

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



IN THE MATTER OF THE
APPLICATION FOR CONFIRMATION
AND APPROVAL OF CALCULATION
OF OVER/UNDER RECOVERIES IN
THE IMPLEMENTATION OF
AUTOMATIC COST ADJUSTMENTS
AND TRUE UP MECHANISMS
PURSUANT TO ERC RESOLUTION
NO. 16, SERIES OF 2009 AS
AMENDED BY RESOLUTION NO. 21,
SERIES OF 2010

ERC CASE NO. 2014-046 CF

AURORA ELECTRIC COOPERATIVE,
INC. (AURELCO),

Applicant.

X-----X

DOCKETED
Date: JUL 28 2014
By: [Signature]

NOTICE OF PUBLIC HEARING

TO ALL INTERESTED PARTIES:

Notice is hereby given that on March 31, 2014, the Aurora Electric Cooperative, Inc. (AURELCO) filed an application for confirmation and approval of its calculations of over/under recoveries in the implementation of Automatic Cost Adjustments and True Up Mechanisms pursuant to Commission's Resolution No. 16¹, Series of 2009 as amended by Resolution No. 21², Series of 2010.

In the said application, AURELCO alleged, among others, that:

¹ "A Resolution Adopting the Rules Governing the Automatic Cost Adjustment and True-Up Mechanisms and Corresponding Confirmation Process for Distribution Utilities."

² "A Resolution Amending Section 4 of Article 4 and Section 1 of Article 5 of the Rules Governing the Automatic Cost Adjustment and True-Up Mechanisms and Corresponding Confirmation Process for Distribution Utilities."

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 Barangay Reserva, Baler, Aurora where it may be served with legal processes;
2. It is represented in this instance by its Officer-In-Charge (OIC), Engr. Noel DV. Vedad who is of legal age, Filipino, married and with office address at Barangay Reserva, Baler, Aurora;
3. It is the exclusive franchise holder issued by the National Electrification Administration (NEA) to operate an electric light and power services in the following areas: 1) in the Municipalities of Baler, Casiguran, Dinalungan, Dipaculao, Maria Aurora, San Luis, Dilasag, Dingalan, all in the Province of Aurora; 2) in the Municipality of Dinapigue in the Province of Isabela; 3) in Barangay Umiray in the Municipality of General Nakar in the Province of Quezon; and 4) in the Municipality of Alfonso Castañeda in the Province of Nueva Vizcaya;
4. Pursuant to ERC Resolution No. 16, Series of 2009 and Resolution No. 21, Series of 2010, Luzon Distribution Utilities (DUs) and Electric Cooperatives (ECs) are required to file their respective consolidated application for the approval of their confirmation filing on the Calculation of the Over or Under recovery in the implementation of various adjustment calculations covering the period from January 2011 to December 2013, as follows:
 - a. Power Supplier Data Sheet;
 - b. Statistical data Sheet;
 - c. Implemented Rates Data Sheet;
 - d. Power Bills of Power Suppliers;
 - e. Officials Receipts issued by Power Suppliers;
 - f. Debit/Credit Memo of Power Suppliers;
 - g. TRANSCO/NGCP Invoices;
 - h. DU-MO1 and DU-MO2, MFSR;
 - i. Consumer Bills of Lifeliners per level, Non-lifeliners per customer class and Consumer with Senior Citizen Discount;
 - j. URR for the year;

5. In applying the various formulae in the determination of the adjustments and the recovery or refund of Over or Under Recoveries herein, it hereby adopts the respective formula as provided for in ERC Resolution No. 16, Series of 2009 and ERC Resolution No. 21, S. 2010 together with the specific definitions and sub-formula for each item thereof;
6. That in support of this application, applicant has hereby submitted and attached to this application the other requirements, as follows:
 - i. Computation of Over/Under Recovery for GR estimated at PhP592,269.58;
 - ii. Computation of Over/Under Recovery for TR estimated at PhP1,439,815.43;
 - iii. Computation of Over/Under Recovery for SLR estimated at PhP4,040,810.66;
 - iv. Computation of Over/Under for LR estimated at (PhP225,132.26);
 - v. Computation of Over/Under Recovery for SR estimated at (PhP76,690.63); and
 - vi. Summary of Over/Under Recoveries estimated at (PhP1,706,902.76);
7. It prays that its submitted calculations and computations of over/under recoveries in the implementation of the various automatic cost adjustments and true-up mechanism be confirmed and approved, and that it be allowed to refund/collect said over/under recoveries.

The Commission has set the application for jurisdictional hearing, expository presentation, pre-trial conference and evidentiary hearing on **August 27, 2014 (Wednesday) at two o'clock in the afternoon (2:00 P.M.)**, at the **ERC Hearing Room, 15th 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, **GLORIA VICTORIA C. YAP-TARUC**, and **JOSEFINA PATRICIA A. MAGPALE-ASIRIT**, Energy Regulatory Commission, this 21st day of July 2014 at Pasig City.


ATTY. FRANCIS SATURNINO C. JUAN
Executive Director III