

Republic of the Philippines
ENERGY REGULATORY COMMISSION
Pasig City

RESOLUTION NO. 21, SERIES OF 2026

**A RESOLUTION AMENDING THE ENTRY GROUPS
PRESCRIBED UNDER APPENDIX “C” OF THE
RATIONALIZED RULES FOR SETTING THE
DISTRIBUTION WHEELING RATES (RRDWR) FOR
PRIVATELY- OWNED DISTRIBUTION UTILITIES
UNDER PERFORMANCE-BASED REGULATION (PBR)
PURSUANT TO RESOLUTION NO. 24, SERIES OF 2025**

WHEREAS, on 16 October 2025, the Commission approved Resolution No. 24, Series of 2025, entitled, “A Resolution Adopting the Rationalized Rules for Setting the Distribution Wheeling Rates (RRDWR) for Privately-Owned Distribution Utilities (PDUs) Under Performance-Based Regulation (PBR)”;

WHEREAS, following its publication in a newspaper of general circulation, Resolution No. 24, Series of 2025 (RRDWR) became effective on 03 December 2025;

WHEREAS, Appendix “C” of the RRDWR prescribes the composition of the four (4) entry groups under the PBR, *to wit*:

<u>First Entry Group</u>	<u>First Regulatory Period</u>
1. Cagayan Electric Power & Light Company, Inc. (CEPALCO) 2. Cotabato Light & Power Company, Inc. (CLPC) 3. Dagupan Electric Corporation (DECORP) 4. Manila Electric Company (MERALCO)	July 1, 2026 to June 30, 2030

ERC Resolution No. 21, Series of 2026
A RESOLUTION AMENDING THE ENTRY GROUPS PRESCRIBED UNDER APPENDIX C OF THE RATIONALIZED RULES FOR SETTING THE DISTRIBUTION WHEELING RATES (RRDWR) FOR PRIVATELY- OWNED DISTRIBUTION UTILITIES UNDER PERFORMANCE-BASED REGULATION (PBR) PURSUANT TO RESOLUTION NO. 24, SERIES OF 2025
Page 2 of 5

<u>Second Entry Group</u> 1. Clark Electric Distribution Company (CEDC) 2. Davao Light & Power Company, Inc. (DLPC) 3. Iligan Light & Power Company, Inc. (ILPI) 4. Mactan Electric Company (MECO) 5. Olongapo Electricity Distribution Company (OEDC) 6. Shin Clark Power Corporation (SCPC)	<u>First Regulatory Period</u> January 1, 2027 to December 31, 2030
<u>Third Entry Group</u> 1. Cabanatuan Electric Corporation (CELCOR) 2. Ibaan Electric and Engineering Corp. (IEC) 3. La Union Electric Company, Inc. (LUECO) 4. Tarlac Electric Inc. (TEI) 5. Visayan Electric Company (VECO) 6. First Bay Power Corporation (FBPC)	<u>First Regulatory Period</u> July 1, 2027 to June 30, 2031
<u>Fourth Entry Group</u> 1. Angeles Electric Corporation (AEC) 2. Bohol Light Company, Inc. (BLCI) 3. MORE Electric and Power Corporation (MORE) 4. Subic Enerzone Corporation (SEZ) 5. San Fernando Electric Light & Power Company, Inc. (SFELAPCO) 6. Negros Electric Power Corporation (NEPC)	<u>First Regulatory Period</u> January 1, 2028 to December 31, 2031

WHEREAS, on 14 January 2026, the Commission approved Resolution No. 01, Series of 2026, entitled, “A Resolution Amending Certain Timelines Provided Under Resolution No. 23, Series of 2025 (Filing of AWAT Applications) and Resolution No. 24, Series of 2025 (Rationalized Rules for Setting Distribution Wheeling Rates).” In the said *Resolution*, the Commission amended the timeline for filing of Reset Applications of PDUs under the Second, Third, and Fourth Entry Groups, and prescribed the deadline to file the same on the following dates:

Entry Groups	Deadline for Filing of Reset Applications
Second Entry Group	01 April 2026
Third Entry Group	01 October 2026
Fourth Entry Group	01 April 2027

WHEREAS, in a joint *Letter* dated 06 March 2026, VECO and SEZ requested for transfer of entry group under the PBR. VECO’s request is primarily anchored on the effects of various force majeure events affecting its operations within its franchise area. On the other hand, SEZ’s prayer for transfer from the Fourth Entry Group to the Third Entry Group is grounded on earlier reset and in order to take into account various committed projects in its franchise area;

