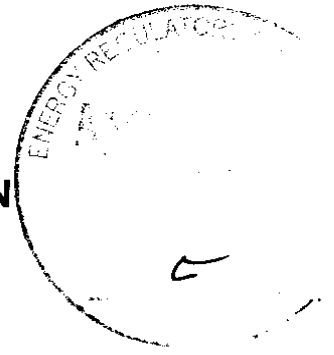


Republic of the Philippines
ENERGY REGULATORY COMMISSION
San Miguel Avenue, Pasig City



**IN THE MATTER OF VIOLATION OF
ERC ORDERS, RULES AND
REGULATIONS**

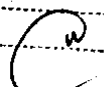
**ERC CASE NO. 2007 – 447 MC
RE: Late Remittance of
Universal Charge Collection**

**KALINGA – APAYAO ELECTRIC
COOPERATIVE, INC. (KAELCO),**

Respondent.

x ----- x

DECISION

D O C K E T E D
Date: **FEB 05 2010**
By: 

On July 4, 2007, the Commission issued a Show Cause Order directing Kalinga-Apayao Province Electric Cooperative, Inc. (KAELCO) among other Electric Cooperatives (ECs), to submit an explanation under oath why no administrative penalty and/or criminal action should be imposed upon it, its directors and officers in view of its non-remittance of universal charge collections.

On September 24, 2007, KAELCO submitted its "Explanation" stating that it has already remitted all universal charge collection due to the Power Sector Assets and Liabilities Management Corporation (PSALM). This was attested by the photocopies of remittance receipts for the period covering January to June 2007.



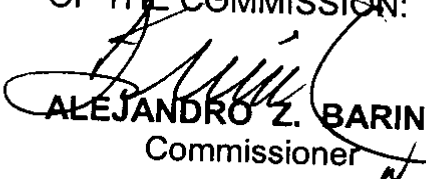
Finding this as substantial compliance with the Commission's directive, albeit done belatedly, in the interest of justice, the Commission deems it proper, at this time, to simply issue a reprimand to KAELCO for its failure to comply with the Commission's directive on time.

WHEREFORE, the foregoing premises considered, respondent Kalinga-Apayao Electric Cooperative, Inc. (KAELCO) is hereby **REPRIMANDED** for its late remittance of universal charge collections and **WARNED** that a similar offense in the future shall be dealt with more severely.

SO ORDERED.

Pasig City, January 25, 2010.

FOR AND BY AUTHORITY
OF THE COMMISSION:


ALEJANDRO Z. BARIN
Commissioner

Copy furnished:

1. **MR. RAMON C. POSADAS**
President
Philippine Rural Electric Cooperative Association (PHILRECA)
4th Floor Casman Building
Quezon Avenue, Quezon City 1198
2. **MS. CORAZON D. TOMAS**
OIC - General Manager
Kalinga - Apayao Electric Cooperative, Inc. (KAELCO)
Purok 5, Provincial Road
Bulanao, Tabuk, Kalinga -Apayao 3800
3. **ATTY. REYMAN A. SOLBITA**
Counsel for KAELCO
Purok 5, Provincial Road
Bulano, Tabuk, Kalinga 3800