

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



IN THE MATTER OF THE APPLICATION FOR APPROVAL OF THE OVER/UNDER RECOVERIES BASED ON THE FORMULA FOR THE VARIOUS AUTOMATIC COST ADJUSTMENTS AND TRUE-UP MECHANISMS AND CORRESPONDING CONFIRMATION PROCESS PURSUANT TO ERC RESOLUTION NO. 16, SERIES OF 2009 AND RESOLUTION NO. 21, SERIES OF 2010,

ERC CASE No. 2017-027 CF

TARLAC II ELECTRIC COOPERATIVE, INC. (TARELCO II)

Applicant,

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D O C K E T E D
Date: APR 03 2018
By: W

NOTICE OF PUBLIC HEARING

TO ALL INTERESTED PARTIES:

Notice is hereby given that on 30 March 2017, Tarlac II Electric Cooperative, Inc. (TARELCO II) filed an *Application* dated 21 March 2017 (Application) seeking the Commission's approval of its calculations of over or under recoveries based on the formula for the various automatic adjustments and true-up mechanisms and corresponding confirmation process pursuant to ERC Resolution No. 16, Series of 2009 and ERC Resolution No. 21, Series of 2010.

TARELCO II alleged the following in its *Application*:

1. That applicant is an electric cooperative duly organized and existing under and by virtue of the laws of the Philippines, with the principal office at Brgy. San Nicolas, Concepcion, Tarlac where it may be served with summons and other legal processes, represented in this instance by its General Manager, **Engr. Jose F. Bognot, Jr.**, of legal age, Filipino, married and with office address also located at Brgy. San Nicolas, Concepcion, Tarlac ;
2. Herein applicant is the exclusive franchise holder issued by the National Electrification Administration (NEA) to operate an electric light and power services in the (5) municipalities, namely the municipalities of Bamban, Capas, Concepcion, La Paz in the province of Tarlac and Zaragoza, Nueva Ecija;
3. That pursuant to ERC Resolution No.16 Series of 2009 and ERC Resolution No. 21, Series of 2010, Luzon Distribution Utilities (DUs) and Electric Cooperative (ECs) are required to file their respective consolidated application for the approval of their confirmation filing on the Calculation of the Over and Under recovery in the implementation of various automatic calculation covering January 2014 to December 2016, as follows ;
 - a. Power Supplier Data Sheet;
 - b. Statistical Data Sheet;
 - c. Implemented Rates Data Sheet;
 - d. Power Bills of Power Suppliers;
 - e. Official Receipts issued by Power Suppliers;
 - f. TRANSCO/NGCP Invoices;
 - g. Debit/Credit Memo of Power Suppliers
 - h. MFSR (Section A&E)
 - i. Consumer Bills of Lifeliners per level and Non-lifeliners per customer class;
 - j. Computation of Generation Rate;
 - k. Computation of System Loss Rate;
 - l. Computation of Transmission Rate;
 - m. Computation of Lifeline Rate;
 - n. Computation of Senior Citizen Rate;

That in applying the various formulae in the determination of the adjustments and the recovery or refund of Over or Under Recoveries herein applicant hereby adopts the respective formula as provided for in ERC Resolution No. 16 Series of 2009 and ERC

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Resolution No. 21 Series of 2010 together with the specific definitions and sub-formula for each item thereof;

4. That in support of this application, applicant has hereby submitted and attached to this application the other requirements, as follows;

PARTICULARS	(Over)/Under Recovery			
	2014	2015	2016	Total
Generation	(11,734,115.11)	(23,101,682.60)	16,413,336.24	(18,422,461.47)
Transmission				
Residential	320,080.09	(1,187,683.95)	(1,681,342.51)	(2,548,946.37)
Low Voltage	126,528.89	(514,122.55)	(653,230.50)	(1,040,824.16)
Higher Voltage	(3,631,826.75)	(7,576,358.59)	(8,979,409.59)	(20,187,594.93)
System Loss	11,961,579.75	6,979,709.22	(619,212.08)	18,322,076.89
Lifeline	(155,914.90)	(105,277.54)	(94,257.53)	(355,449.97)
Senior Citizen	(2,196.92)	(230.04)	(5,368.82)	(7,795.78)
Total	(3,115,864.95)	(25,505,646.05)	4,380,515.21	(24,240,995.79)

PRAYER

WHEREFORE, premises considered, it is respectfully prayed of this Honorable Commission that the submitted calculations and computations prepared by applicant be approved; That upon receipt of the Order of Approval, herein applicant be allowed to propose the scheme of refund/recovery as the case may be;

Other relief/s just and equitable in the premises is likewise prayed for.

The Commission has set the *Application* for determination of compliance with the jurisdictional requirements, expository presentation, Pre-trial Conference, and presentation of evidence on **18 April 2018 (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 instant case may become a party by filing with the Commission a verified Petition to Intervene at least five (5) days prior to the initial hearing and subject to the requirements under Rule 9 of the 2006 Rules of Practice and Procedure, indicating therein the docket number and title of the case and stating the following:

- i. The petitioner's name and address;

- ii. 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
- iii. 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 case may file their Opposition or Comment thereon at any stage of the proceeding before Applicant rests its case, subject to the requirements under Rule 9 of the 2006 Rules of Practice and Procedure. No particular form of Opposition or Comment is required, but the document, letter, or writing should contain the following:

- 1) The name and address of such person;
- 2) A concise statement of the Opposition or Comment; and
- 3) The grounds relied upon.

All such persons who wish to have a copy of the *Application* may request from Applicant that they be furnished with the same, prior to the date of the initial hearing. Applicant is hereby directed to furnish all those making such request with copies of the *Application* and its attachments, subject to the reimbursement of reasonable photocopying costs. Any such person may likewise examine the *Application* and other pertinent records filed with the Commission during the standard office hours.

WITNESS, the Honorable Chairperson and CEO, **AGNES VST DEVANADERA**, and the Honorable Commissioners **ALFREDO J. NON**, **GLORIA VICTORIA C. YAP-TARUC**, and **GERONIMO D. STA. ANA**, Energy Regulatory Commission, this 21st day of March 2018 in Pasig City.

FOR AND BY THE AUTHORITY
OF THE COMMISSION:

JOSEFINA PATRICIA A. MAGPALE-ASIRIT
Oversight Commissioner for Legal