

# NASECORE

National Association of Electricity Consumers for Reforms

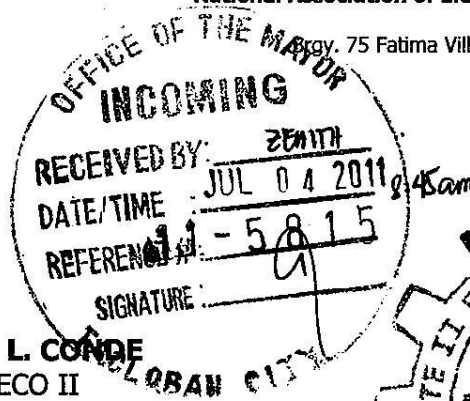
Tacloban City Regional Office

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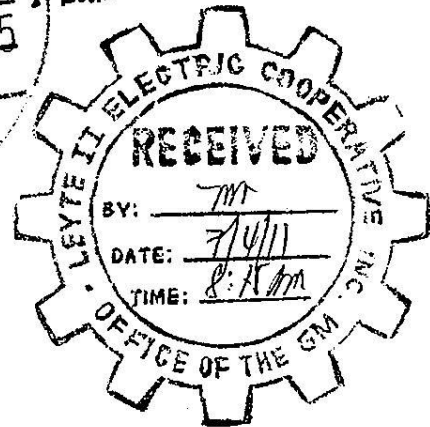
Email: [nasecore8@gmail.com](mailto:nasecore8@gmail.com)

[www.nasecore.org](http://www.nasecore.org)



June 27, 2011

**ATTY. JERRY GWEN L. CONDE**  
General Manager, LEYECO II  
Real St., Tacloban City



Dear GM Conde,

Greetings!

This refers to the monthly generation charge in the LEYECO II bill which has been significantly increasing every month from P3.7889 in November 2010 to P4.5396 in June or an increase of P0.7507 approximately 20%.

This is an alarming development and another burden being shouldered by consumers who provide LEYECO II the funds to pay for the power generation charge, transmission charge and systems loss. In addition consumers also pay LEYECO II rates for its payroll, operation & maintenance (O&P), amortization cost and re-investment fund (known in the bill as MCC).

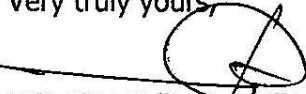
For an institution that has tripled its gross sales these past ten (10) years and therefore multiplied its business three times, 'economies of scale' is an unknown commodity. It's a common business knowledge that when business grows and expenses kept at a prudent minimum the institution starts to 'profit' or in a members-owned enterprise, it starts producing 'surplus' which is channeled back to its member-consumer-owners as 'refund' and in the anticipated future sales as a 'rate reduction'.

We also understand that Leyeco II has entered a power supply contract with KEPCO SPS Power Corporation last January 20, 2011 and Commissioning Power Sales Contract dated December 10, 2010 and has submitted said contracts for approval with the Energy Regulatory Commission (ERC).

May we, therefore, request copies of **ALL** the billings and proofs of payments of the monthly generation charge by the power suppliers of LEYECO II from October 2010 to June 2011?

In the spirit of transparency and accountability and in light of the funds provided for by the member-consumers as joint owners of the cooperative, we hope you will grant us our request the soonest possible time.

Very truly yours,



**RODOLFO "BUTCH" FORTICH CELESTIAL**  
NASECORE 8 Regional Coordinator

cc: Hon. Jose Rene D. Almendras, Secretary, Department of Energy  
Hon. Zenaida C. Ducut, ERC Chairperson  
Hon. Edita S. Bueno, NEA Administrator  
Hon. Ferdinand Martin Romualdez, Representative, 1st District Leyte  
Hon. Florencio G. Noel, Sectoral Representative, An Waray Party List  
Hon. Ponciano D. Payuyo, Sectoral Representative, APEC Party List  
Hon. Michael Angelo C. Rivera, Sectoral Representative, 1 Care Party List  
Hon. Jericho L. Petilla, Governor, Leyte  
Hon. Alfred S. Romualdez, Mayor, Tacloban City  
Hon. Remedios L. Petilla, Mayor, Municipality of Palo  
Hon. Charita M. Chan, Mayor, Municipality of Babatngon  
Sanggunian Panglunsod, Tacloban City  
Sanggunian Bayan, Municipality of Palo  
Sanggunian Bayan, Municipality of Babatngon  
Regional Trial Court Judges  
Regional Prosecutor's Office  
Integrated Bar of the Philippines, Tacloban Chapter  
Philippine Institute of Certified Public Accountants  
Region Eight Administrators' League (REAL)  
Rotary Club of Tacloban  
Rotary Club of San Juanico  
Rotary Club of Kandaya-Tacloban  
Rotary Club of Leyte Gulf  
Leyte Chamber of Commerce and Industry  
Tacloban Bankers' Association  
Pete Ilagan, Nasecore President  
Member Consumers  
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