



June 14, 2018

MEMORANDUM No. 2018-037

T O : ALL ELECTRIC COOPERATIVES (ECs)
SUBJECT : Mandatory Adoption of ECs to ERC-Approved ACAM

Electric Cooperatives are enjoined to ensure continued compliance to the requirements set by the Energy Regulatory Commission (ERC).

Pursuant to ERC Resolution No. 07, Series of 2012: *A Resolution Adopting the Accounting for Cost Allocation Manual (ACAM) for Electric Cooperatives (ECs)* and RA 9136: *The Electric Power Industry Reform Act (EPIRA)* particularly Section 36 thereof and Rule 10 of its IRR which mandates the ECs to structurally and functionally unbundle business activities into generation, transmission, distribution and supply; and, to ensure the ECs' readiness and sustainability in Retail Competition and Open Access (RCOA) environment, all ECs are hereby directed to adopt and implement the ERC-approved ACAM in the monthly submission of MFSR through the NEA Business Intelligence Technology (NEA BIT).

This shall be effected to all, not only to Electric Cooperatives that have already obtained approval from the ERC of their Business Segregation Unbundling Plan (BSUP); but, also to those who are yet to apply or are awaiting approval of the said BSUP.

ECs are henceforth required to comply with the deadline for submission of ACAM-based MFSR through the NEA BIT in accordance with the provisions on Reportorial Requirements of R.A. 10531, that is, the monthly submission of said reports not later than the 30th day of the succeeding month. Hence, the May 2018 ACAM-based MFSR of the EC must be submitted via the NEA BIT not later than June 30, 2018; with the succeeding monthly reports submitted accordingly on the set monthly deadline.

ECs are likewise required to submit their ACAM-based MFSR of the previous months from January to April 2018 with adherence to the following schedule:

<i>MFSR for the Month of</i>	<i>Deadline of Submission through NEA-BIT</i>
January 2018	July 15, 2018
February 2018	August 15, 2018
March 2018	August 22, 2018
April 2018	September 15, 2018
May 2018	June 30, 2018
June 2018	July 30, 2018

For documentation purposes, ECs are advised to prepare the necessary Journal Vouchers (JVs) to reflect the migration from the old Chart of Accounts (COA) to the required ACAM-COA.

For your guidance and compliance.


EDGARDO R. MASONGSONG
Administrator

NATIONAL ELECTRIFICATION
ADMINISTRATION
Office of the Administrator



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