Policy Guideline No. 3 of 2022 -PNG/GP

Subject: Guidelines for domestic gas supply to Compressed Natural Gas (Transport) & Piped Natural Gas (Domestic) segments of City Gas Distribution networks.

In terms of guidelines dated 06.05.2022, the allocation of domestic natural gas for CNG(T)/PNG(D) segment of CGD sector is to be done on a quarterly basis. City Gas Distribution entities have represented for increased allocation of domestic natural gas for CNG(T)/PNG(D) segment of CGD sector in light of the increased international prices for LNG. As per the guidelines dated 06.05.2022, GAIL has been mandated to procure and mix LNG in the CGD pool and supply the same at Uniform Base Price to all CGD entities. Some CGD entities have also represented to allow them to procure their LNG requirement on their own.

2. After due consideration and with the approval of the competent authority, in furtherance of Ministry’s guidelines dated 03.02.2014 and 20.08.2014 (as amended), and 06.05.2022, following further amendments to the existing guidelines for allocation /supply of domestic natural gas to CGD entities for CNG(transport) and PNG (domestic) segment are issued:

   i. Supply for domestic gas to the CGD entities shall be made only upto the quantity available and allocated to GAIL for CNG(T)/PNG(D) segment instead of 102.5% of consumption level in previous quarter.
   ii. The available CBG procured by GAIL as part of synchronisation scheme shall form part of the supply pool.
   iii. The allocation of 6000 SCMD domestic gas to the entities as per guidelines dated 29.06.2022 shall be maintained.
   iv. All other conditions in the guidelines dated 03.02.2014 and 20.08.2014 (as amended) and 06.05.2022 shall continue to apply subject to the guidelines above-mentioned.

3. The revised allocation shall be effective from 16.08.2022.

(Anand Kumar Jha)
Deputy Secretary (GP)
Ph :011-2338-8764