NINETEENTH CONGRESS OF THE REPUBLIC OF THE PHILIPPINES *First Regular Session*



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SENATE P.S. RES. No. 39

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Introduced by Senator WIN GATCHALIAN

A RESOLUTION DIRECTING THE APPROPRIATE SENATE COMMITTEE TO CONDUCT AN INQUIRY IN AID OF LEGISLATION ON THE QUALITY OF ELECTRIC POWER SERVICE IN THE PROVINCE OF PALAWAN WITH THE END IN VIEW OF PROTECTING THE INTERESTS OF PALAWEÑOS

1 WHEREAS, under Section 2 of Presidential Decree No. (PD) 269 or the National 2 Electrification Administration Decree as amended, it is the policy of the State to: i) 3 "promote the sustainable development in the rural areas through rural electrification"; 4 and ii) "empower and strengthen the National Electrification Administration (NEA) to 5 pursue the electrification program and bring electricity, through the electric 6 cooperatives as its implementing arm, to the countryside even in missionary or 7 economically unviable areas";

8 WHEREAS, under Section 2(b) of Republic Act No. 9136, otherwise known as 9 the Electric Power Industry Reform Act of 2001 (EPIRA) states that it is the policy of 10 the State "to ensure the quality, reliability, security and affordability of the supply of 11 electric power". Hence, in pursuing its total electrification mandate, electric 12 cooperatives (ECs) must ensure that it delivers a reliable and dependable supply of 13 electric power to its consumers;

14 WHEREAS, Palawan Electric Cooperative Inc. (PALECO) is the electric 15 cooperative servicing the franchise area of Palawan. As of March 31, 2022, out of

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232,705 household connections in its franchise area, PALECO only energized 81% or
188,936, the lowest energization level among the 8 ECs¹ in Region IV-B;²

WHEREAS, as of December 31, 2021, PALECO is classified as a yellow-1 EC, as it failed to comply with National Electrification Administration (NEA) standards on collection efficiency, i.e. 90.08% as opposed to the 95% NEA standard.³ However, despite these EC's compliance with the regulatory standards, there are clamors from Palawan electric consumers for alleged unreliable electric service they receive from PALECO;

9 WHEREAS, it is important to address the problems experienced by Palawan 10 electric consumers on low energization rate and unreliable electric service to protect 11 them from losses;

12 NOW THEREFORE BE IT RESOLVED, as it is hereby resolved, to direct the 13 appropriate Senate Committee to conduct an inquiry in aid of legislation on the quality 14 of electric power service in the province of Palawan with the end in view of protecting

15 the interests of Palaweños.

Adopted,

GATCHALIAN

¹ 8 ECs in Region IV-B are Lubang Electric Cooperative Inc. (LUBECO), Occidental Mindoro Electric Cooperative Inc. (OMECO), Oriental Mindoro Electric Cooperative Inc. (ORMECO), Marinduque Electric Cooperative Inc. (MARELCO), Tablas Island Electric Cooperative Inc. (TIELCO), Rombion Electric Cooperative Inc.(ROMELCO), Busuanga Electric Cooperative Inc.(BISELCO) and PALECO.

² NEA(2022).

³ Compliance Report on the 4th Quarter of 2021.