

## DEPARTMENT ORDER NO. \_\_\_\_\_ D02020 - 06 - 0009 \_\_\_\_

# ORGANIZING THE CREATION AND COMPOSITION OF THE ANCILLARY SERVICES – TECHNICAL WORKING GROUP

WHEREAS, Section 2 of Republic Act No. 9136, otherwise known as the Electric Power Industry Reform Act of 2001 (EPIRA), declared the Policy of the State among others to: (i) ensure the quality, reliability, security and affordability of the supply of electric power; (ii) protect the public interest as it is affected by the rates and services of electric utilities and other providers of electric power; and (iii) establish a strong and purely independent regulatory body and system to ensure consumer protection and enhance the competitive operation of the electricity market.

WHEREAS, Section 37 of the EPIRA further mandates the Department of Energy (DOE) to supervise the restructuring of the electric power industry by formulating policies for the planning and implementation of a comprehensive program for the efficient supply and economical use of energy consistent with the approved national economic plan and with the policies on environmental protection and conservation and maintenance of ecological balance, and provide a mechanism for the integration, rationalization, and coordination of the various energy programs of the Government and such rules and regulations as may be necessary to implement the objectives of EPIRA:

**WHEREAS**, Ancillary Services (AS), as defined in the EPIRA, are services that are necessary to support the transmission of capacity and energy from resources to loads while maintaining reliable operation of the transmission system in accordance with good utility practice and the Grid Code;

**WHEREAS,** on 04 January 2020, the DOE Department Circular No. DC2019-12-0018, herein referred to as "Circular", took effect providing for a general framework governing the provision and utilization of the Ancillary Services in the grid to, among others, harmonize ancillary service-related issuances and address various issues;

WHEREAS, Section 9 of the Circular provides for the creation for the Ancillary Service – Technical Working Group (AS-TWG) composed of a membership with representation from the oversight government agencies, market operator, system operator, and industry stakeholders;

WHEREAS, on 04 February 2020, a kick-off meeting was conducted to discuss, among others, the nominations of representatives for the AS-TWG;

WHEREAS, on 11 May 2020, the DOE issued Department Circular No. DC2020-05-0011 supplementing DC2019-12-0018 by including the National Transmission Corporation (TRANSCO) in the membership of the AS-TWG;

**NOW, THERFORE,** for and in consideration of the foregoing premises, the following are hereby ordered:

**Section 1. Designation of Representatives for AS-TWG.** The AS-TWG shall be composed of the following representatives:

#### Co-chair:

DOE	Permanent	Assistant Secretary Redentor E. Delola
DOE	Alternate	Director Mario C. Marasigan
ERC	Permanent	Nestor V. Padilla
ERC	Alternate	Eloisa Y. Gipa

#### Members:

PEPOA Alternate Roberto N. Vidal MERALCO Permanent Primo P. Alonzo MERALCO Alternate Maria Leticia L. Sapina PIPPA Permanent Roman Miguel G. de Jesus PIPPA Permanent Jose Ferlino P. Raymundo PIPPA Permanent Nemeley F. Jabla PIPPA Alternate Philip D. Dasalla PIPPA Alternate Carlito C. Claudio	MERALCO MERALCO PIPPA PIPPA PIPPA PIPPA	Alternate CO Permanent CO Alternate Permanent Permanent Permanent Alternate	Primo P. Alonzo Maria Leticia L. Sapina Roman Miguel G. de Jesus Jose Ferlino P. Raymundo Nemeley F. Jabla Philip D. Dasalla	
PIPPA Alternate Carlito C. Claudio PIPPA Alternate Mark D. Habana	DIDDA			

**Section 2. Resource Persons.** Consistent with Section 9.2 of the Circular, the representatives for AS-TWG shall agree in inviting other entities as resource persons to assist them in the fulfillment of their functions.

**Section 3. AS-TWG Functions and Responsibilities.** The AS-TWG shall have the following functions:

- 3.1 Assist the DOE in implementing the provisions of the Circular;
- 3.2 Render technical assistance and advice to the DOE in developing further policies on AS:
- 3.3 Review the existing methodology for determining the appropriate AS categories and the required level for each AS category and recommend revisions to applicable rules to the ERC as necessary;

- 3.4 Develop technical specifications and testing procedures for the accreditation process of AS providers;
- 3.5 Develop procedure for the selection of third-party entity to conduct AS capability testing;
- 3.6 Develop CSP guidelines and mechanism for the procurement of AS to be promulgated by the DOE;
- 3.7 Finalize the guidelines for the Causer Pays Mechanism;
- 3.8 Develop framework governing the operations of embedded generators providing AS;
- 3.9 Develop guidelines for the operation of the WESM Reserve Market;
- 3.10 Participate in other activities relevant to AS such as fora, IECs, and consultations.

**Section 4. Procedure and Operation of AS-TWG.** The AS-TWG shall formulate and adopt its own internal rules of procedure. It shall be supported by an AS-TWG Secretariat duly designated pursuant to this Department Order.

**Section 5. AS-TWG Secretariat.** The AS-TWG Secretariat shall be composed of the following:

### DOE Electric Power Industry Management Bureau

Luningning G. Baltazar Chief Science Research Specialist (SRS) Eduardo B. Fernandez Supervising SRS Ferdinand B. Binondo Supervising SRS Karen Anne H. Siruma Senior SRS Senior SRS Rodel S. Limbaga Ryan Jaspher M. Villadiego SRS II Justin A. Lumbres SRS II Jhannelyn D. Marasigan SRS II Lex J. Magtalas SRS II Garret Gim U. Sol SRS II Christopher Jade Q. Vita SRS I

SRSI

#### DOE Renewable Energy Management Bureau

Kevin Lloyd C. de los Santos

Arnulfo M. Zabala Supervising SRS
Peter A. Sablay Senior SRS
Jonathan B. Teodosio Senior SRS

**Section 6. Responsibility of the AS-TWG Secretariat.** The AS-TWG shall have the following responsibilities:

- 6.1 Facilitate AS-TWG meetings and activities;
- 6.2 Prepare reports relative to the accomplishment of the AS-TWG including highlights of the meetings;
- 6.3 Assist and provide technical support to the AS-TWG sub-groups and disseminate highlights and reports from the sub-group meetings to the AS-TWG; and
- 6.4 Carry out other tasks as may be assigned or as may be necessary to the AS-TWG in performing their responsibilities;

**Section 7. Funding.** The budget to support the AS-TWG for the conduct of meetings, consultations and other fora shall be sourced from the DOE funds subject to applicable accounting rules and regulations. The DOE shall not be responsible for the cost of participation of the representatives to the AS-TWG activities. Further, all representatives shall not be entitled to honoraria.

Section 8. Separability Clause. If for any reason, any section or provision of this Order is declared unconstitutional or invalid, such parts not affected shall remain valid and subsisting.

**Section 9. Repealing Clause.** All Department Orders and other issuances inconsistent with the Department Order are hereby modified or superseded accordingly.

**Section 10. Effectivity.** This Department Order shall take effect immediately upon its issuance and shall remain in effect until sooner modified or revoked by the undersigned or any competent authority.

Secretary

Republic of the Philippines DEPARTMENT OF ENERGY IN REPLYING PLS. CITE:

DOE-AGC-20003385