

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



IN THE MATTER OF THE
APPLICATION FOR APPROVAL
OF THE OVER/UNDER
RECOVERIES BASED ON THE
FORMULA ON THE VARIOUS
AUTOMATIC COST
ADJUSTMENTS AND TRUE-UP
MECHANISM AND
CORRESPONDING
CONFIRMATION PROCESS
PURSUANT TO ERC
RESOLUTION NO. 16, SERIES OF
2009 AND RESOLUTION NO. 21,
SERIES OF 2010

ERC CASE NO. 2015-013 CF

BOHOL I ELECTRIC
COOPERATIVE, INC. (BOHECO I),
Applicant.

x-----x

DOCKETED
Date: AUG 26 2015

ORDER

On March 30, 2015, Bohol I Electric Cooperative, Inc. (BOHECO I) filed an application for approval of the over/under recoveries based on the formula on the various automatic cost adjustments and true-up mechanism and corresponding confirmation process pursuant to ERC Resolution No. 16, Series of 2009 and Resolution No. 21, Series of 2010.

In the said application, BOHECO I alleged, among others, the following:

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 at National Highway, Brgy. Cabulijan, Tubigon, Bohol 6329. It may be

served with the processes of the Commission through its General Manager, Engr. Dino Nicolas T. Roxas;

2. It holds an exclusive franchise issued by the National Electrification Administration (NEA) to operate an electric light and power distribution service in the Municipalities of Alburquerque, Antequera, Baclayon, Balilihan, Batuan, Bilar, Calape, Carmen, Catigbian, Clarin, Corella, Cortes, Dauis, Dmiao, Inabanga, Lila, Loay, Loboc, Loon, Maribojoc, Panglao, Sagbayan, San Isidro, Sevilla, Sikatuna, and Tubigon, all in the Province of Bohol;
3. It filed its application in compliance with the Commission's Resolution No. 16, Series of 2009, as amended by Resolution No. 21, Series of 2010, requiring all the Distribution Utilities (DUs) to file their respective consolidated application for over/under recoveries;
4. It applied the formulae provided under Resolution No. 16, Series of 2009, as amended by Resolution No. 21, Series of 2010, and has determined that the over-recoveries and under-recoveries incurred in its implementation of the foregoing automatic cost adjustments and true-up mechanisms;
5. In support of the computations made, it is submitting the following data and documents, labeled together and made an integral part of the application, to wit:
 1. Power Supply Data Sheet;
 2. Statistical Data Shee
 3. Implemented Rate Data Sheet;
 4. Power Bills of Power Suppliers;
 5. Official Receipts (O.R.) issued by Power Suppliers;
 6. Debit/Credit Memo of Power Suppliers;
 7. National Transmission Corporation (TRANSCO)/National Grid Corporation of the Philippines (NGCP) Invoices;
 8. DU-MO1;
 9. DU-MO2;
 10. MFSR B&E only, Customer Bills of lifeliners per level;
 11. Customer class;
 12. Computation of Generation rate;
 13. Computation of Transmission rate;
 14. Computation of System Loss rate; and

15. Computation of Lifeline rate;

6. The results of its calculations of the Mainland and the eleven (11) island barangays are presented hereunder, as follows:

A. MAINLAND

	Pass Through Cost (PhP)	Actual Collections (PhP)	Difference (Over)/Under (PhP)
Generation Rate (GR)	1,999,538,010.65	1,997,599,063.22	1,938,947.43
Transmission Rate (TR)	301,917,012.79	306,913,323.70	(4,996,310.91)
System Loss Rate (SLR)	191,126,413.19	173,737,620.82	17,388,792.37
Lifeline Subsidy	6,115,800.28	9,106,434.10	(2,990,633.82)
Senior Citizen Subsidy	205,588.53	211,967.59	(6,379.07)
GRAND TOTAL	2,498,902,825.44	2,487,568,409.43	11,334,416.01

