

# **Energy Cost-Competitiveness and Self-Sufficiency**

**Dr. Francisco L. Viray**  
**Trans Asia Power Generation Corporation**

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# ISSUES

- **Open Access**
  - **Voluntary Open Access**
  - **Tweaking of EPIRA**
- **Temporary Reduction of Royalties from Extracted Energy Sources for 4 years**
- **No-Nonsense Energy Savings Drive**
- **NPC/TransCo Privatization**



# ISSUES

- **Define the Lowest Rate Achievable Cost for Investment Policy**
- **PEZA Energy Regulation in Estates**
- **Support for Electric Cooperatives**
- **Policy on Renewables**



# ISSUE ADVISERS

**Mr. Ramon Abaya**

**Mr. Greg Domingo**

**Mrs. Alice Herrera**

**Mr. Vince Perez**



# Energy Cost-Competitiveness and Self-Sufficiency

## Voluntary Open Access

Action

Metrics

NPC-Meralco-NCC Meeting  
Agenda: Improve Customer Choice  
Program

Takers (4<sup>th</sup> Quarter, 2007)



# Energy Cost-Competitiveness and Self-Sufficiency

## Voluntary Open Access

**Action**

**Metrics**

**NCC-ERC Meeting (August 2007)**

**Agenda:**

- **Clarify the Role of WESM vs. Bilateral Contracts**
- **Transmission and Distribution Losses**
- **Performance-based Rate Methodology**



# Energy Cost-Competitiveness and Self-Sufficiency

## Tweaking of EPIRA

Action	Metrics
<p>Thought Leaders' Forum (3<sup>rd</sup> Week of August 2007) Agenda:</p> <ul style="list-style-type: none"><li>• Tweaking of EPIRA</li><li>• NPC/TransCo Privatization</li></ul>	<p>Bill (2007) Amendment (2008)</p>



# Energy Cost-Competitiveness and Self-Sufficiency

## Temporary Reduction of Royalties from Extracted Energy Sources for 4 years

Action	Metrics
Working Group and the Department of Energy to determine the economics of suspending payment of royalties vis-à-vis relief to exports (July to August 2007)	NCC-DOE Study: Loss of revenue vs. Investment <ul style="list-style-type: none"><li>• Present to Policymakers (2007)</li></ul>



# Energy Cost-Competitiveness and Self-Sufficiency

<b>No-Nonsense Energy Savings Drive</b>	
<b>Action</b>	<b>Metrics</b>
Delegate this program to the PCCI and ENMAP (scheduled to meet on July 19, 2007)	National Program (2008)



# Energy Cost-Competitiveness and Self-Sufficiency

## NPC/TransCo Privatization

### Action

Thought Leaders' Forum  
(3<sup>rd</sup> Week of August 2007)

Agenda:

- Tweaking of EPIRA
- NPC/TransCo Privatization

### Metrics

WB Study: Maximum Revenue vs.  
Competitiveness (2008)



# Energy Cost-Competitiveness and Self-Sufficiency

## Define Lowest Rate Achievable Cost for Investment Policy

Action	Metrics
<ul style="list-style-type: none"><li>Ongoing UP study on LRAC</li></ul>	UP study (1 <sup>st</sup> Quarter, 2008)



# Energy Cost-Competitiveness and Self-Sufficiency

PEZA Energy Regulation in Estate	
Action	Metrics
PEZA WG in the process of crafting the IRR	IRR (3 <sup>rd</sup> Quarter, 2007)



# Energy Cost-Competitiveness and Self-Sufficiency

<b>Support for Electric Cooperatives</b>	
<b>Action</b>	<b>Metrics</b>
TOR for the study (July 2007)	UP Study (2010)



# Energy Cost-Competitiveness and Self-Sufficiency

## Policy on Renewables

Action	Metrics
Thought Leaders' Forum (3 <sup>rd</sup> Week of August 2007) Agenda: Policy on Renewables (as inputs to renewable acts)	Target: 2008

**Thank You!**