

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



IN THE MATTER OF THE  
APPLICATION FOR  
CONFIRMATION OF OVER AND  
UNDER RECOVERIES FROM  
AUTOMATIC COST  
ADJUSTMENTS

ERC CASE NO. 2014-005 CF

CAGAYAN I ELECTRIC  
COOPERATIVE, INC. (CAGELCO  
I),

Applicant.

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RECEIVED  
Date: Jul 10 2014  
By: [Signature]

## NOTICE OF PUBLIC HEARING

### TO ALL INTERESTED PARTIES:

Notice is hereby given that on March 20, 2014, the Cagayan I Electric Cooperative, Inc. (CAGELCO I) filed an application for confirmation of its over and under recoveries from automatic cost adjustments.

In the said application, CAGELCO I alleged, among others, that:

1. It is an electric cooperative duly organized and existing under Philippine law with principal office address at Maddarulug, Solana, Cagayan. It is franchised to construct, own operate, and maintain an electric distribution network in the City of Tuguegarao, and in the Municipalities of Alcala, Amulung, Baggao, Enrile, Iguig, Peñablanca, Piat, Rizal, Solana, Sto. Niño, and Tuao, all in the Province of Cagayan. It is represented by its General Manager, Engr. Tito R. Lingan;
2. It seeks confirmation of its calculations of its over and under recoveries for the billing period from January 2011 to December 2013, a summary of which is reproduced below for reference:

**CAGELCO I Summary of (Over)/Under Recovery Computation  
 From Year 2011 to 2013**

	2011	2012	2013	TOTAL (PhP)	REMARKS
Generation Cost	3,389,088.26	18,302,135.04	12,838,751.26	34,529,974.56	Under recovery
Transmission Cost	1,255,937.85	(8,377,365.79)	842,259.22	(6,279,168.72)	Under recovery
System Loss	(7,600,877.00)	11,797,622.72	(2,618,018.89)	1,578,726.84	Under recovery
Lifeline	5,428,106.16	1,175,239.70	(246,357.10)	6,356,988.76	Under recovery
Senior Citizen	60,606.16	(11,225.53)	2,987.88	52,368.51	Under recovery
<b>TOTAL (PhP)</b>	<b>2,532,861.43</b>	<b>22,886,406.15</b>	<b>10,819,622.37</b>	<b>36,238,889.95</b>	

- It prays that the Commission renders Decision confirming its calculation of over and under recoveries of automatic cost adjustment implemented for the billing period from January 2011 to December 2013 more particularly described, as follows:

**CAGELCO I Summary of (Over)/Under Recovery Computation  
 From Year 2011 to 2013**

	2011	2012	2013	TOTAL (PhP)	REMARKS
Generation Cost	3,389,088.26	18,302,135.04	12,838,751.26	34,529,974.56	Under recovery
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- It further prays that it be allowed to recover its under-recoveries in the total amount of PhP36,238,889.95 over a period of twelve (12) months.

The Commission has set the application for jurisdictional hearing, expository presentation, pre-trial conference and evidentiary hearing on **August 5, 2014 (Tuesday) at ten o'clock in the morning (10:00 A.M.)**, at the **ERC Hearing Room, 15<sup>th</sup> Floor, Pacific Center Building, San Miguel Avenue, Pasig City**.

All persons who have an interest in the subject matter of the proceeding may become a party by filing, at least five (5) days prior to the initial hearing and subject to the requirements in the ERC's Rules of Practice and Procedure, a verified petition with the Commission giving the docket number and title of the proceeding and stating: (1) the petitioner's name and address; (2) the nature of petitioner's interest in the subject matter of the proceeding, and the way and manner in which such interest is affected by the issues involved in the proceeding; and (3) a statement of the relief desired.

All other persons who may want their views known to the Commission with respect to the subject matter of the proceeding may file their opposition to the application or comment thereon at any stage of the proceeding before the applicant concludes the presentation of its evidence. No particular form of opposition or comment is required, but the document, letter or writing should contain the name and address of such person and a concise statement of the opposition or comment and the grounds relied upon.

All such persons who may wish to have a copy of the application may request the applicant, prior to the date of the initial hearing, that they be furnished with a copy of the application. The applicant is hereby directed to furnish all those making a request with copies of the application and its attachments, subject to reimbursement of reasonable photocopying costs. Likewise, any such person may examine the application and other pertinent records filed with the Commission during the usual office hours.

**WITNESS**, the Honorable Chairperson, **ZENAIDA G. CRUZ-DUCUT**, and the Honorable Commissioners, **ALFREDO J. NON**, **MARIA VICTORIA C. YAP-TARUC**, and **JOSEFINA PATRICIA A. MAGPALE-ASIRIT**, Energy Regulatory Commission, this 7<sup>th</sup> day of July 2014 at Pasig City.

  
**ATTY. FRANCIS SATURNINO C. JUAN**  
Executive Director III