B. CABILAO ISLAND

	Actual Lifeline Subsidy (PhP)	Total Discount (PhP)	Difference (Over)/Under (PhP)
Lifeline Subsidy	11,336.17	0.00	(11,336.17)
Senior Citizen Subsidy	287.56	0.00	(287.56)
GRAND TOTAL	11,623.73	0.00	(11,623.73)

C. ELEVEN (11) ISLAND BARANGAYS

	Actual Lifeline Subsidy (PhP)	Total Discount (PhP)	Difference (Over)/Under (PhP)
Lifeline Subsidy	15,267.43	0.00	(15,267.43)
Senior Citizen Subsidy	505.77	0.00	(505.77)
GRAND TOTAL	15,773.20	0.00	(15,773.20)

7. It has complied with the pre-filing requirements in accordance with the Commission's Rules of Practice and Procedure; and

8. It prays that the calculations of over/under recoveries presented in the instant application be approved, and that it be allowed to refund/collect said over/under recoveries from its customers.

Finding the said application to be sufficient in form and in substance with the required fees having been paid, the same is

hereby set for initial hearing, expository presentation, pre-trial conference and evidentiary hearing on **October 7, 2015 (Wednesday) at ten o'clock in the morning (10:00 A.M.) at the ERC Hearing Room, 15th Floor, Pacific Center Building, San Miguel Avenue, Pasig City.**

BOHECO I is hereby directed to cause the publication of the attached Notice of Public Hearing, at its own expense, once (1x) in a newspaper of general circulation in the Philippines, at least ten (10) days before the scheduled date of initial hearing. It is also directed to inform the consumers within its franchise area, by any other means available and appropriate, of the filing of the instant application, its reasons therefor and of the scheduled hearing thereon.

Let copies of the application, this Order and the attached Notice of Public Hearing be furnished the Office of the Solicitor General (OSG), the Commission on Audit (COA), and the Committees on Energy of both Houses of Congress. They are hereby requested, if they so desire, to send their duly authorized representatives at the scheduled hearing.

Likewise, let copies of this Order and the attached Notice of Public Hearing be furnished the Offices of the Governor and the Municipal Mayors within BOHECO I's franchise area for the appropriate posting thereof on their respective bulletin boards.

BOHECO I is hereby directed to furnish all those making requests therefor with copies of the application and its attachments, subject to reimbursement of reasonable photocopying costs.

On the date of the initial hearing, BOHECO I must submit to the Commission its written Compliance with the jurisdictional requirements attaching therewith, methodically arranged and duly marked, the evidences on the actual posting and publication of the Notice of Public Hearing consisting of certifications issued to that effect, signed by the afore-mentioned Governor and Municipal Mayors or their duly authorized representatives, bearing the seals of their offices, and the affidavit of the Editor or Business Manager of the newspapers where the said Notice of Public Hearing was published together with the complete issue of the said newspaper, and such other proofs of compliance with the requirements of the Commission.

BOHECO I and all interested parties are directed to submit, at least five (5) days before the date of initial hearing and pre-trial conference, their respective Pre-trial Briefs containing, among others:

- a) A summary of admitted facts and proposed stipulation of facts;
- b) The issues to be tried or resolved;
- c) The documents or exhibits to be presented, stating the purposes and proposed markings therefore; and
- d) The number and names of the witnesses, with their written testimonies in an individual affidavit form, to be attached to the Pre-trial Brief.

Failure of BOHECO I to submit the required Pre-trial Brief and Judicial Affidavits of its witnesses within the prescribed period shall be a ground for cancellation of the scheduled hearing, and the resetting of which shall be six (6) months from said date of cancellation.

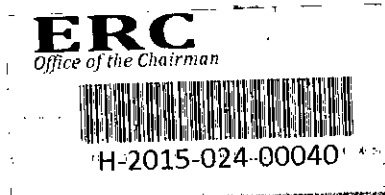
As part of the pre-trial conference, BOHECO I must also be prepared to make an expository presentation of its application, aided by whatever communication medium that it may deem appropriate for the purpose, in order to put in plain words and explain, for the benefit of the consumers and other concerned parties, what the application is all about and the reasons and justifications being cited in support thereof.


