RETAIL ELECTRICITY SUPPLIERS ASSOCIATION
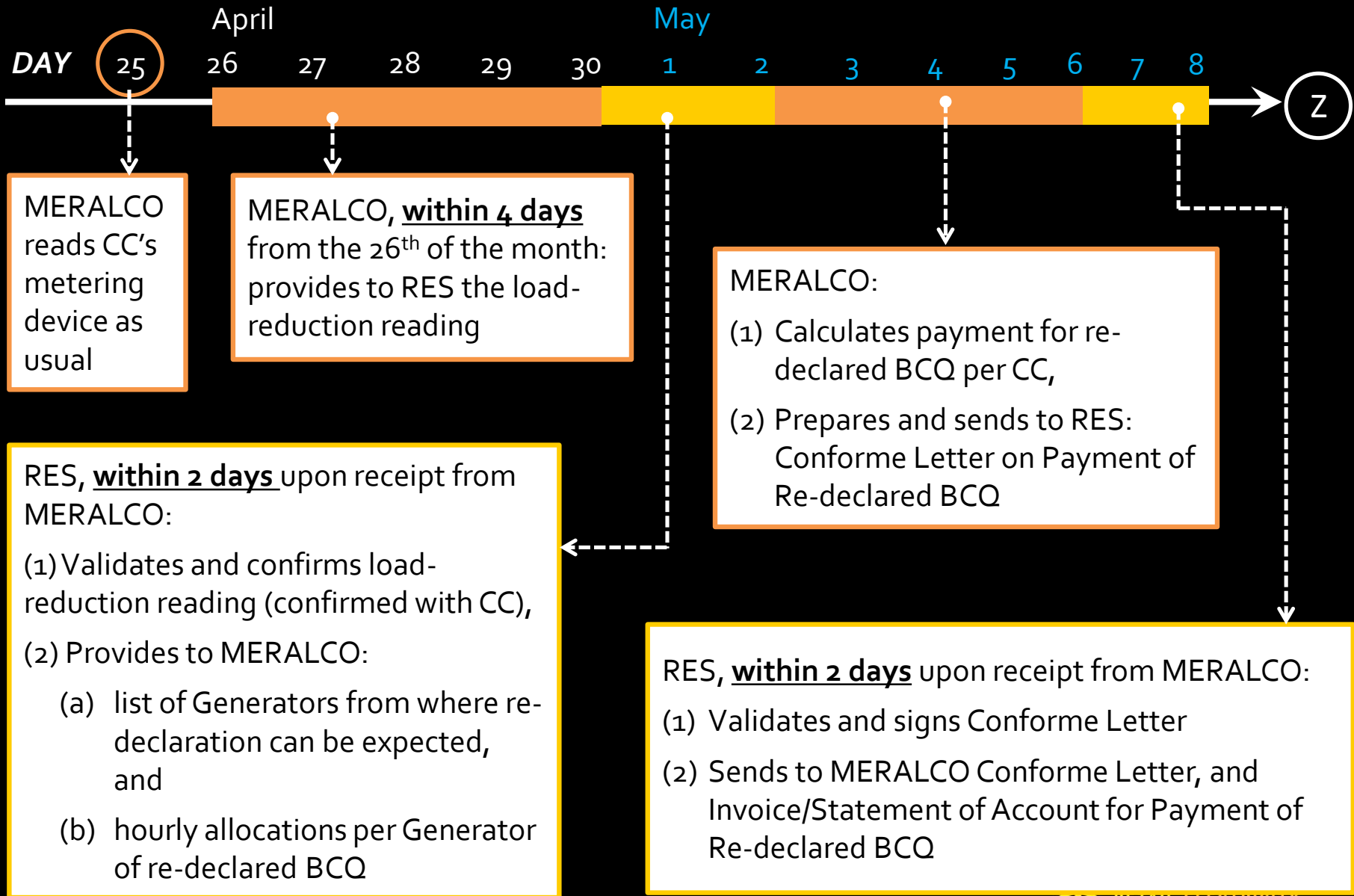
Meter Reading, De-loading Compensation, Payment Schedule

Meter Reading, De-loading Compensation

DAY **25** April 26 27 28 29 30 May 1 2 3 4 5 6 7 8 **Z**

MERALCO reads CC's metering device as usual

MERALCO, **within 4 days** from the 26th of the month: provides to RES the load-reduction reading

MERALCO:

(1) Calculates payment for re-declared BCQ per CC,

(2) Prepares and sends to RES: Conforme Letter on Payment of Re-declared BCQ

RES, **within 2 days** upon receipt from MERALCO:

(1) Validates and confirms load-reduction reading (confirmed with CC),

(2) Provides to MERALCO:

   (a) list of Generators from where re-declaration can be expected, and

   (b) hourly allocations per Generator of re-declared BCQ

RES, **within 2 days** upon receipt from MERALCO:

(1) Validates and signs Conforme Letter

(2) Sends to MERALCO Conforme Letter, and Invoice/Statement of Account for Payment of Re-declared BCQ

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De-loading Compensation

Billing and Compensation (Amendments)

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De-loading Compensation$_{pesos}$	=	[Incremental De-loading Rate x Compensable kWh]	+	Maintenance Cost
Where:				
Incremental De-loading Rate	=	[Generation Cost of Fuel x Fuel Consumption Rate]	–	PC Average rate
Generation Cost of Fuel	=	Average price of diesel fuel from Petron, Shell and Caltex for the previous month as of the end of the previous calendar month in the city or municipality where the Participating Customer is located		
Fuel Consumption Rate	=	~~0.28~~ 0.34 liter/kWh		
PC Average Rate	=	Average Rate for the current billing period		
Compensable kWh	=	Actual de-loaded kWh for the current billing period		
Maintenance Cost	=	PhP0.32/kWh x Compensable kWh or ~~PhP23,548.00/month, whichever is lower~~		

