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On November 20, 2008, BISELCO submitted its "Manifestation" stating that it started implementing the PPA refund on last March 2006. Available records with the Commission confirm this. Finding this as substantial compliance with the Purchased Power Adjustment (PPA) refund on time.

On January 17, 2008, the Commission issued a Show Cause Order directing Busuanga Island Electric Cooperative, Inc. (BISELCO) 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 failure to implement the Order on its

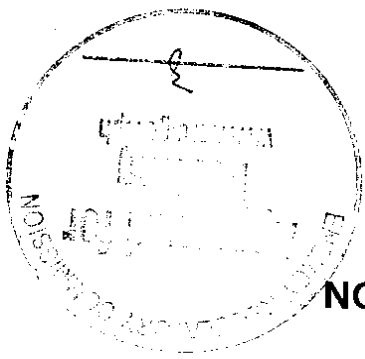
DECISION

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Respondent:
BUSUANGA ISLAND ELECTRIC COOPERATIVE, INC. (BISELCO),

SECRET
Date: *11 03 2008*
By: *[Signature]*

ERC CASE NO. 2008-012 MC
For: Failure to implement the
Energy Regulatory
Commission's (ERC) Order on
Purchased Power Adjustment
(PPA)

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



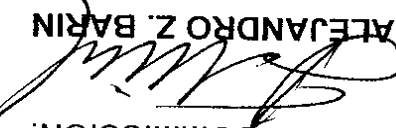
ENERGY REGULATORY COMMISSION
Republic of the Philippines
San Miguel Avenue, Pasig City

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 BISELCO for its failure to comply with the Commission's directive on time.

WHEREFORE, the foregoing premises considered, respondent Busuanga Island Electric Cooperative, Inc. (BISELCO) is hereby **REPRIMANDED** for the delay in its implementation of PPA refund and **WARNED** that a similar offense in the future shall be dealt with more severely.

SO ORDERED.

Pasig City, November 24, 2008

FOR AND BY AUTHORITY
OF THE COMMISSION:

ALEJANDRO Z. BARIN
Commissioner

Reference No. 2008-LI-DJ54
BISELCO_erpPAOrder_Reprimand

Copy furnished:

1. **MR. PEDRITO BACULIO**
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