

1. We propose the replacement of Diagram 4 of Annex C of Resolution 16 with the attached Diagrams 4-A and 4-B.

Diagram 4-A is meant to apply where there is another Generator connected to the Grid at the same Connection Point as the Generator.

Diagram 4-B is meant to apply where there is a Load Customer connected to the Grid at the same Connection Point as the Generator.

The purpose of replacing the existing Diagram 4 with Diagrams 4-A and 4-B is to emphasize that under Section 4.2 of Annex A of Resolution 16, “Connection Assets for Generation Customers of Transmission Provider include those assets from the last Single Mechanical Connection of a User System or Equipment of a Generator, at its Connection Point, to the last Single Mechanical Connection which is **not** shared with another Generator within the Grid” (underscoring and emphasis supplied). Thus, Diagram 4-B clearly indicates that a connection asset remains a connection asset of a Generation Customer even if that asset is shared by that Generation Customer with a Load Customer. On the other hand, Diagram 4-A clearly indicates that once that asset is shared by the Generation Company with another Generation Company it becomes a transmission asset.

2. For the avoidance of doubt, we propose the insertion of the following underscored sentence in the definition of Connection Assets in Section 2.0 of Annex A of Resolution 16:

Connection Assets (CA): Those assets that are put in place primarily to connect a Customer/s to the Grid and used for purposes of Transmission Connection Services for the conveyance of electricity which if taken out of the System, will only affect the Customer connected to it and will have minimal effect on the Grid, or other connected Customers. For the avoidance of doubt, Connection Assets exclude a User System or Equipment or other Facilities owned by a Customer such as a Load Customer or a Generator, which User System or Equipment or other Facilities shall remain owned by such Customer.

3. For the further avoidance of doubt, we also propose the inclusion of the following definitions of Generator, Distribution Utility and Load Customer in Section 2.0 of Annex A of Resolution 16:

Generator: Has the same meaning as Generation Company under the Philippine Grid Code, which is a person or entity authorized by the ERC to operate a facility used in the generation of electricity.

Distribution Utility: Has the same meaning given to this in the Philippine Grid Code, which is an Electric Cooperative, private corporation, government-owned utility, or existing local government unit that has an exclusive franchise to operate a Distribution System.

Load Customer: A Distribution Utility or other End User that receives electricity through the Grid.

The introduction of these definitions will minimize the need to refer to another ERC issuance for the meaning of these terms.