SO ORDERED.

Pasig City, August 17, 2015.

FOR AND BY AUTHORITY
OF THE COMMISSION:

JOSE VICENTE B. SALAZAR
Chairman




mtco/GLC/NJS/Capex/2015-013CFBOHECO1/initial ORD.doc

Copy Furnished:

1. **ATTY. ELMER SALUS B. POZON**
Counsel for Applicant BOHECO I
National Highway, Cabulijan, Tubigon, Bohol 6329

2. **BOHOL I ELECTRIC COOPERATIVE, INC. (BOHECO I)**
Attention: Engr. Dino Nicolas T. Roxas
General Manager
National Highway, Brgy. Cabulijan
Tubigon, Bohol 6329

3. **The Office of the Solicitor General**
134 Amorsolo Street, Legaspi Village
Makati City, Metro Manila

4. **The Commission on Audit**
Commonwealth Avenue
Quezon City, Metro Manila

5. **The Senate Committee on Energy**
GSIS Bldg., Roxas Blvd., Pasay City
Metro Manila

6. **The House Committee on Energy**
Batasan Hills, Quirino City, Metro Manila

7. **Office of the President of PCCI**
Philippine Chamber of Commerce and Industry (PCCI)
3rd Floor, ECC Building, Sen. Gil Puyat Avenue
Makati City

8. **Office of the Municipal Mayor**
Municipality of Inabanga
Province of Bohol

9. **Office of the Municipal Mayor**
Municipality of Clarin
Province of Bohol

10. **Office of the Municipal Mayor**
Municipality of Tubigon
Province of Bohol

11. **Office of the Municipal Mayor**
Municipality of Sagbayan (Borja)
Province of Bohol

12. **Office of the Municipal Mayor**
Municipality of Carmen
Province of Bohol

13. **Office of the Municipal Mayor**
Municipality of Catigbian
Province of Bohol
14. **Office of the Municipal Mayor**
Municipality of Batuan
Province of Bohol
15. **Office of the Municipal Mayor**
Municipality of Calape
Province of Bohol
16. **Office of the Municipal Mayor**
Municipality of San Isidro
Province of Bohol
17. **Office of the Municipal Mayor**
Municipality of Antequera
Province of Bohol
18. **Office of the Municipal Mayor**
Municipality of Balilihan
Province of Bohol
19. **Office of the Municipal Mayor**
Municipality of Sevilla
Province of Bohol
20. **Office of the Municipal Mayor**
Municipality of Bilar
Province of Bohol
21. **Office of the Municipal Mayor**
Municipality of Dimiao
Province of Bohol
22. **Office of the Municipal Mayor**
Municipality of Lila
Province of Bohol
23. **Office of the Municipal Mayor**
Municipality of Loay
Province of Bohol
24. **Office of the Municipal Mayor**
Municipality of Loboc
Province of Bohol
25. **Office of the Municipal Mayor**
Municipality of Alburquerque
Province of Bohol

26. **Office of the Municipal Mayor**
Municipality of Sikatuna
Province of Bohol
27. **Office of the Municipal Mayor**
Municipality of Baclayon
Province of Bohol
28. **Office of the Municipal Mayor**
Municipality of Corella
Province of Bohol
29. **Office of the Municipal Mayor**
Municipality of Cortes
Province of Bohol
30. **Office of the Municipal Mayor**
Municipality of Maribojoc
Province of Bohol
31. **Office of the Municipal Mayor**
Municipality of Loon
Province of Bohol
32. **Office of the Municipal Mayor**
Municipality of Dausi
Province of Bohol
33. **Office of the Municipal Mayor**
Municipality of Panglao
Province of Bohol