

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. 2009-026 MC
For: Failure to Implement on
time the Final Rate
Reduction due to Loan
Condonation

**ZAMBALES II ELECTRIC COOPERATIVE,
INC. (ZAMECO II),**

Respondent.

x-----x

D O C K E T E D

Date: **MAR 31 2009**

By: _____

DECISION

On February 17, 2009, the Commission issued a Show Cause Order directing Zambales II Electric Cooperative, Inc. (ZAMECO II) among other Distribution Utilities to explain why no administrative penalty and/or criminal action should be imposed upon it, and/or against its directors and officers, for its failure to implement on time its approved rate reduction due to loan condonation.

On March 18, 2009, ZAMECO II filed a "Manifestation/Certification", stating that: a) it failed to implement on time the Order by the Commission on Final Loan Condonation dated June 14, 2005 due to financial constraint; and b) it eventually implemented the same in April 2008. Available records with the Commission confirm this.

Finding that ZAMECO II implemented the Final Rate Reduction due to Loan Condonation, albeit done belatedly, in the interest of justice the Commission deems it proper, at this time, to simply issue a reprimand to ZAMECO II for its failure to comply with the Commission's directive on time.

WHEREFORE, the foregoing premises considered, respondent Zambales II Electric Cooperative, Inc. (ZAMECO II) is hereby **REPRIMANDED** for its failure to implement on time a Commission's directive and **WARNED** that a similar offense in the future shall be dealt with more severely.

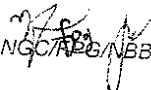
SO ORDERED.

Pasig City, March 26, 2009.

FOR AND BY AUTHORITY
OF THE COMMISSION:


ALEJANDRO Z. BARIN
Commissioner

Reference No. 2009-D1-E0030


NGC/RPG/NBB ZAMECO II LC Decision_Reprimanded

Copy furnished:

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