

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

IN THE MATTER OF THE PETITION
FOR REVIEW/ EVALUATION AND
APPROVAL OF THE ADDITIONAL
EMERGENCY AND UNPLANNED
CAPITAL EXPENDITURE PROJECTS
FOR THE YEAR 2010 WITH
PRAYER FOR THE ISSUANCE OF
PROVISIONAL AUTHORITY

ERC CASE NO. 2010-032RC

ZAMBOANGA CITY ELECTRIC
COOPERATIVE, INC. (ZAMCELCO)
Petitioner.

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APPLICATION FOR REVIEW, EVALUATION AND
APPROVAL OF EMERGENCY AND UNPLANNED CAPITAL
EXPENDITURE PROJECTS FOR YEAR 2010

Petitioner, the Zamboanga City Electric Cooperative, Inc. (ZAMCELCO for brevity), through counsel and unto this Honorable Commission, most respectfully avers:

1. That ZAMCELCO is a regulated distribution utility organized by virtue of P.D. No. 269, as amended, with principal office located at Maria Clara L. Lobregat Highway, Putik, Zamboanga City, Philippines. That the Board of Directors in its RESOLUTION NO. 56-10 dated April 3, 2010, has authorized the General Manager, Reinerio R. Ramos to file the foregoing application for the approval of the additional emergency and unplanned capital expenditure projects for. That applicant's authorized representative can be contacted through telephone no. (062) 991-1588 or through e-mail address: zamcelco@pldt.net Copies of the said board resolutions are hereto attached and marked as Annexes "A-", to form as integral part hereof.

2. That in compliance with ERC RESOLUTION NO. 26, Series of 2009, directing distribution utility to seek approval of its capital expenditure projects classified as system asset, applicant respectfully submits this petition for the approval of the Honorable Commission.

3. That in compliance with the pre-filing requirements, applicant have furnished to the Sangguniang Panlungsod, City of Zamboanga, copy of the APPLICATION together with all the annexes thereto and as proof thereof, the City Secretary, Ms. Zenaida Jayme had issued a CERTIFICATION, copy of which is hereto attached and marked as Annex "B". Applicant has caused the publication of this APPLICATION in the DAILY ZAMBOANGA TIMES, a newspaper of general circulation in the City of Zamboanga (applicant's franchise area), evidenced by the Affidavit of Publication executed by Roel E. Ramos, Editor-in-Chief; copy of said Affidavit is hereto attached and marked as Annex "C"; while copy of DAILY ZAMBOANGA TIMES is hereto attached and marked as Annex "C-1".

4. Likewise, applicant prepared a Notice To Inform The Public of the Capital Expenditure Projects, consisting of 3 pages, copy of which is hereto attached and marked as Annex "D"; and requested for its posting at the bulletin boards of the Office of the City Mayor, Office of the Sangguniang Panlungsod, and Philippine Postal Office – Zamboanga City. As proof thereof, separate certifications were issued by MARIO O. ROCA, Executive Assistant V, for the City Mayor; Zenaida Jayme, City Secretary, Office of the Sangguniang Panlungsod; and Amirbahar H. Hadjirul; have issued CERTIFICATION, copies of which are hereto attached and marked as Annexes "D-1", "D-2", and "D-3", respectively; all to form as integral parts hereof.

5. That the capital expenditure projects described in this application are in addition to those projects filed on July 3, 2009, for the years 2009, 2010, 2011, and 2012, which application was docketed as ERC CASE NO. 2009 – 059 MC. Applicant had filed its formal offer of evidence on is now pending resolution by the Energy Regulatory Commission. More specifically, the capital expenditure projects included in this application, which ZAMCELCO is seeking for the Honorable Commission's approval are:

