



21 April 2016

**MEMORANDUM**

**TO :** ALL GENERAL MANAGERS/OFFICERS-IN-CHARGE  
OF ELECTRIC COOPERATIVES

**ATTENTION :** FINANCE MANAGERS

**SUBJECT :** Proposed Amendment of Policy on Rural  
Electrification Loan - Working Capital (Expanded  
Purpose – Tax Obligation)

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In 2009, the NEA Board of Administrators approved the Policy on Rural Electrification (RE) Loan – Working Capital for ECs to help them comply with their power supply contract obligations.

The ECs have been at the receiving end of various tax assessments and related tax collection efforts both from the national and local government. Also, the ECs have an outstanding local taxes (i.e. real property tax) payable prior to RA 10531.

The ECs are requesting NEA for a loan for payment of tax obligations. Some ECs already availed loans from banks.

NEA is considering to expand its Credit Facility on Rural Electrification (RE) Loan-Working Capital for payment of tax obligations and to help ECs maintain its Working Capital at a prescribed level.

In line with the above proposal, NEA is conducting a survey to determine the necessity and funding requirement of ECs that are interested to avail of the Program. In this regard, please fill up the attached survey form.

You may send the survey form thru fax at (02) 929-2203 and/or email Accounts Management Division at [amd\\_nea@yahoo.com.ph](mailto:amd_nea@yahoo.com.ph) on or before 29 April 2016. Should you need some clarifications, please contact Accounts Management Division at telephone numbers (02) 929-2194 or (02) 929-1909 loc. 146 and 147.

Thank you.

**LEILA B. BONIFACIO**  
Department Manager  
Accounts Management and Guarantee Dept.

AMGD-AMD-2016-04-558

**SURVEY FORM ON TAX**

\_\_\_\_\_ Electric Cooperative, Inc. (\_\_\_\_\_)

1. Are you interested to avail of the **Working Capital Loan for payment of Tax?**

Yes

No

If yes, please fill up the matrix below:

TAXES	LOCAL	NATIONAL	ASSESSED AMOUNT	PAYMENT MADE	FUND SOURCE	OUTSTANDING OBLIGATION	REMARKS
			(P'000)	(P'000)		(P'000)	
INCOME							
REAL PROPERTY TAX							
FRANCHISE							
VAT							
WITHHOLDING TAX							
OTHERS							

Prepared by:

Noted by: