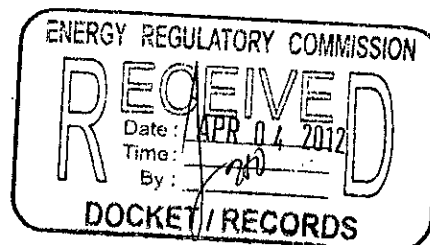


Republic of the Philippines  
ENERGY REGULATORY COMMISSION  
San Miguel Avenue, Pasig City

IN THE MATTER OF THE APPLICATION  
FOR APPROVAL OF CAPITAL PROJECTS FOR  
THE YEARS 2012 TO 2016 AND AUTHORITY  
TO SECURE LOAN FROM NATIONAL  
ELECTRIFICATION ADMINISTRATION (NEA)  
IN ACCORDANCE WITH THE PROVISIONS  
OF R.A. NO. 9136 AND THE RULES FOR THE  
APPROVAL OF REGULATED ENTITIES'  
CAPITAL EXPENDITURE PROJECTS,  
WITH PRAYER FOR ISSUANCE OF  
PROVISIONAL AUTHORITY



ERC Case No. 2012- 059 RC

DINAGAT ISLAND ELECTRIC COOPERATIVE,  
INC. (DIELCO),

Applicant.

x-----x

*Bank 71414*

*2012/954222*  
*Bill*  
*Ch*

### APPLICATION

COMES NOW, applicant Dinagat Island Electric Cooperative, Inc. (DIELCO, for brevity), by and through the undersigned counsel, and unto this Honorable Commission most respectfully states:

1. That applicant is an electric cooperative duly organized and existing under and by virtue of the laws of the Philippines, with the principal office at Justiniana, San Jose, Dinagat Islands, where it may be served with summons and other legal processes, represented in this instance by its General Manager, SERGIO C. DAGOOC, of legal age, Filipino, and with office address also at DIELCO main office;
2. That herein applicant is the exclusive franchise holder issued by the National Electrification Commission (NEC) to operate an electric light and power services in the municipalities of the province of Dinagat

Islands, namely: San Jose, Basilisa, Libjo, Tubajon, Loreto, Dinagat and Cagdianao;

3. That applicant hereby submits its proposed capital projects for the years 2012 - 2016, in accordance with the specific provisions of Republic Act No. 9136 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 (CAPEX);
4. That the applicant in support of this application for the approval of the capital projects has attached the following required documents contained in the said guidelines:
  - a. Project Title
  - b. Project Type
  - c. Project Category
  - d. Project Description
  - e. Gantt Chart Schedule
  - f. Project Justification
  - g. Project Cost Estimate
  - h. Technical Analysis
  - i. Economic Analysis
  - j. Project Financing Plan
  - k. Rate Impact

DIELCO is reserving its right to submit other documents, either in the course of the hearing or as may be required by this Honorable Commission;

5. That the summary of the proposed capital projects (in pesos) are presented below:

<u>No.</u>	<u>Name of Project</u>	<u>Cost</u>
1.	Replacement of rotten poles & cross arms	P 8,316,010.00
2.	Line upgrading from single phase to V phase	117,000.00
3.	Line upgrading mother meter service wire to open secondary	596,000.00
4.	Procurement of rubber gloves (high voltage) 13.2 kv with leather protector Salisbury brand	64,500.00
5.	Procurement of load logger set for PDC Compliance Plan No. ERC-DCP-PDC-008	<u>289,365.00</u>
	<b>Total</b>	<b><u>P9,382,875.00</u></b> =====

6. That these capital projects are necessary for the operation and maintenance of the distribution system of DIELCO in order to extend dependable and quality electric service to consumers;
7. That these capital projects are in compliance with the Philippine Grid Code, Philippine Distribution Code, and specific provisions of Republic Act No. 9136, and the implementing guidelines on capital projects;
8. That these capital projects are consistent with the Distribution Development Plan of DIELCO submitted to the Department of Energy;
9. That these capital projects will be financed from members' contribution for capital expenditures (now Reinvestment Funds for Sustainable CAPEX) and loan from the National Electrification Administration (NEA);
10. That herein applicant applies for an authority to secure loan from the NEA to finance partly these capital projects;
11. That herein applicant most respectfully request 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, to the damage, and prejudice of the public, in general, and its members/consumers, in particular.

12. That in compliance with the pre-filing requirements, DIELCO is submitting the following:

- a) Certification from the Sangguniang Bayan of San Jose, Dinagat Islands , that a copy of the application, with all its annexes and accompanying documents, attesting to the fact that applicant has furnished the said legislative body of the aforesaid application.
- b) Certification from the Sangguniang Panlalawigan of Dinagat Islands that it likewise has furnished the said pertinent documents; and
- c) Affidavit of Publication and Newspaper issue containing the published Application in its entirety in a newspaper of general circulation in the Province of Dinagat Islands; and

13. That the approval of these Capital Expenditure Projects are necessary to maintain efficient, reliable, and safety delivery of power to DIELCO's existing and future consumers, and will redound to the benefits of the consuming public.

## **PRAYER**

**WHEREFORE**, premises considered, applicant Dinagat Island Electric Cooperative, Inc. (DIELCO) respectfully prays of this Honorable Commission the herein submitted capital projects be approved, that the applicant be authorized to adopt and implement the same effective upon such approval, and that the applicant be authorized to secure loan from the National Electrification Administration (NEA).

Other relief/s, just or equitable under the premises, are likewise prayed for.

Cainta, Rizal for Pasig City, February 14, 2012.



**ARNIDO O. INUMERABLE**

Counsel for Applicant DIELCO  
405 Ehsa Street, U.E. Village, Cainta, Rizal  
PTR No. 6187417, 1-24-12, Q.C.  
IBP No. 826886, 1-20-12, Q.C.  
Roll of Attorneys No. 28764  
MCLE Compliance III No. 0015335, 5-5-10

**EXPLANATION**

This Application was filed by registered mail due to lack of personnel and long period of travel due to distance.



**ARNIDO O. INUMERABLE**

Republic of the Philippines )  
Municipality of San Jose ) S.S.

VERIFICATION/CERTIFICATION


We, **Sergio C. Dagooc**, **Aurelio T. Banquiao** and **Renecito A. Edera**, of legal ages, Filipino, married, with office address located at Justiniana, San Jose, Dinagat Islands, after having been sworn to in accordance with law hereby depose and say:

1. That we are the General Manager, Finance Staff and PDS Chief respectively of Dinagat Island Electric Cooperative Inc. (DIELCO), who are duly authorized to represent the cooperative in the filing of the application for the approval of Proposed Capital Projects;
2. That we have caused the preparation and filing of the said application;
3. That we have read and know the contents thereof as true and correct to the best of our own knowledge;
4. That we hereby certify that we have not therefore commence by any other action or proceeding involving the same in the Supreme Court, the Court of Appeals or any other tribunal or agency;
5. That to the best of our knowledge, no such action or proceeding is pending in the Supreme Court, the Court of Appeals or any other tribunal or agency;
6. That if there is such action or proceeding which is either pending or may have been terminated, we must state the status thereof;
7. That should we therefore learn that a similar action or proceeding has been filed or pending before the Supreme Court, the Court of Appeals or any other tribunal or agency, we will undertake to report that fact

within five (5) days there from to the Court or agency wherein the original pleading has been filed.

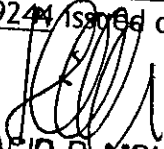
IN WITNESS WHEREOF, we have hereunto set our hands this MAR 05 2012 day of December, 2011 at Justiniana, San Jose, Dinagat Islands.

  
SERGIO C. DAGOOC  
Affiant

  
AURELIO T. BANQUIAO  
Affiant

  
RENECITO A. EDERA  
Affiant

SUBSCRIBED AND SWORN to before me this MAR 05 2012 day of July, 2011 at Siargao by affiants: Sergio C. Dagooc exhibiting to me his CTC No. 32134954 issued on 01-02-12 at Dapa, Surigao Norte; Renecito A. Edera exhibiting his CTC No. \_\_\_\_\_ issued on \_\_\_\_\_ at \_\_\_\_\_, and Aurelio T. Banquiao exhibiting her CTC No. 06709244 issued on 01-17-2012 at Justiniana, San Jose, Dinagat islands.

  
**IGNACIO P. MOLETA**  
NOTARY PUBLIC, UNTIL DEC. 31, 2012  
PTR NOTARY PUBLIC, JAN. 2, 2012 - SC  
IBP D. R. NO. 855 349, JAN. 10, 2012, SC  
UNITED STATES COMP. NO. 002011005, 2/18/11  
ROLL NO. 27800, TIN NO. 288-357-512-000

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
Attorney's Roll No. \_\_\_\_\_  
IBP LRN No. \_\_\_\_\_  
PTR No. \_\_\_\_\_  
Date: \_\_\_\_\_ 2011

Doc No. 323  
Page No. 64  
Book No. XXXVIII  
Series of 2012