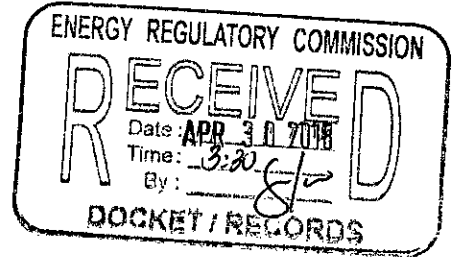


Republic of the Philippines
ENERGY REGULATORY COMMISSION
San Miguel Avenue, Pasig City

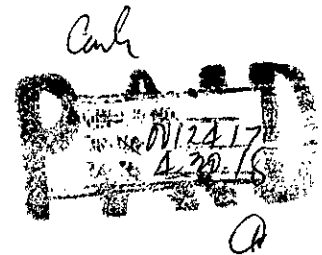
IN THE MATTER OF THE
APPLICATION FOR APPROVAL OF
CAPITAL EXPENDITURE PROJECTS
FOR 2019 TO 2021 WITH PRAYER
FOR THE ISSUANCE OF
PROVISIONAL AUTHORITY



ERC CASE NO. 2018 – 085 RC

PAMPANGA I ELECTRIC
COOPERATIVE, INC. (PELCO I),
Applicant.

x ----- x



APPLICATION

Applicant Pampanga I Electric Cooperative, Inc. (PELCO I), by and through the undersigned counsel, and unto this Honorable Commission, most respectfully states that:

1. It is a non-stock, non-profit electric cooperative duly organized and existing under and by virtue of the laws of the Republic of the Philippines, with principal office in Sto. Domingo, Mexico, Pampanga;
2. It is the exclusive holder of a franchise issued by the National Electrification Administration (NEA) to operate an electric light and power services in the Municipality of Arayat, Candaba, Magalang, Mexico, Sta. Ana and San Luis, all in the Province of Pampanga;
3. It hereby submits its proposed capital expenditure projects for the years 2019-2021 in accordance with the provisions of Republic Act No. 9136 known as "Electric Power Industry Reform Act of 2001" and the implementing guidelines adopted by the Energy Regulatory Commission (ERC) under Resolution No. 26, series of 2009, more specifically the Amended Rules for the Approval of Regulated Entities' Capital Expenditure Projects;

4. In compliance with ERC rules, it states clearly the description of each project and attaches relevant documents to support the following requirements: a) Project Code, b) Project Type, c) Project Category, d) Project Title, e) Project Cost, f) Project Duration; g) Project Description, h) Project Justification, i) Technical Analysis, j) Economic Analysis, k) Annexes, and l) Project Financing Plan;
5. The summary of the proposed capital projects is presented below:

A. NETWORK PROJECTS		
<i>Code</i>	<i>Project Title</i>	<i>Cost</i>
NP01	Construction of New 5MVA Candaba Substation	27,156,096.72
NP02	Installation of New 10MVA Power Transformer in San Nicolas Substation	21,348,176.00
NP03	Installation of New 10MVA Power Transformer in Lagundi Substation	15,852,672.00
NP04	Replacement of Medium Voltage Switchgear for Arayat and San Isidro Substations	6,775,040.00
NP05	Rehabilitation of Old Lines: a. Group 1 b. Group 2 c. Group 3	49,089,127.56
NP06	Rehabilitation of Lines Affected by DPWH Road Widening	9,729,046.18
NP07	Acquisition of Primary Distribution Lines	4,616,151.18
	Subtotal	134,566,309.63

B. OTHER NETWORK PROJECTS		
ONP1	Distribution Transformers	46,398,000.00
ONP2	Service Drops	4,389,060.00
ONP3	Add-ons (KWH Meters for New Customer Connection)	13,769,600.00
ONP4	Back-up Protections	4,250,000.00
	Subtotal	68,806,660.00

C. NON-NETWORK PROJECTS		
NNP01	Construction of Extension Building of Magalang Area Office	2,111,814.34
NNP02	Expansion of Pole Stock Yard and Construction of Service Roads	4,094,533.92
NNP03	Information Systems Equipment	18,961,174.80
NNP04	Network Communication Systems Equipment	17,091,140.00

NNP05	Procurement of Testing Equipment	9,700,000.00
NNP06	Logistic Supplies and Equipment	10,218,416.00
	Subtotal	62,177,079.06
	GRAND TOTAL	265,550,048.69

