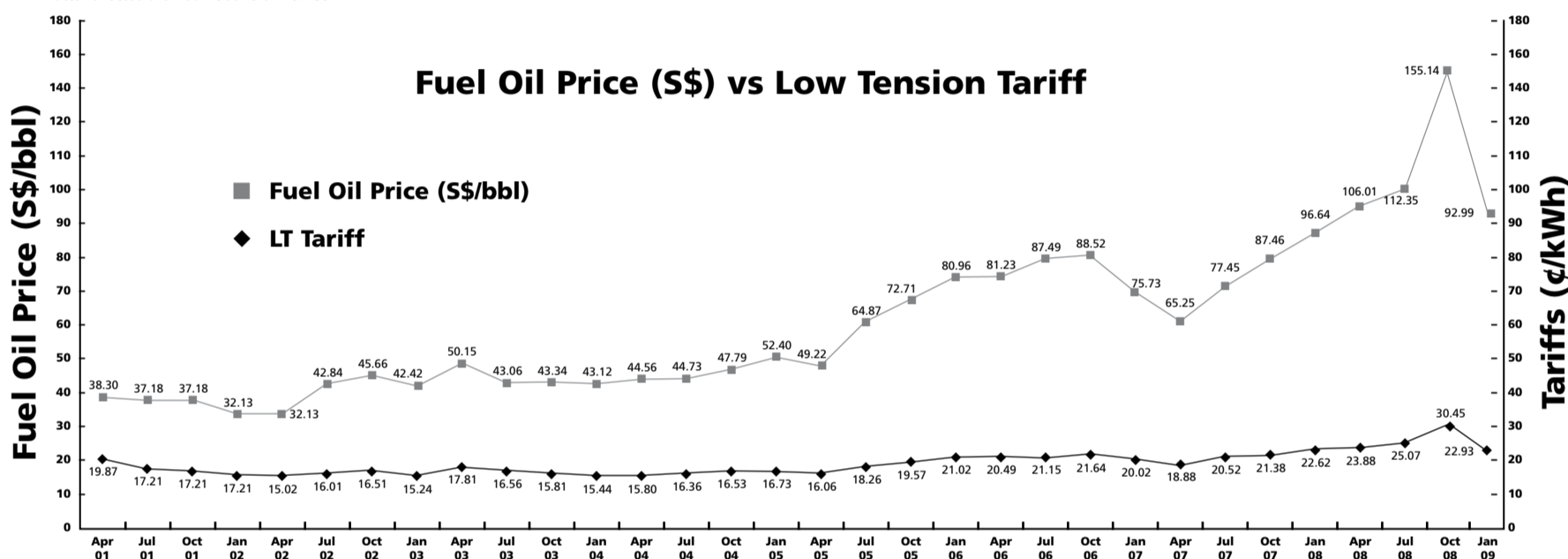


ELECTRICITY TARIFF REVISION

Electricity tariffs will be reduced by an average of 24.9% or 7.48 cents per kWh for the quarter 1 Jan to 31 Mar 09 due to lower fuel costs. For households, the reduction is 24.7%. Here are the revised tariffs:

	TARIFF CATEGORY											
	Low Tension (residential, small businesses and others)			High Tension Small (HTS)			High Tension Large (HTL)			Extra High Tension (EHT)		
Usage Charge (¢ per kWh)	EXISTING*	REVISED*	REVISED TARIFF (with 7% GST)	EXISTING*	REVISED*	REVISED TARIFF (with 7% GST)	EXISTING*	REVISED*	REVISED TARIFF (with 7% GST)	EXISTING*	REVISED*	REVISED TARIFF (with 7% GST)
Peak Period (7am - 11pm)	30.45	22.93	24.54	29.08	20.80	22.26	28.93	20.65	22.10	27.83	19.67	21.05
Off-Peak Period (11pm - 7am)	30.45	22.93	24.54	17.77	12.62	13.50	17.76	12.61	13.49	17.58	12.45	13.32
Reactive Power Charge (¢ per chargeable kVARh)	-	-	-	0.59	0.59	0.63	0.59	0.59	0.63	0.48	0.48	0.51
Capacity Charge (per kW per mth)												
Contracted Capacity Charge	-	-	-	\$6.96	\$6.96	\$7.45	\$6.96	\$6.96	\$7.45	\$6.52	\$6.52	\$6.98
Uncontracted Capacity Charge	-	-	-	\$10.44	\$10.44	\$11.17	\$10.44	\$10.44	\$11.17	\$9.78	\$9.78	\$10.46

*Rates reflected are not inclusive of 7% GST



Why is the tariff reduced?

That's because fuel oil price has fallen. Fuel cost makes up about 51% of the cost of electricity.

What can I do to save on electricity?

Switch off the lights and appliances when not in use. Use fans instead of air-conditioners. Visit SP Services' or NEA's website for more information.

Low Tension Tariff Components

Power System Operation & Market Administration Fees 0.3%

Market Support Services Fees 1.5% (SP Services)

Network Charges 21.4% (SP PowerGrid)

Power Generation Cost 76.8% (includes fuel cost of about 51%)

Frequently Asked Questions

- Q1 How are tariffs set?**
A1 SP Services buys electricity from the power generation companies and sells it at the same price to consumers. This price sets the tariff, which is reviewed and adjusted every quarter to reflect changes in the cost of electricity. Tariff revisions are approved by the Energy Market Authority.
- Q2 What are the main cost items in the tariff?**
A2 Fuel cost is the single largest item. The generation companies import all their fuel and it accounts for more than half of the electricity cost. The quarterly tariff adjustments reflect mainly the changes in the fuel price.
- Q3 How is the fuel cost in the tariff calculated?**
A3 The fuel cost is pegged to the 3-month forward oil price. For example, the average forward fuel oil price in October 08 is used to set the Jan to Mar 09 tariff.
- Q4 Why do tariffs change with fuel oil prices when most power plants use natural gas as fuel?**
A4 The power plants buy natural gas commercially at prices pegged to fuel oil prices. This is an industry practice in Asia.
- Q5 What can I do to save on electricity?**
A5 Apply the electricity tips here. You may also wish to visit www.services.spservices.sg and www.e2singapore.gov.sg for more tips.

Tips on how to save electricity

- Set your air-conditioner thermostat at 25°C, and the timer, to reduce the hours of usage. Clean the air filters regularly.
- Use fans instead of air-conditioners.
- Keep your home cool by using awnings, blinds or solar reflecting film.
- Switch off your water heater after use.
- Use fluorescent or energy-saving lamps and clean them often.
- Allow hot food to cool and cover food before putting them in the refrigerator.
- Switch off electrical appliances, such as TVs, computers, air-conditioners, fans and lights when not in use.



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