

Implementation of the Power Grid Complex Development Strategy of the Russian Federation in IDGC of Northern Caucasus PJSC

Benchmarks and Objectives of the Strategic Development	Unit of Measurement	Benchmark	2017 Actual	What was done	2018 Plan	Planned Actions for the Achievement of Strategic Objectives
a) increase in the reliability and quality of power supply up to the level corresponding to the consumer needs, including:						
improvement of the quality of customer service (including the reduction in the number of stages required for technological connection to power grids);	number of stages	by 2017, 5 - 4	4	The standard algorithm for concluding power supply (power (capacity) purchase and sale (supply)) contracts was developed and approved by Order "On the Conclusion of Power Supply Contracts before the Completion of the Procedure for Technological Connection" with power suppliers of last resort before the completion of the procedure for technological connection of power receivers of power consumers to power grids of IDGC of Northern Caucasus PJSC	4	Pilot operation of the automated system for control of technological connection of power consumers to grids of IDGC of Northern Caucasus PJSC and controlled companies on the standard platform 1C: Enterprise 8. Power Industry. Distribution Grid Company Management

reduction in the undersupply of power;	mln kWh	N/A	-1.5% (reduction as compared to 2016 - 0.088 mln kWh)	Implementation of production programs	N/A	Implementation of production programs
decrease in the cost of technological connection for small and medium-sized enterprises;	RUB	N/A	237.8 rubles per 1 kW (cost of technological connection of applicants for 15 - 150 kW in 2017)	In accordance with Article 23.2 of Federal Law "On the Power Industry" dated October 1, 2017, the fee for technological connection of power receivers with a maximum capacity of not more than 150 kW does not include expenses for the construction of power grid facilities - from the existing power grid facilities to the connected power receivers and/or power facilities.	-	-
b) enhancement of the safety of power supply, including the reduction in the total number of accidents, including unaccounted accidents;	number of accidents	N/A	1	A set of actions aimed at reducing injuries is being implemented	-	Implementation of a set of actions aimed at reducing injuries

c) increase in the efficiency of the power grid complex, including:

reduction in the investment costs per unit in the development of the investment program of IDGC of Northern Caucasus PJSC;	-	non-exceedance of the actual unit costs over the planned unit costs (for facilities commissioned in full in the reporting period)	The effect of the Methodology application in 2017 amounted to 19.9 million rubles, VAT exclusive, or 33%.	When implementing the investment program, the Investment Cost Reduction Methodology adopted in 2013 was applied for 2012.	-	Application of the Investment Cost Reduction Methodology
decrease in operating expenses, taking into account inflation per unit of maintenance of electrical equipment;	RUB	by 15% by 2017 as compared to the level of 2012	Expenses decreased by 972,395 thousand rubles (22.09%) as compared to the level of 2012	See the subsection of the Annual Report "Operating Performance Improvement and Expenses Reduction Program"	corresponds to the benchmark	See the subsection of the Annual Report "Operating Performance Improvement and Expenses Reduction Program"
reduction in losses;	%	In accordance with the Company's business plan, 14.35%	Level of power losses was 13.98%, which is below the planned indicator by 0.37%	Actions within the power losses reduction program	14.15 %	Actions within the power losses reduction program

d) decrease in the number of territorial grid companies.	%	In accordance with the Strategy: by 50% as compared to the level of 2012, by 50% by 2030 as compared to the level of 2017.	As compared to 2012, the number of TGCs is reduced by 24%.	Since 2015, the criteria for inclusion of power facilities owners to territorial grid companies came into effect, as approved by Decree of the Government of the Russian Federation dated February 28, 2015 No.184 “On the Inclusion of Power Facilities Owners into Territorial Grid Companies”	Indicator is not planned	Implementation of the Program for Consolidation of Power Grid Assets of IDGC of Northern Caucasus PJSC for 2017–2019;
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