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Fairer, progressive rates

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NEW SCHEDULE

Fairer, progressive rates

Revised electricity tariffs to take effect from July 1, 2025, to Dec 31, 2027, under the incentive-based regulation framework

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domestic users in Peninsular Malaysia will benefit from fairer and progressive rates with the imple-mentation of the new electricity tariff schedule approved by the gov-

This tariff schedule will take effect from July 1, 2025, to Dec 31, 2027, under the incentive-based regulation (IBR) framework, in line with provisions under Section 26 of

the Electricity Supply Act 1990.

The electricity tariff revision for the fourth regulatory period [RP4] involves restructuring three com-ponents, which are average base tariff rates, the new tariff schedule and fuel cost adjustment mecha-

Average Base Tariff
The average base tariff is adjusted based on the estimated cost of electricity supply for RP4 and set at 45.40 sen/kWh, lower than the 45.62 sen/kWh approved in Decem-ber last year. With this adjustment, the overall average electricity tariff cost will be reduced by 19 per cent compared with the third regulatory period (RP3).

Tariff Structure Changes

The introduction of the new tariff schedule includes a revision of customer categories, now divided into domestic and non-domestic groups based on low, medium or high-volt-

age supply.

It also involves the setting of charges for the energy, capacity,

charges for the energy, capacity, network and retail components, each determined according to their respective costs.

The Energy Efficiency Incentive will be introduced to encourage 23.6 million domestic users to adopt prudent electricity consumption practices.

Through this incentive, domestic users with electricity consumptions.

users with electricity consumption of 1,000kWh and below are not expected to be affected by the new tariff schedule.

In addition, non-domestic low-voltage users with consumption of 200kWh and below will also benefit from this incentive. Meanwhile, the time-of-use [ToU]

scheme has been streamlined and expanded to offer longer off-peak periods, including Saturdays and



EXAMPLE OF BILL COMPARISON AFTER TARIFF RESTRUCTURING

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Sundays, as well as from 10pm to

2pm on weekdays.

This is to encourage more efficient consumption management based on demand, in line with efforts towards a more efficient and sustainable energy system. By shifting their usage to off-peak

periods, consumers can reduce their electricity bills compared with peak periods

To ensure that social and welfare needs continue to be looked after, the government has agreed to apply specific tariffs for the agriculture, water and sewerage services, as

well as rail operators or traction.
A 10 per cent rebate will be provided for registered higher-learning institutions, schools, charity homes and houses of worship.

The government will also contin-

ue the RM40 electricity bill rebate programme, which provides a monthly subsidy of up to RM40 for heads of households categorised as hardcore poor and registered with the e-Kasih system under the Prime Minister's Department. Eligible users can check their el-

igibility status via https://semakan-rebat.petra.gov.my/apps/public/in-dex.php or by visiting their nearest utility branch.

Overall, this approach is intended to encourage energy efficiency ini-tiatives and the use of renewable energy, delivering shared benefits through a sustainable system.

To support this, all users will re-

ceive their electricity bills in a new, detailed format (itemised billing). Despite the implementation of this new tariff schedule, the majority of users are expected to re-

main unaffected.

In fact, users who practise efficient energy consumption will enjoy greater savings through the Energy Efficiency Incentive.

Refinement of Cost Adjustment Mechanism

For the energy charges compo-nent, the current imbalance cost pass-through (ICPT) mechanism will be replaced by a new and more dynamic fuel-cost adjustment system known as automatic fuel ad-

justment (AFA) mechanism.
This enables automatic adjustments to generation costs based on current market fuel prices and foreign exchange rates. These details will be reported monthly on the Energy Commission's website.

Implementation and User **Support Services**

The new tariff schedule will take effect from July 1.

Details of the rates and new categories (where applicable) can be checked through the following

THE new tariff schedule will be published in https://www.mytnb.com.my/tariff at noon on June 21;

and

AN estimate of future monthly electricity bills can be calculated using the electricity tariff calculator, which will be accessible at https://www.mytnb.com.my/tariff earliest on June 23.

For further enquiries, users are encouraged to contact TNB Care-Line at 1-300-88-5454, email thocareline@attnb.com.my or reach out through other official TNB platforms.

Energy Commission's Commitment As the energy regulatory body in Peninsular Malaysia, the Energy Commission is committed to ensuring that the implementation of tariffs is guided by the principles of fairness, transparency and sustainability to meet the country's needs and balance the interests of all en-

and balance the interests of all energy consumers.

This comprehensive restructuring and harmonisation is an important step towards realising and strengthening a fair and inclusive national energy transition agenda.