



National Association of Electricity Consumers for Reforms

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MR. JESUS P. FRANCISCO

President, Manila Electric Company
Meralco Avenue, Pasig City

Dear Mr. Francisco:

Warm greetings!

Thank you for engaging Nasecore in a constructive dialogue on the issues and concerns that beset the industry, MERALCO and the consumers.

As warmly acknowledged in our follow-up letters (May 11 & May 5) to your response through Ms Ivanna Dela Pena, the data we have been getting are instructive and enlightening. Further enlightenment will of course be had, if you will favor with a reply our specific queries in the two follow-up letters.

Long the same lines of enlightenment, may we solicit your kind reply to the following points in your Summary Schedule of Unbundled Rates, which is Annex A under ERC Case No.2001-646 and 2001-900 Decision dated May 30, 2003, specifically the Unbundled Supply Charge and Unbundled Metering Charge to wit:

- The Supply and Metering Charges are constant at P655.33 and P317.74, respectively, for the Commercial & Industrial Customers of all sizes/ classifications, regardless of their individual monthly consumption.
- In contrast, the Supply and Metering Charges for all residential customers are P0.5271/kWh and P0.2435/kWh, respectively. Will this mean that if a residential customer consumes 1,300 kWh for one month, his supply charge payment will be P685.23 for that month, thus higher than the constant P655.33 for the commercial or industrial customers, whose annual consumption may be 600,000kWh or 50,000kWh per month?

For our further guidance in understanding the parameters for these unbundled rates, may we also be furnished the number of each customers under each classification as listed and specified in Annex A hereto attached, and the corresponding revenues for each customer class for 2003-2004? Please include the revenues for the residential customers with consumption of 0-100kWh, 101-200kWh, 201-300kWh, 301-400kWh, 401-500kWh, 501-600kWh, 601-700kWh and so forth up to 5,000kWh.

Your kind reply will be highly appreciated.

Thank you and God Bless

Very truly yours,

PETE L. ILAGAN

President

Cc: Hon. Rodolfo B. Albano Jr., ERC Chairman
Hon. Raphael P.M. Lotilla, DOE Secretary
Hon. Miriam D. Santiago, Senate Committee on Energy Chairman
Hon. Alipio Badelles, House Committee on Energy