

FAQ on Supply Sector

Question: HOW WILL YOU DESCRIBE THE SUPPLY SECTOR?

Answer: Except for distribution utilities and electric cooperatives with respect to their existing franchise areas, all suppliers of electricity to the contestable market have to get a license from the ERC.

Before a license is issued to an electricity supplier, there must be a demonstration of its technical capability, financial capability and creditworthiness based on the rules prescribing the qualifications of suppliers of electricity that was promulgated by the Commission.

The prices to be charged by suppliers of electricity to the contestable market shall not be subject to regulation by the ERC. Electricity suppliers shall be subject to the rules and regulations concerning abuse of market power, cartelization, and other anti-competitive or discriminatory behavior to be promulgated by ERC.