

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  
OF AUTOMATIC COST  
ADJUSTMENTS FOR THE BILLING  
PERIOD FROM JANUARY 2012 TO  
DECEMBER 2014**

**ERC CASE NO. 2015-010 CF**

**BOHOL II ELECTRIC COOPERATIVE,  
INC. (BOHECO II),**

**Applicant.**

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**D O C K E T E D**  
Date: AUG 26 2015

*[Signature]*

**NOTICE OF PUBLIC HEARING**

**TO ALL INTERESTED PARTIES:**

Notice is hereby given that on March 30, 2015, Bohol II Electric Cooperative, Inc. (BOHECO II) filed with the Commission an application for confirmation of over and under recoveries of automatic cost adjustments for the billing period from January 2012 to December 2014.

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

1. It is an electric cooperative duly organized and existing under Philippine law, with principal office address at Cantagay, Jagna, Bohol; franchised to construct, own, operate and maintain an electric distribution system in the municipalities of Alicia, Anda, Bien Unido, Buenavista, Candijay, Carlos P. Garcia Island, Dagohoy, Danao, Duero, Garcia Hernandez, Getafe, Gundulman, Jagna, Mabini, Pilar, San Miguel, Sierra Bullones, Talibon, Trinidad, Ubay and Valencia, all in the Province of Bohol. Its OIC-General Manager is Engr. Eugenio R. Tan;

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2. In compliance with the *Resolution Adopting the Rules Governing the Automatic Cost Adjustment and True-Up Mechanisms and corresponding Confirmation Process for Distribution Utilities*, BOHECO II submits this application for confirmation of its over and under recovery of automatic cost adjustments implemented for the billing period from January 2012 to December 2014, more particularly described as follows:

Year	GENERATION (AGRA)		(Over) / Under
	Allowable Generation Cost	Generation Revenues	
2012	309,378,389.79	305,186,246.39	4,192,143.40
2013	334,677,292.44	329,518,494.87	5,158,797.56
2014	386,614,925.66	383,977,481.76	2,637,443.90
Total	1,030,670,607.89	1,018,682,223.02	11,988,384.87

Year	TRANSMISSION (TRAM)		(Over) / Under
	Allowable Transmission Cost	Transmission Revenue	
2012	65,170,409.39	60,585,993.58	4,584,415.81
2013	67,006,105.97	67,310,527.35	(304,421.38)
2014	66,276,267.04	67,447,790.03	(1,171,522.99)
Total	198,452,782.39	195,344,310.95	3,108,471.44

Year	SYSTEM LOSS (SLR)		(Over) / Under
	Allowable System Loss Cost	System Loss Revenues	
2012	43,526,476.74	49,947,016.90	(6,420,540.16)
2013	43,431,371.35	58,631,502.78	(15,200,131.44)
2014	67,917,979.46	63,167,603.79	4,750,375.66
Total	154,875,827.54	171,746,123.48	(16,870,295.93)

Year	LIFELINE		(Over) / Under
	Total Lifeline Discount	Actual Lifeline Subsidy	
2012	(2,588,748.10)	5,177,556.63	(2,588,808.54)
2013	(3,020,998.09)	5,779,645.15	(2,758,647.07)
2014	(3,010,058.64)	3,057,235.61	(47,176.97)
Total	(8,619,804.83)	14,014,437.40	(5,394,632.57)

Year	SENIOR CITIZEN		(Over) / Under
	Discount	Subsidy	
2012	(86,928.29)	156,189.05	(69,260.76)
2013	(28,362.72)	50,011.30	(21,648.58)
2014	(14,059.14)	25,576.31	(11,517.17)
Total	(129,350.15)	231,776.66	(102,426.51)

Particulars	Summary		(Over) / Under Recovery
	Pass Through	Actual Collection	
AGRA	1,030,670,607.89	1,018,682,223.02	11,988,384.87
TRAM	198,452,782.39	195,344,310.95	3,108,471.44
SLR	154,875,827.54	171,746,123.48	(16,870,295.93)
Lifeline	(8,619,804.83)	14,014,437.40	(5,394,632.57)
Senior Citizen	(129,350.15)	231,776.66	(102,426.51)
Total			(7,270,498.70)

3. It submits the following documents in support of this application:
  - a. Uniform Reportorial Requirements (URR);
  - b. Invoices from Power Suppliers;
  - c. Official Receipts of Payments to Power Suppliers;
  - d. Debit/Credit Memo from Power Suppliers;
  - e. Three (3) different copies of Consumer's Bills per Customer Class of Non-Lifeliners;
  - f. Three (3) different copies of Consumer's Bills of Lifeline Customers;
  - g. Generation Rate (GR) and System Loss Rate (SLR) computation;
  - h. Lifeline Rates Computation;
  - i. Frequency distribution by kWh consumption and number of Lifeline Customers;
  - j. Monthly Financial and Statistical Report (MSFR);
  - k. VAT Computation;
  - l. BIR Form No. 2550M;
  - m. Photocopy of Official Receipt of Payment to BIR;
  - n. Pilferage Report; and
  - o. Summary of PPA Refund Report; and
  
4. It prays that after due notice and hearing, the Commission render a Decision confirming its calculation of its over and under recovery of automatic cost adjustments implemented for the billing period from January 2012 to December 2014.

The Commission has set the application for jurisdictional hearing, expository presentation, pre-trial conference and evidentiary hearing on **September 21, 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 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 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 Chairman, **JOSE VICENTE B. SALAZAR**, and the Honorable Commissioners, **ALFREDO J. NON**, **GLORIA VICTORIA C. YAP-TARUC**, **JOSEFINA PATRICIA A. MAGPALE-ASIRIT**, and **GERONIMO D. STA. ANA**, Energy Regulatory Commission, this 17<sup>th</sup> day of August, 2015 at Pasig City.

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