

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



IN THE MATTER OF THE  
APPLICATION FOR THE  
APPROVAL OF (OVER)/UNDER  
RECOVERIES BASED  
ON THE FORMULA OF  
VARIOUS ADJUSTMENTS AND  
TRUE-UP MECHANISMS  
AND CORRESPONDING  
CONFIRMATION PROCESS  
PURSUANT TO ERC  
RESOLUTION NO. 16, SERIES  
OF 2009, AS AMENDED BY  
RESOLUTION NO. 21, SERIES  
OF 2010, AND RESOLUTION  
NO. 23, SERIES OF 2010 FOR  
THE PERIOD JANUARY 2011  
TO DECEMBER 2013

ERC CASE NO. 2014-023 CF

CAMARINES SUR II ELECTRIC  
COOPERATIVE, INC.  
(CASURECO II),

Applicant.

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DOCKETED  
Date: JAN 26 2015  
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**NOTICE OF PUBLIC HEARING**

**TO ALL INTERESTED PARTIES:**

Notice is hereby given that on March 28, 2014, Camarines Sur II Electric Cooperative, Inc. (CASURECO II) filed an application for the approval of its (over)/under recoveries based on the formula of various adjustments and true-up mechanisms and corresponding confirmation process pursuant to the Commission's Resolution No. 16, Series of 2009, as amended by Resolution No. 21, Series of 2010, and Resolution No. 23, Series of 2010, for the period January 2011 to December 2013.

In the said application, CASURECO II alleged, among others, that:

1. It is an electric cooperative (EC) duly organized and existing under and by virtue of the laws of the Republic of the Philippines with principal office at Maharlika Highway, Brgy. Del Rosario, Naga City;
2. It is the holder of an exclusive franchise issued by the National Electrification Administration (NEA), to operate electric light and power distribution service in the City of Naga and the Municipalities of Pili, Milaor, Minalabac, Canaman, Magarao, Bombon, Calabanga, Tinambac and Siruma, all in the Province of Camarines Sur;
3. In compliance to the Commission's Resolution No. 16, Series of 2009, as amended by Resolution No. 21, Series of 2010, and Resolution No. 23, Series of 2010, it adopted the formulae in the computation of its (over)/under recoveries on its Generation, Transmission, System Loss, Lifeline Subsidy and Senior Citizen Subsidy Rates;
4. The summary of its pass through costs vis-à-vis its actual sales using the above stated formula for the period of January 2011 to December 2013 are presented hereunder, as follows:

Particulars	Pass Through Cost (PhP)	Actual Sales (PhP)	(Over)/Under Recoveries (PhP)
Generation	3,746,023,175.54	3,742,268,283.87	3,754,891.67
Transmission	704,103,245.96	736,675,791.44	(32,572,545.47)
System Loss	693,391,190.69	700,146,960.39	(6,755,769.69)
Lifeline Subsidy/ Discount	51,727,834.73	56,314,724.79	(4,586,890.06)
Senior Citizen Subsidy	315,766.55	338,795.89	(23,029.34)
<b>Total</b>	<b>5,195,561,213.48</b>	<b>5,235,744,556.37</b>	<b>(40,183,342.89)</b>

5. In support of its application, it attached the following data and documents in the instant application as Annexes:
  - a. Computations of (over)/under recoveries;

- b. Generation Rate Adjustment;
  - c. Average Transmission Rate;
  - d. Lifeline Rates;
  - e. Systems Loss Rate Adjustments;
  - f. Consumers' Prompt Payment Discounts (PPD);
  - g. Debit and Credit Memo;
  - h. Power Bills of Power Suppliers;
  - i. Official Receipts (ORs) issued by Power Suppliers;
  - j. National Grid Corporation of the Philippines (NGCP) Bills;
  - k. ORs issued by NGCP;
  - l. DU/MO1 and DU-MO2, Monthly Financial and Statistical Report (MFSR);
  - m. Consumer sample bills of Lifeliners (per level) and Non-Lifeliners per customers class;
  - n. Frequency Distribution by kWh Consumption;
  - o. Monthly Generation Mix; and
  - p. Sample bills for Senior Citizens and Senior Citizens-Lifeliners Consumers; and
6. It prays that the calculations for its (over)/under recoveries, after due notice and hearing, be confirmed and approved and that it be allowed to refund its over recoveries or collect its under recoveries, as the case maybe, to or from its consumers.

The Commission has set the instant application for jurisdictional hearing, expository presentation, pre-trial conference and evidentiary hearing on **February 9, 2015 (Monday) at two o'clock in the afternoon (2:00 P.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 the 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 copy of the application. The applicant is hereby directed to furnish all those making such 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**, **GLORIA VICTORIA C. YAP-TARUC**, and **JOSEFINA PATRICIA A. MAGPALE-ASIRIT**, Energy Regulatory Commission, this 12<sup>th</sup> day of January 2015 at Pasig City.

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

  
esap/gjo/nls