



National Association of Electricity Consumers for Reforms
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DR. ALLAN ORTIZ

President and CEO

National Transmission Company
Power Center, Quezon Avenue
Quezon City

Dear Dr. Ortiz:

Warm Greetings!

In 9 September 2005 issue of the Daily Tribune, it was reported that Transco *has committed to fast-track an 80-kilometer 138 kilovolt transmission line for the proposed 100-megawatt geothermal plant in Cabalian, Southern Leyte.*

In the interest of the millions of consumers nationwide, may we request a meeting with your technical staff in charge of this project to raise our concerns on the project. Specifically, our concerns are as follows:

1. Has this project been awarded already? What is the total project cost and when is the projected implementation and completion period?
2. Was this project submitted to the Energy Regulatory Commission as a petition for public hearing? Was this approved by the ERC already?
3. Will the funds for this project come from the national government? Is the financial requirement for this project already included in the budget that was recently approved by the national government for transmission-related infrastructure projects?
4. If sourced from loans, from what financial institutions, and what will be the interest rate and period of payment?

5. Will the cost of the project be paid by the transmission rates of your customers nationwide or only by the customers who will be using the power generated by Cabalian geothermal power plant?
6. Is this project already part of the 2004 Transmission Development Plan (TDP) or the revised TDP?
7. What companies joined the bidding process and may we request for copy of the bidding proposals?

In the spirit of transparency and accountability of public officials, we hope that you will give immediate and favorable attention to our request.

Thank you and God bless.

Very truly yours,

PETE L. ILAGAN
President