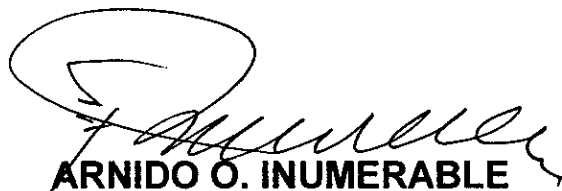
6. The capital expenditure projects are necessary for effective operation and maintenance of the distribution system of PELCO I in order to provide safe, efficient, reliable, least-cost and quality electric services to consumers;
7. The capital expenditure projects are in compliance with the Philippine Grid Code (PGC), the Philippine Distribution Code (PDC), the latest edition of the Philippine Electrical Code (PEC), the provisions of Republic Act No. 9136 and the implementing guidelines on capital expenditure projects;
8. The capital expenditure projects are consistent with PELCO I's Distribution Development Plan that was submitted to the Department of Energy (DOE);
9. The capital expenditure projects will be financed by the Re-investment Fund for Sustainable Capex (RFSC) and the Internally Generated Fund (IGF);
10. It assures that there will be no increase in the current approved RFSC rate of P0.2904; and
11. It respectfully requests for immediate relief and/or approval of this application in order to avoid irreparable losses which will ultimately result in the deterioration of its services, danger and damage to the consumers and to sustain the power needs of the consumers.

PRAYER

WHEREFORE, premises considered, Applicant respectfully prays to this Honorable Commission that, pending hearing, a provisional approval be issued *ex-parte*, and after due notice and hearing, the PELCO I's Application for Capital Expenditure Projects 2019-2021 be approved accordingly.

Other relief, just and equitable in the premises are likewise prayed for.

Cainta Rizal, Pasig City, Metro Manila, Philippines, April 25, 2018.



ARNIDO O. INUMERABLE

Counsel for the Applicant PELCO I
405 Elisa Street, U.E. Village, Cainta, Rizal
PTR No. 5846984, 1-30-18, Q.C.
IBP No. AR002036, 1-30-18, Q.C.
Roll of Attorneys No. 2876
MCLE Compliance IV-0004877, 3-5-12

Republic of the Philippines)
City of San Fernando) S.S.

VERIFICATION/CERTIFICATION

I, ENGR. LOLIANO E. ALLAS, of legal age, Filipino, married and with office address in Sto. Domingo, Mexico, Pampanga, after having been sworn to in accordance with law, hereby depose and state that:


1. I am the General Manager of Pampanga I Electric Cooperative, Inc. (PELCO I);
2. I have caused the preparation and filing of PELCO I's Application for Approval of Capital Expenditure Projects 2019-2021 in accordance with the provision of R.A. 9136 "Electric Power Industry Reform Act (EPIRA Law) of 2001" and Resolution No. 26, series of 2009 "Resolution Amending the Rules for Approval of Regulated Entities' Capital Expenditure Projects";
3. I have read and known the contents of the said Application as true and correct to the best of my knowledge;
4. I certify that I have not commenced by any other tribunal or quasi-judicial agency;
5. To the best of my knowledge, no such action or proceeding is pending in the Supreme Court, the Court of Appeals, or any other tribunal or quasi-judicial agency;
6. If there is such action or proceedings which is either pending or may have been terminated, I must state the status thereof; and
7. I should thereafter learn a similar action or proceeding has been filed or pending before the Supreme Court, the Court of Appeals, or any other tribunal or agency, I shall undertake to report such fact within five (5) days therefrom to the Court or agency wherein the original pleading has been filed.

IN WITNESS WHEREOF, I hereto set my hand this 26 day of April, 2018 in the City of San Fernando, Pampanga, Philippines.


ENGR. LOLIANO E. ALLAS
Affiant

SUBSCRIBED AND SWORN to before me this April 26, 2018. The affiant exhibited to me his Social Security System Identification No. 03-4635563-9.

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Series of 2018


VICENTE A. MACALINO
Notary Public
Notarial Commission No. 01-18
Until December 31, 2019
PTR No. 3088760 / 1-3-18
IBP No. 1086714 / 1-3-18
Roll of Attorney's No. 18313
G5 Bldg., Dolores, City of San Fernando, Pampanga