- 5.1 Project Title : Investigative Inspection and Maintenance Service of On-Load-Tap-Changer (OLTC) in Putik Substation
 Project Code : 1A-MCP-10-05
 Project Type : Power Capacity
 Project Rank : 2ND Priority
 Project Cost : Php2,142,694.40
 Category : Primary Distribution Project – Power Quality Correction
- 5.2 Project Title : Upgrading of Distribution Lines from Single Phase to Three Phase
 Project Code : 1B-MCP-10-06
 Project Type : Capacity
 Project Rank : 1ST Priority
 Project Cost : Php 805,099.85
 Category : Capacity
- 5.3 Project Title : Major Preventive Maintenance Services of 5MVA Power Transformer in Sangali Substation
 Project Code : 3-MCP-10-05
 Project Type : Reliability Improvement above Performance Standards
 Project Rank : 1ST Priority
 Project Cost : Php 1,286,999.12
 Category : Reliability Improvement Project
- 5.4 Project Title : Rewinding of 5MVA Power Transformer in order to unload the Remaining SHILHLIN 5MVA Power Transformer in Recodo Substation
 Project Code : 4-MCP-10-09
 Project Type : Power Quality
 Project Rank : 1ST Priority
 Project Cost : PhP 2,430,264.60
 Category : Substation Project - Upgrading of Existing Substation
- 5.5 Project Title : Lot Acquisition for Pasonanca Substation and Sub-Office Building Construction of 5MVA Power Substation with Steel Structure and Substation Protection including Feeder Take-Off and XYLE Layout Fencing and Substation Counterpoist Grounding
 Project Code : 5-MCP-10-06
 Project Type : Power Quality
 Project Rank : 1ST Priority
 Project Cost : PhP40,753,383.89
 Category : Substation Project – New Substation in New Location

6. That the Templates For Capital Projects as prescribed under ERC RESOLUTION NO. 26, Series of 2009 for the project code, type, priority rank, project category, title, duration, description, justification, technical analysis, economic analysis and annexes templates, Gantt chart schedule, and project cost estimates are hereto attached and marked are as follows:

- 6.1 Project Code : 1A-MCP-10-05 Annex "E" with submarkings;
- 6.2 Project Code : 1B-MCP-10-06 Annex "F" with submarkings;
- 6.3 Project Code : 3-MCP-10-05 Annex "G" with submarkings;
- 6.4 Project Code : 4-MCP-10-09 Annex "H" with submarkings; and
- 6.5 Project Code : 5-MCP-10-06 Annex "I" with submarkings;

7. That the Financing Plan for the Projects for the projects enumerated in this petition is hereto attached and marked as Annexes "J"; all to form as integral parts hereof.

8. That the Distribution Development Plan (DDP) contained in the Revised Integrated Computerized Planning Model (ICPM) and Board RESOLUTION NO. 59-10 were submitted to the Department of Energy (DOE) through the Office of the Corporate Planning (CORPLAN), National Electrification Administration (NEA) which were stamped received by the CORPLAN office and copies of the DDP is hereto attached and marked as Annex "K" and the page where the stamped RECEIVED appears is hereto attached and marked as Annex "L", both to form as integral parts hereof.

9. The Sworn Statement of the authorized representative, Mr. Reinerio R. Ramos, General Manager and Sworn Written Testimonies of applicant's General Manager, Heads of the Engineering Areas and the Finance Department Manager as witnesses are hereto attached and marked as Annexes "O", "P", "Q", "R", "S", "T" and "U", all of which are to form as integral parts hereof.

WHEREFORE, the foregoing premises considered, applicant most respectfully prays that the Honorable Commission will find this application together with all the annexes thereto, to be sufficient in form and substance. That after due publication of notice and hearings, the application for the five additional capital expenditure projects for the year 2010 be approved. Applicant also prays for the issuance of a provisional authority to implement the projects. Other reliefs as are just and equitable under the foregoing premises are likewise prayed for.

City of Zamboanga for Pasig City, Philippines, April 12, 2010.

