

Supply of Electricity to the Bangko Sentral ng Pilipinas

Terms of Reference



BANGKO SENTRAL NG PILIPINAS

BACKGROUND

Retail Competition and Open Access (RCOA) Get-Together

11 March 2013: The DOE sent a letter, requesting the BSP to provide a presentation on the implementation of RCOA.

Subject: Retail Competition and Open Access (RCOA) Get-Together

Dear Ms. Luna:

In reference to our letter dated 04 March 2013 for the event involving Contestable Customers (CCs) and Suppliers which we coined as "RCOA Get-Together" on **Wednesday, 20 March 2013 at 1:00 pm to be held at SGV Hall, Asian Institute of Management (AIM), 123 Paseo De Roxas, Makati City**, may we request your participation by providing a five-minute presentation during the event which entails the CCs' expectations on the implementation of RCOA specifically on the Suppliers' general terms of offers, price range, supply portfolios, value-added services, strategies for contracting, etc. Attached also is the final program for your reference. We will highly appreciate your confirmation and submit your presentation **on or before 14 March 2013** through our staff, Ms. Precious M. Cruz.

BSP Terms of Reference (TOR)

The TOR

-provides the **minimum requirements** for an RES or Local RES to qualify as an electricity supplier.

-includes compliance to:

- 1) The **Code of Conduct** and Obligations to be observed;
- 2) The Government **Procurement Reform Act**



BSP Terms of Reference (TOR)

BSP Objective:

To **procure the services** of a Retail Electricity Supplier (RES) or Local RES which will provide *continuous supply of electricity*.



BSP Terms of Reference (TOR)

Contract Duration:

Supply and delivery of electricity for a period of **three (3) years**.

Multi-year Contract Agreement



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BSP Terms of Reference (TOR)

Performance Standards:

1. RES shall be responsible for procuring energy **and all other related services** on behalf of the BSP, *i.e., distribution, transmission, administrative charges.*
2. RES shall coordinate **with the DU, TransCo, and generating companies** to restore supply of electricity within reasonable time during force majeure situations.
3. RES shall provide **Load Profile Studies** and **Energy Utilization Evaluation.**



BSP Terms of Reference (TOR)

Obligations of the Electricity Supplier:

1. To provide **Disclosure Statement** which includes RES's applicable fees and charges, promos, and other value-added services.
2. To remit **all payments due** to the DU, TransCo, WESM or the generating company, and other entity from which it purchased products and services to supply electricity.
3. To observe the Terms of **Contractual Agreements**.
4. To observe the **cooling-off period**.



BSP Terms of Reference (TOR)

Code of Conduct for Suppliers:

Disclosure Statement and Retail Supply Contract

1. Details of all applicable **prices, charges, and service levels** that will apply to the BSP
2. Any **price and charges payable** under or in connection with the Retail Supply Contract (RSC)
3. Any additional charge of any type which may be payable under the RSC, *e.g. penalty fees, interest expenses*
4. **Circumstances** by which BSP may be transferred to the Supplier of Last Resort (SOLR).



BSP Terms of Reference (TOR)

Eligibility and Technical Requirements:

1. **Valid license from ERC** as generator, wholesale aggregator, IPPs, and/or administrator of IPP contracted capacity
2. **Certificate of Registration** from PEMC as direct WESM member
3. Detailed **tariff structure** including derivation of the generation rate
4. **Tariff Rate Adjustment/** Indexation formulae



**Bid Proposal of
RES**



**Should NOT exceed
BSP's Generation Rate**

Based on Meralco's **Load Profile**
and **Monthly Billings** for the last
12 months



THANK YOU!



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