

Unbundling of Rates

Unbundling of rates is based on Section 36 of the Republic Act 9136 or the Electric Power Industry Reform Act (EPIRA) of 2001 which took effect last June 26, 2001. This paved the way to a greater accountability in the power industry as well as transparency for the consumers to know where their peso goes.

As directed by the ERC, the utilities will be implementing the new rates immediately, beginning with the June 2003 billing cycle.

Thus, by unbundling it became easier for consumers to see how much of your payment goes to the utility and how much goes to 'pass-through' charges, or charges that the distribution utility collects on behalf of the government and power suppliers or power generating firms.

Generation Charge (Pass-Through)

This is for the cost of power generated and sold to Meralco by our suppliers, presently the National Power Corporation as well as Independent Power Producers (IPPs).

Transmission Charge (Pass-Through)

This is for the delivery of electricity from generators, usually in remote areas or provinces, to the distribution system of Meralco. This goes to the National Transmission Corporation (TransCo), a company spun off from NPC.

System Loss Charge

This represents recovery of the cost of power lost due to technical and non-technical losses. This is set at a maximum of 9.5%, as provided for by Republic Act 7832.

Universal Charge (Pass-Through)

This is a non-bypassable charge remitted to the Power Sector Assets and Liabilities Management Corporation (PSALM), owned and controlled by the government, and created by Republic Act 9136. Part of this is now in your Meralco bill as missionary electrification and environmental charges.

Distribution Charge (Meralco)

This is the cost of building, operating and maintaining the distribution system of Meralco, which brings power from high-voltage transmission grids, to commercial and industrial establishments, to residential end-users.

Metering Charge (Meralco)

This includes the cost of metering, its reading, operation and maintenance of power metering facilities.

Supply Charge (Meralco)

This includes the cost of rendering service to customers, such as billing, collection, customer assistance and associated services.

Currency Exchange Rate Adjustment (CERA) (Meralco)

This covers adjustments for unavoidable fluctuations in the Philippine Peso - US Dollar exchange rate.

Franchise Tax (Pass-Through)

Private utility companies are required to pay national and local franchise taxes, 2% of gross revenues goes to the national government as national franchise tax, while a range of 0.05% up to 0.75% of gross revenues goes to local government units in the form of local franchise tax.

Dear Customer, This is your bill for electricity consumed in the billing period below. Please bring this bill when paying. For inquiries, please contact our CALL CENTER at telephone number 16211.

Account Name & Billing Address: JUAN DE LA CRUZ, 36 MAIN ST. BAGONG PAG-ASA Q.C. - BAGONG BANTAY METRO MANILA, 360T1

COMMONWEALTH BRANCH, QUEZON CITY, TEL. NO. 632-8349, www.meralco.com.ph

33STN66272 322001406790 NO. 0123456789012

ELECTRIC BILL Page 1 of 1

Contract in the name of: JUAN DE LA CRUZ Service Address: 36 MAIN ST. BAGONG PAG-ASA Q.C. - BAGONG BANTAY METRO MANILA

Service ID. No. (SIN)	Bill Date	Billing Period	Due Date	Current Amount Due
900100111 - 1	06/04/2003	05/04/2003 to 06/04/2003	13 Jun 2003	P180.00

METERING INFORMATION

Meter Number	Prev. Pres.	Pres.	Rdg.	Mult.	Registered
33S2N50789 1408 1463	1	55	Wh		

* Identification of all Universal Charge components as per ERC Case Nos. 2001-900/2001-646.

**based on NPC Power Act Reduction for Jul 2004

RATE: Residential

Charge	Rate	Usage	Amount
Generation charge	55 x 3.4029		187.16
Transmission charge	55 x 0.9505		52.28
System Loss charge	55 x 0.5423		29.83
Distribution charge	55 x 0.5729		31.51
Metering charge			
Retail customer charge	5 x 1 mo		5.00
Metering system charge	55 x 0.2435		13.39
Supply charge	55 x 0.5271		28.99
Lifetime rate subsidy	348.09 x -35%		-122.18
Interclass subsidy	55 x -0.7130		-39.22
PowerAct Reduction	55 x -0.30		-16.50
CERA			
Franchise tax			
National	174.93 x 2%		3.50
Local	174.93 x 0.30%		0.52
Universal charge			
Missionary	55 x 0.0165		0.92
Environmental	55 x 0.0025		0.14
OTHER CHARGES			
FEB-MAR MEC-APPLIED REFUND	210 KWH x 0.0168		3.53
			-183.55

*Represents the Missionary Electrification charges applicable to February and March kWh consumption

TOTAL CURRENT AMOUNT P 180.00

Reserved for authorized collecting agents

Account Name: JUAN DE LA CRUZ Billing Address: 36 MAIN ST. BAGONG PAG-ASA Q.C. - BAGONG BANTAY METRO MANILA

Service ID. No. (SIN)	ATM/Phone Reference	Meralco Reference No.	Bill Amount
900100111 - 1	Nº 900100111 5 06045	0 900100111 5 0306045 5 030617 07	P180.00

Your monthly electricity consumption chart

This will serve as a receipt when machine validated