De-loading Compensation*

$$\text{De-loading compensation} = \{ \text{Incremental De-loading Rate} \times \text{De-loaded kWh} \} + \text{Maintenance Cost}$$

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De-loading Compensation*

| De-loading compensation | = { | Incremental De-loading Rate | X | De-loaded kWh | } + | Maintenance Cost |

| Incremental De-loading Rate | = (| Generation cost of fuel | X | Generator's fuel consumption rate |) - | Ave Retail Rate of Participating Customer |

0.34 liters / kWh

Ave price of fuel where participating customer is located as of end of previous calendar month

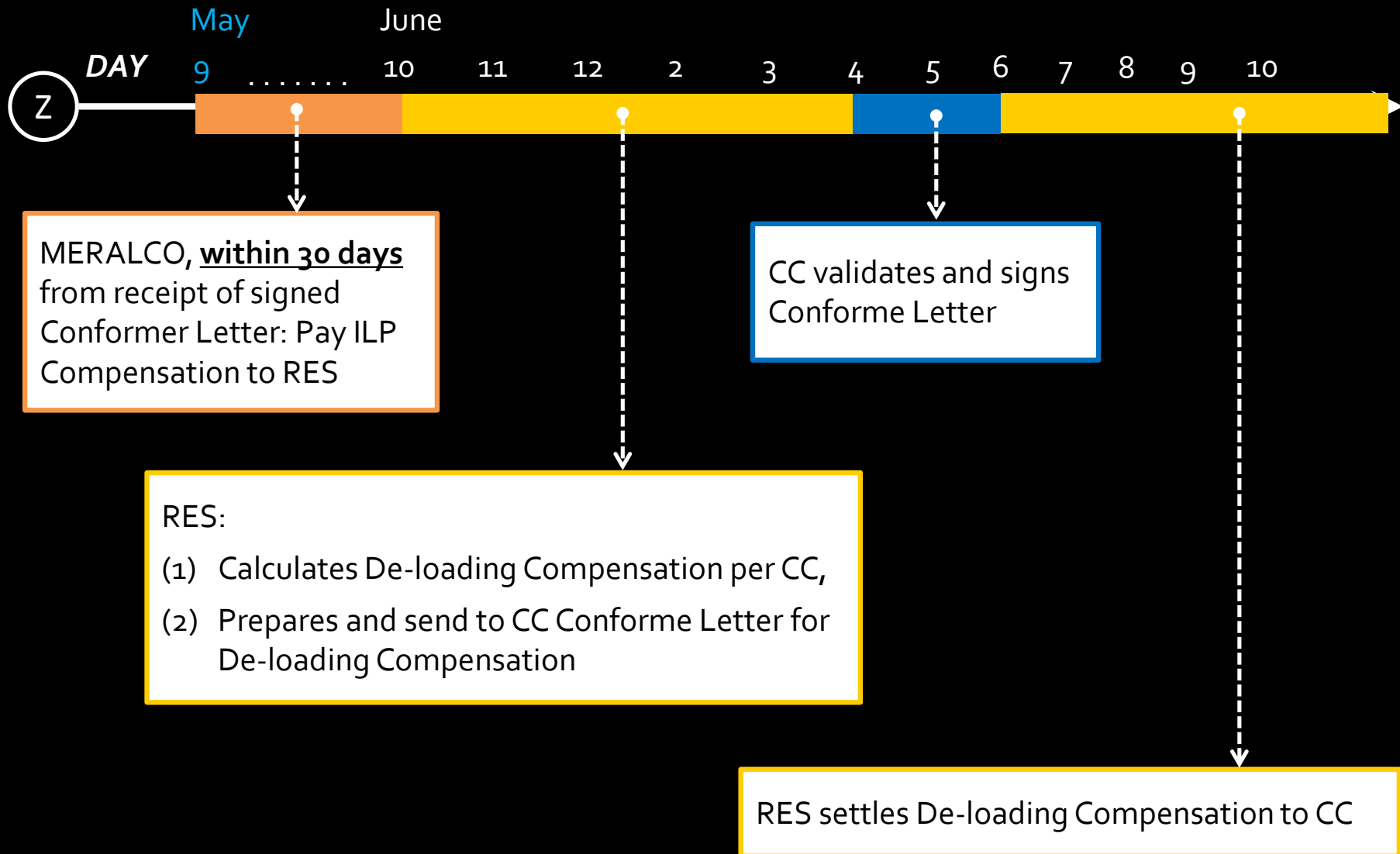Ave retail rate for the month of de-loading

De-loading Compensation*

De-loading compensation	= {	Incremental De-loading Rate	X	De-loaded kWh	} +	Maintenance Cost

Maintenance Cost	= [	Php 0.32 per kWh	X	De-loaded kWh	]

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Payment Schedule

May June

DAY
9 .... 10 11 12 2 3 4 5 6 7 8 9 10

Z

MERALCO, **within 30 days** from receipt of signed Conformer Letter: Pay ILP Compensation to RES

CC validates and signs Conforme Letter

RES:

(1) Calculates De-loading Compensation per CC,

(2) Prepares and send to CC Conforme Letter for De-loading Compensation

RES settles De-loading Compensation to CC

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Thank You