



20 September 2018

MEMORANDUM No. 2018-063

TO : **ALL ELECTRIC COOPERATIVES**

SUBJECT : **DOE Directives on Total Electrification**

May we furnish you with the Memorandum from DOE Secretary Alfonso G. Cusi reiterating the Department's directives on Total Electrification. This is also with reference to NEA Memorandum No. 2018-056 issued on August 15, 2018.

The directives include the following concerns for ECs to undertake:

- Complete submission of Master Plans of ECs for their franchise areas. Submission of consolidated Master Plans with NEA's evaluation shall be on or before September 15, 2018;
- Energization of all households in the entirety of the ECs' franchise areas, without exemption as stipulated in their franchise granted by Congress/NEA; and
- Lowering of electricity rates through the possibility of hybridization of oil and diesel-powered generators to ensure 24/7 power supply in the areas.

Relative to this, all ECs are advised to fast track the appropriate and necessary measures and initiatives that will lead to the achievement or compliance to the said directives.

For your information and appropriate action.

EDGARDO R. MASONGSONG
Administrator

NATIONAL ELECTRIFICATION
ADMINISTRATION
Office of the Administrator



NEA-OA256491

HA 9/21/18



Republic of the Philippines
DEPARTMENT OF ENERGY
(Kagawaran ng Enerhiya)

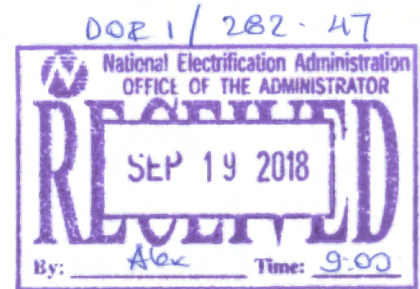
MEMORANDUM FROM THE SECRETARY

TO : ADMIN. EDGARDO R. MASONGSONG
NATIONAL ELECTRIFICATION ADMINISTRATION

CC : USEC. FELIX WILLIAM B. FUENTEBELLA
ASEC. REDENTOR E. DELOLA

DATE : **AUG 30 2018**

SUBJECT : **DIRECTIVES ON TOTAL ELECTRIFICATION**



Relative to our meeting last August 20, 2018 at the DOE OSEC Conference Room, may we reiterate the following directives for the immediate action of the National Electrification Administration (NEA):

1. Ensure complete submission of the Master Plans of electric cooperatives (ECs) for their franchise areas and if necessary, take appropriate action on ECs who fail to comply with this directive. Submission of consolidated Master Plans and NEA's evaluation of the same should not be later than 15 September 2018;
2. Fast track the implementation of the Total Electrification Program by directing the ECs to energize all households in the entirety of their respective franchise areas, without exemption, as stipulated in their franchise granted by Congress/NEA;
3. Direct ECs to look into hybridization of oil and diesel-powered generators, **to lower electricity prices** and to ensure 24/7 power supply in their areas;
4. Study how to implement financial assistance to ECs through the Development Bank of the Philippines or other banks, instead of loans administered by NEA.

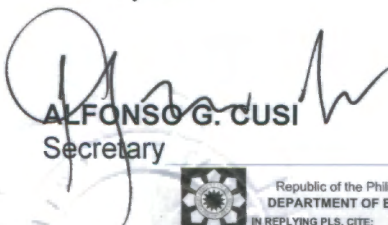
As emphasized in the same meeting, it is imperative that ECs submit their Master Plan, as basis for areas that needs government or private sector intervention.

Given that Total Electrification is a mandate of NEA and the ECs, NEA shall directly coordinate and report to the DOE Supervising Undersecretary of the Power Sector on the developments in the implementation of the said program.

We count on NEA's support in changing the mindset of the power sector to go away with the "business as usual" and in revolutionizing the way ECs are administered to be able to provide the much needed service to the Filipino people.

We hope for the immediate compliance to these directives.

Thank you.


ALFONSO G. CUSI
Secretary

