

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



**IN RE: APPLICATION FOR
CONFIRMATION OF OVER AND
UNDER RECOVERIES OF
AUTOMATIC COST
ADJUSTMENTS FOR THE
BILLING PERIODS JANUARY
2011 TO DECEMBER 2013**

ERC CASE NO. 2014-039 CF

**CAGAYAN II ELECTRIC
COOPERATIVE, INC. (CAGELCO
II),**

Applicant.

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BOOKED

Date: JUN 20 2014

By: *[Signature]*

NOTICE OF PUBLIC HEARING

TO ALL INTERESTED PARTIES:

Notice is hereby given that on March 31, 2014, Cagayan II Electric Cooperative, Incorporated (CAGELCO II) filed an application for confirmation of its over and under recoveries of automatic cost adjustments for the billing periods January 2011 to December 2013.

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

1. It is an electric cooperative duly organized and existing under the Philippine laws, with principal office address at Macanaya District, Aparri, Cagayan. It is franchised to construct, own, operate, and maintain an electric distribution system in the Municipalities of Abulug, Allacapan, Aparri, Ballesteros, Buguey, Calayan Island, Camalaniugan, Claveria, Gattaran, Lal-lo, Lasam, Gonzaga, Pamplona, Sanchez Mira, Sta. Ana, Sta. Praxedes, Sta. Teresita, all in the Province of Cagayan, and Flora, Luna, Pudtol, and Sta. Marcela, all in the Province of Apayao;

2. It seeks confirmation of its over and under recoveries of automatic cost adjustments implemented for the billing periods from January 2011 to December 2013, to wit:

Summary of (Over)/Under Recoveries						
Year	GR	SLR	LR	TR	SR	Total
2011	934,157.96	(1,205,366.91)	131,541.86	749,562.40	15,036.55	624,931.86
2012	181,193.74	(283.16)	(50,262.32)	1,970,637.82	(3,588.11)	2,097,697.96
2013	(30.36)	3.35	31.27	12.63	(10,279.75)	(10,262.85)
Total	1,115,321.34	(1,205,646.72)	81,310.81	2,720,212.85	1,168.69	2,712,366.97

3. It attaches the following documents in support of the application:

3.1 Supply and Transmission Data:

- a. GNPower Mariveles Coal Plant Limited Company (GNPOWER);
- b. San Miguel Energy Corporation (SMEC);
- c. Philippine Electricity Market Corporation (PEMC);
- d. SN Abotiz Power – Magat (SNAP-MAGAT); and
- e. National Grid Corporation of the Philippines (NGCP);

3.2 Statistical Data:

- a. Lifeline Rate Adjustment;
- b. Coop Consumption;
- c. Summary of apprehended member-consumers; and
- d. MFSR;

3.3 Actual Implemented Rates:

- a. Sample bills (2011);
- b. Sample bills (2012); and
- c. Sample bills (2013);

3.4 Summary:

- a. Year 2011;
- b. Year 2012;
- c. Year 2013;
- d. Supplier and Transmission Data;
- e. Actual Implemented Rates;
- f. Computation of Over/Under Recovery – GR;

- g. Computation of Over/Under Recovery – TR;
 - h. Computation of Over/Under Recovery – SLR;
 - i. Computation of Over/Under Recovery – LR;
 - j. Computation of Over/Under Recovery – SR;
 - k. Computation of Over/Under Recovery – LR; and
 - l. Computation of Over/Under Recovery – SR; and
4. Thus, it prays that after due verification, the Commission render a Decision in the above-captioned case:
- 4.1 Confirming the calculations of its over and under recoveries in the implementation of its automatic pass-through cost adjustments for the billing periods from January 2011 to December 2013; and
 - 4.2 Allowing it to refund/recover the over/under-recovered amount until the said amount has been fully refunded/recovered.

The Commission has set the application for initial hearing, expository presentation, pre-trial conference and evidentiary hearing on **July 8, 2014 (Tuesday) at eleven o'clock in the morning (11:00 A.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 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, **GLORIA VICTORIA C. YAP-TARUC**, and **JOSEFINA PATRICIA A. MAGPALE-ASIRIT**, Energy Regulatory Commission, this 16th day of June, 2014 at Pasig City.


ATTY. FRANCIS SATURNINO C. JUAN
Executive Director III