ATTY. ANTONIO GUIROY ANGELES
Counsel for the Applicant
P.T.R. No. 0209909; Jan. 12, 2010; Z.C.
IBP OR NO. 755938; Jan. 05, 2010; Z.C.
ROLL NO. 39970
MCLE COMPLAINT No. III- 0004472; Aug. 11, 2009
Ground Floor LDM BLDG 2008
Pilar Street, Zamboanga City

VERIFICATION AND CERTIFICATION

I, REINERIO R. RAMOS, of legal age, after having duly sworn to an oath in accordance with law hereby depose and state:

That I am the General Manager of the Zamboanga City Electric Cooperative, Inc., (ZAMCELCO) and am authorized to file the foregoing application per Board Resolution No. 56 - 10, copy of which is hereto attached and marked as Annex "A";

That as the authorized representative of ZAMCELCO, I have caused the preparation of the foregoing application; that I have read and understood the contents thereof and hereby state and declare that the same are true and correct to the best of my own personal knowledge and based on authentic records;

That applicant has not commenced any action or proceedings involving the same issues between the parties, before the Supreme Court, Court of Appeals, or any other tribunal or agency; that to the best of my knowledge, no such action or proceeding is pending in the Supreme Court, Court of Appeals, or any other tribunal or agency; that should hereafter I learn that a similar action or proceedings has been filed or is pending before the Supreme Court, Court of Appeals, or any other tribunal or agency, I shall undertake to report to the Honorable Court of said fact within five (5) days from knowledge therefrom.

IN WITNESS WHEREOF, I have hereunto set my hand this 30th day of March 2010, in the City of Zamboanga, Philippines.

RENEIRIO R. RAMOS
Affiant

SUBSCRIBED AND SWORN TO BEFORE ME this 12th day of April, 2010, at Zamboanga City, Philippines, affiants having exhibited to me his Community Tax Certificate number 16345639 issued at Zamboanga City, on January 22, 2010.

Doc. No. ____;
Page No. ____;
Book No. ____;
Series of 2010.

Republic of the Philippines)
City of Zamboanga -----)S.S.
x ----- x

SWORN STATEMENT

I, REINERIO R. RAMOS, of legal age, after having duly sworn to an oath in accordance with law hereby depose and state:

That I am the General Manager of the Zamboanga City Electric Cooperative, Inc., (ZAMCELCO) and am authorized to filed the foregoing application per Board Resolution No. 56 - 10, copy of which is hereto attached and marked as Annex "A";

That in compliance with ERC RESOLUTION NO. 26, Series of 2009, applicant has furnished copy of the application with all the annexes thereto to the Office of the Sangguniang Panlungsod, City of Zamboanga; which office acknowledged receipt per CERTIFICATION issued by the City Secretary, ZENAIDA JAYME;

That copy of the Revised Integrated Computerized Program Model (ICPM) and copy of RESOLUTION No. 59-10 passed and approved by ZAMCELCO's Board of Directors approving the said ICPM were duly submitted to Dir. Roderick N. Padua, Corporate Planning Office, CORPLAN, National Electrification Administration (NEA), NIA Road, Diliman, Quezon City; evidenced by the stamped RECEIVED on 4-5-10, copy of which is hereto attached and marked as Annex "S";

That the capital expenditure projects included in this application are in accordance with the Distribution Development Plan (DDP) as contained in the ICPM submitted to the Department of Energy (DEO) through the National Electrification Administration (NEA);

That the NOTICE TO INFORM THE PUBLIC OF THE APPLICATION (Annex "D") have been posted on the bulletin boards of the Office of the City Mayor, Office of the Sangguniang Panlungsod – Zamboanga City, and Philippine Postal Office – Zamboanga City for the purpose of giving notice and informing the public and in compliance with ERC RESOLUTION No. 26, Series of 2009. As proof of postings, the Office of the City Mayor, Office of the Sangguniang Panlungsod and the Philippine Postal Office – Zamboanga City have issued CERTIFICATION of posting; copies are attached to the application, marked as Annexes "C-1", "C-2" and "C-3";

IN WITNESS WHEREOF, I have hereunto affixed my signature this ___ day of April 2010, at Zamboanga City, Philippines.

RENEIRIO R. RAMOS
Affiant

SUBSCRIBED AND SWORN TO BEFORE ME this 12th day of April, 2010, at Zamboanga City, Philippines, affiants having exhibited to me his Community Tax Certificate number 16345639 issued at Zamboanga City, on January 22, 2010.

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