

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



**IN THE MATTER OF THE
APPLICATION FOR
APPROVAL OF CAPITAL
EXPENDITURE PROJECTS
FOR CALENDAR YEARS
2018 to 2019 WITH PRAYER
FOR PROVISIONAL
AUTHORITY**

ERC CASE NO. 2018-012 RC

**BOHOL LIGHT COMPANY,
INC. (BLCI),**

Applicant.

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D O C K E T E D
Date: APR 20 2018
By: [Signature]

NOTICE OF PUBLIC HEARING

TO ALL INTERESTED PARTIES:

Notice is hereby given that on 15 March 2018, an *Application* dated 7 March 2018 was filed by applicant Bohol Light Company, Inc. (BLCI) seeking the Commission's approval of its capital expenditure projects for calendar years 2018 to 2019, with prayer for the issuance of provisional authority.

BLCI alleged the following in its *Application*:

1. BLCI is a corporation duly organized and existing under the laws of Republic of the Philippines, with principal address at BLCI Building, Ramon Enorio Street, Tagbilaran City, Bohol. It is a distribution utility with franchise and Certificate of Public Convenience and Necessity to operate electric light and power services in Tagbilaran City.

2. In compliance with the Amended Rules for the Approval of Regulated Entities' Capital Projects (the "Rules"), as approved in ERC Resolution No. 26, Series of 2009, BLCI submits for approval its capital expenditure program for CYs 2018 and 2019 with an aggregate total cost of **PhP 107,731,752.00**, summarized as follows:

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PROJECT DESCRIPTION	CY 2018	CY 2019
I. BLCI-FUNDED		
Distribution Plant		
Land & Land Rights	0	0
Structures & Improvements	690,000	1,067,000
Station Equipment	4,807,716	560,000
Poles, O.H. Conductors & Devices	11,160,787	14,791,225
Line Transformers(Common)	1,862,705	1,955,840
Power Conditioning Equipment	778,753	157,440
Meters	7,397,869	11,910,592
Information Systems Equipment	1,324,849	10,352,849
Total Distribution Plant	28,022,679	40,794,946
General Plant		
Land & Land Rights	0	0
Structures & Improvements	246,000	120,000
Office Furniture & Equipment	288,000	215,000
Transportation Equipment	3,640,000	5,344,000
Tools, Shop & Garage Equipment	1,378,740	700,688
Laboratory Equipment	570,000	2,000,000
Information Systems Equipment	266,649	163,800
Communication Equipment	44,800	48,400
Materials, Supplies Inc. Spares	2,764,499	2,230,724
Total General Plant	9,198,688	10,822,612
Sub-Total (Distribution and General Plant – BLCI)	37,221,367	51,617,558
II. CUSTOMERS DEPOSIT-FUNDED		
Distribution Plant		
Line Transformers	6,265,998	6,579,298
Poles, O.H. Conductors & Devices	2,950,015	3,097,516
Sub-Total (Distribution Plant – Customers' Deposit)	9,216,013	9,676,814
Total	46,437,380	61,294,372

4. BLCI submits the annexes attached hereto and described below in compliance with the requirements for each proposed CAPEX project as required under Section 3.2, Article III of the Rules.

ANNEX	DESCRIPTION
A	Details of BLCI Proposed CAPEX Projects CY2018 & CY2019
B	Proposed CAPEX Projects & Feeder Maps
C	Gantt Chart of Proposed CAPEX Projects CY2018 & CY2019
D	Summary of Results of Forecasting Models, Validity and Accuracy Test

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E	Capacity Performance Table
F	Updated Fault Level Data of BLCI Load End SS from NGCP
G	Wire Sizing and Economic Analysis
H	Technical Simulation Backbone Line Projects
I	Financial Analysis
J	BLCI Distribution Development Plan (DDP)
K	Distribution Transformer Economic Analysis
L	Primary Line Economic Analysis
M-1	CAPEX Application Book 1 (Network Projects and Its Technical Descriptions and Justifications)
M-2	CAPEX Application Book 2 (Other Network and Non-Network Projects and Its Technical Descriptions and Justifications)
N	Secretary's Certificate
O	Judicial Affidavit of Engr. Eulogio M. Signe

5. The annexes, and other supporting documents provide, among other things, the following information: (a) System Performance Assessment and Planning Process; (b) Major Project Description; (c) Project Cost Estimates; (d) Technical Analysis; (e) Economic Analysis; (f) Project Schedule; and (g) BLCI Distribution Development Plan.

6. The proposed projects are indispensable to meet the increasing demand and increasing number of consumers of BLCI. Thus, BLCI recognizes the immediate need to increase substation and feeder capacities, as well as the need for additional distribution transformers, kWh meters, wires, and other related equipment in the distribution system.

7. Moreover, the proposed projects directly aim to address safety, capacity, efficiency, security and enhance further the reduction of system loss, reliability and power quality in the distribution network. The proposed projects are the outcome of ERC's CAPEX Planning Process and are consistent with BLCI's Distribution Development Plan (DDP), the Philippine Grid Code, the Philippine Distribution Code, and other relevant government issuances.

8. Pursuant to Rule 20 of the ERC Rules of Practice and Procedure, BLCI submits the Judicial Affidavit of Engr. Eulogio M. Signe in support of its motion for a Provisional Authority to immediately implement the proposed projects.

9. The issuance of a Provisional Authority will ensure BLCI's timely compliance with its CAPEX program considering the arduous preparations needed and the works involved in the implementation of the proposed projects.

RELIEF

BLCI prays that the Honorable Commission (a) APPROVE its capital expenditure program for CYs 2018 and 2019 consisting of the above proposed projects, (b) ISSUE a Provisional Authority to immediately implement the proposed projects pending final resolution of this application, (c) GRANT final authority to BLCI to

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implement, construct, own, and operate the proposed projects, and
(d) GRANT BLCI other equitable relief.

The Commission has set the *Application* for determination of compliance with the jurisdictional requirements, expository presentation, Pre-trial Conference, and presentation of evidence on **23 May 2018 at two o'clock in the afternoon (2:00 P.M.), at BLCI's principal office, BLCI Building, Ramon Enorio Street, Tagbilaran City, Bohol.**

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:

- 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 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 it 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

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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 10th day of April 2018 in Pasig City.

FOR AND BY AUTHORITY
OF THE COMMISSION:


JOSEFINA PATRICIA A. MAGPALE-ASIRIT
Oversight Commissioner for Legal


LS:SLAN/RTB/APV