WHEREAS, in a *Letter* dated 23 March 2026, Shin Clark Power Corporation (SCPC) requested for the deferment of the filing of its Reset Application for the First Regulatory Period (1st RP), to the filing window for the Second Regulatory Period (2nd RP) of the Second Entry Group, on or before 01 January 2030;

WHEREAS, the Commission, after due consideration of the respective requests of VECO, SEZ, and SCPC, hereby **ALLOWS** the transfer of **SEZ** to the **Third Entry Group**, and **VECO** and **SCPC** to the **Fourth Entry Group**;

NOW, THEREFORE, be it **RESOLVED**, as the Commission hereby **RESOLVES** to **APPROVE** the amendment to the composition of the Entry Groups under Performance-Based Regulation, as prescribed in Appendix “C” of the *Rationalized Rules for Setting the Distribution Wheeling Rates (RRDWR)*, as follows:

ERC Resolution No. 21, Series of 2026

A RESOLUTION AMENDING THE ENTRY GROUPS PRESCRIBED UNDER APPENDIX C OF THE RATIONALIZED RULES FOR SETTING THE DISTRIBUTION WHEELING RATES (RRDWR) FOR PRIVATELY- OWNED DISTRIBUTION UTILITIES UNDER PERFORMANCE-BASED REGULATION (PBR) PURSUANT TO RESOLUTION NO. 24, SERIES OF 2025

Page 4 of 5

<u>First Entry Group</u> 1. Cagayan Electric Power & Light Company, Inc. (CEPALCO) 2. Cotabato Light & Power Company, Inc. (CLPC) 3. Dagupan Electric Corporation (DECORP) 4. Manila Electric Company (MERALCO)	<u>First Regulatory Period</u> July 1, 2026 to June 30, 2030
<u>Second Entry Group</u> 1. Clark Electric Distribution Company (CEDC) 2. Davao Light & Power Company, Inc. (DLPC) 3. Iligan Light & Power Company, Inc. (ILPI) 4. Mactan Electric Company (MECO) 5. Olongapo Electricity Distribution Company (OEDC)	<u>First Regulatory Period</u> January 1, 2027 to December 31, 2030
<u>Third Entry Group</u> 1. Cabanatuan Electric Corporation (CELCOR) 2. Ibaan Electric Corporation (IEC) 3. La Union Electric Company, Inc. (LUECO) 4. Tarlac Electric Inc. (TEI) 5. First Bay Power Corporation (FBPC) 6. Subic Enerzone Corporation (SEZ)	<u>First Regulatory Period</u> July 1, 2027 to June 30, 2031
<u>Fourth Entry Group</u> 1. Angeles Electric Corporation (AEC) 2. Bohol Light Company, Inc. (BLCI) 3. MORE Electric and Power Corporation (MORE) 4. San Fernando Electric Light & Power Company, Inc. (SFELAPCO) 5. Negros Electric Power Corporation (NEPC) 6. Visayan Electric Company (VECO) 7. Shin Clark Power Corporation (SCPC)	<u>First Regulatory Period</u> January 1, 2028 to December 31, 2031

This *Resolution* shall take effect immediately following its publication in a newspaper of general circulation, or in the Official Gazette.

ERC Resolution No. 21, Series of 2026

A RESOLUTION AMENDING THE ENTRY GROUPS PRESCRIBED UNDER APPENDIX C OF THE RATIONALIZED RULES FOR SETTING THE DISTRIBUTION WHEELING RATES (RRDWR) FOR PRIVATELY- OWNED DISTRIBUTION UTILITIES UNDER PERFORMANCE-BASED REGULATION (PBR) PURSUANT TO RESOLUTION NO. 24, SERIES OF 2025

Page 5 of 5

Let copies of this *Resolution* be furnished to all parties concerned, the University of the Philippines Law Center - Office of the National Administrative Register (UPLC-ONAR), all privately-owned Distribution Utilities, as well as published on the ERC website and such other online platforms available to the Commission.

Pasig City. July 06, 2026


FRANCIS SATURNINO C. JUAN
Chairperson and CEO


FLORESINDA G. BALDO-DIGAL
Commissioner


MARKO ROMEO L. FUENTES
Commissioner


AMANTE A. LIBERATO
Commissioner


PARIS G. REAL
Commissioner


LS: VMA/MVM/MCCG


ROS: ABS/AJMO

**Deliberated and approved during the 17 June 2026 Commission Meeting.*