

FCCI

Research & Development Center



Paper # 8

Suggestion to Government of Pakistan tax collection through wapda consumer data

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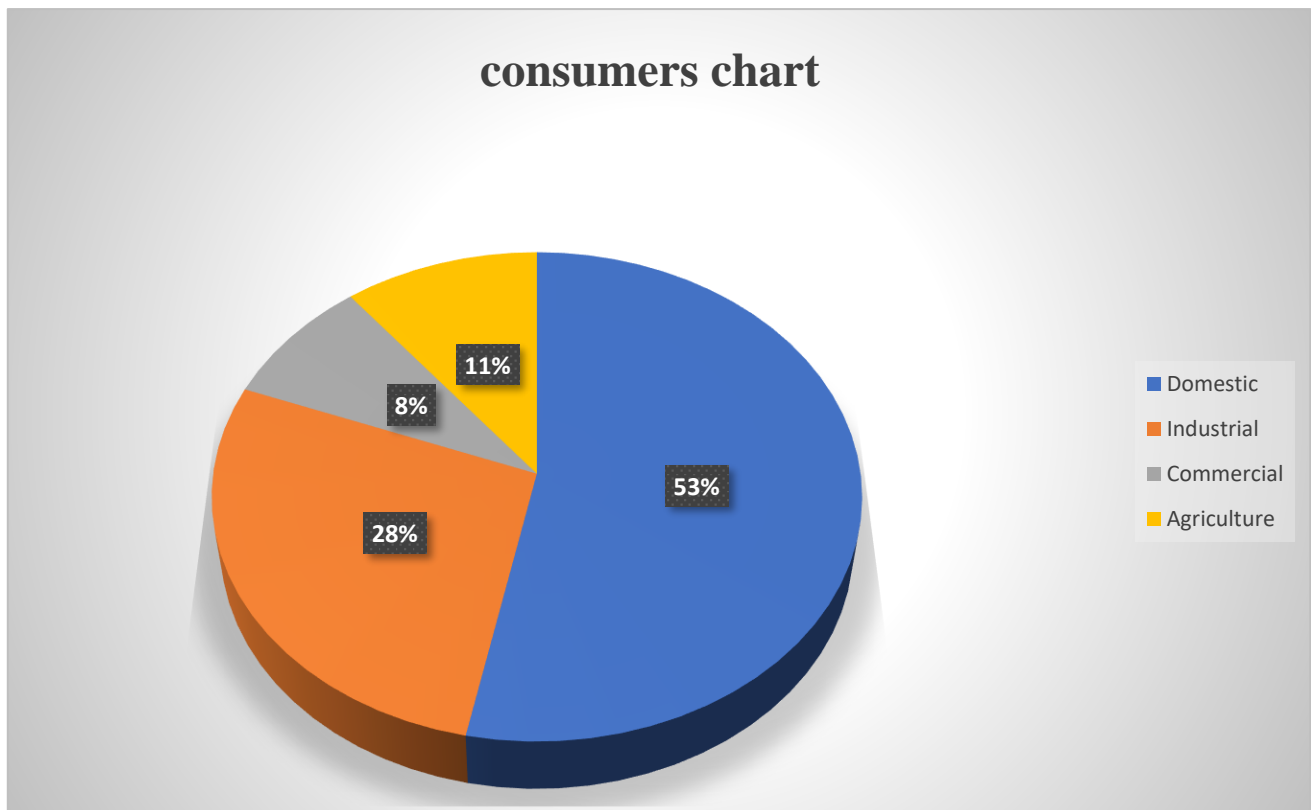
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Wapda: Consumers touch 29 million

ISLAMABAD: The number of consumers of the Water and Power Development Authority (Wapda) has increased to 20.85 million during July-March 2011-12, as compared to 20.12 million in the same period in the preceding year. The number of consumers have increased due to rapid expansion of the electricity network to villages and other un-electrified areas, says the (NTDC). Further the consumption of electricity by economic groups reveals that the domestic sector has been the largest user. During 2011-2018, the consumption pattern, more or less, remained the same; with domestic share at 53%, industrial 28%, commercial 8% and agricultural nearly 11%.

Total Type of consumers	Percentage	Total
Domestic	53%	15,370,000
Industrial	28%	8,120,000
Commercial	8%	2,400,000
Agriculture	11%	3,190,000
total	100%	29,000,000

Source: HDIP, Ministry of Energy(Power Division)



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Proposal for tax collection

According to available data, total consumers must be divided into four categories for tax collection purpose.

- 1) Domestic
- 2) Industrial
- 3) Commercial
- 4) Agriculture

Domestic Consumers: The domestic Consumers whose income is more than Rs. 50,000 should fall in domestic category. As per best estimate, At least 5% out of 53% respective consumers could be brought into tax collection system. As far as Industrial & Commercial ³

Consumers are concerned, 100% of such consumers should be covered in collection system. however agriculture should be totally exempt for tax collections.

TABLE

Sr#	Description	Covered %	No of consumers	Remarks
1	Domestic	5%	768,500	Only 5% out of 53% users would have income exceeding Rs. 50,000
2	Industrial	100%	8,120,000	
3	Commercial	100%	2,400,000	
	Total		11,288,500	

It is apparent that 11.2885 million users out of total 29 million users could be covered in tax collection. In addition, new taxpayers should also be added in broadening our tax base. This massive collection would change the fate of our country.