

Philippine Electricity  
Market Corporation

## MINUTES OF MEETING

### Rules Change Committee

#### 156<sup>th</sup> Regular Meeting (No. 2019-09)

20 September 2019, 9:00 AM – 11:30 AM

18/F PEMC Board Room, Robinsons Equitable Tower

Ortigas Center, Pasig City

Agenda	Presenter	Action Required
I. Call to Order		
II. Determination of Quorum		There being a quorum, Dr. Allan Nerves (Independent) called the meeting to order at 9:05 AM.
Attendance List		
In-attendance	Not In-attendance	
<b><u>Rules Change Committee</u></b>  <b><i>Principal Members:</i></b>  <b>Francisco Leodegario R. Castro, Jr.</b> – Independent <b>Allan C. Nerves</b> – Independent <b>Abner B. Tolentino</b> – Generation (PSALM) <b>Cherry A. Javier</b> – Generation (APC) <b>Dixie Anthony R. Banzon</b> – Generation (MPPCL) <b>Ryan S. Morales</b> – Distribution (MERALCO) <b>Jose P. Santos</b> – Distribution (INEC) <b>Ricardo G. Gumalal</b> – Distribution (ILPI) <b>Virgilio C. Fortich, Jr.</b> – Distribution (CEBECO III) <b>Lorreto H. Rivera</b> – Supply (TPEC) <b>Ambrocio R. Rosales</b> – System Operator (NGCP) <b>Isidro E. Cacho</b> – Market Operator (IEMOP)		
<b><i>DOE Observers:</i></b>  Ryan Jaspher Villadiego		
<b><u>PEMC – Market Assessment Group (MAG)</u></b>  John Mark S. Catriz Romellen C. Salazar Divine Gayle C. Cruz  <b><u>PEMC – Legal</u></b>  Atty. Monica M. Martin		

**PEMC-ECO**

Atty. Hazel Gubaton-Lopez  
Angelica Alejan

Agenda	Presenter	Action/s Taken
<b>III. Adoption of the Agenda</b>	Secretariat	Approved as revised
Agenda	Presenter	Action/s Taken
<b>IV. Review of the Minutes of the Previous Meeting (155<sup>th</sup> Meeting, 16 August 2019)</b>	Secretariat	Approved as presented

On page 6, line 109 of the minutes of the meeting, Mr. Cacho manifested that IEMOP will present and submit the basis for the market run timelines, as requested by the RCC. In addition, on page 7, line 137, Mr. Cacho likewise informed the RCC that IEMOP will submit the information being requested by SO pertaining to the WESM members that did not go through the proper registration process. This information was duly noted by the RCC.

Following the discussions, the RCC approved the Minutes of the 155<sup>th</sup> RCC Meeting, as presented.

**V. Matters Arising from Previous Meetings**

Agenda	Presenter	Action/s Taken
<b>5.1. Draft RCC Resolution No. 2019-14: Proposed Amendments to the WESM Rules and WESM Manuals Providing the Framework Governing the Operations of Embedded Generators</b>	Secretariat	Approved for endorsement to the PEM Board as amended

Ms. Divine Cruz presented the draft RCC Resolution No. 2019-14 prepared by the Secretariat, which embodies the RCC agreements with regards the Proposed Amendments to the WESM Rules and WESM Manuals Providing the Framework Governing the Operations of Embedded Generators. She requested for the RCC's confirmation on the following agreements made as stipulated in the resolution:

- i. Use the term 'embedded generator' instead of "facilities connected to a distribution system" since the term is already defined in the WESM Rules;
- ii. Replace the term 'maximum stable load' with 'Pmax' since the latter is used in Certificates of Compliance;
- iii. For clarity, provide that embedded generators whose Pmax fall below the appropriate regional thresholds but intends to sell to the WESM or inject power to the transmission system are also mandated to register in the market;

- iv. Provide that a WESM Member who intends to de-register in the market must also notify the Network Service Provider aside from the Market Operator; and
- v. Reflect clerical enhancements.

The RCC approved the following further revisions to the WESM Manual on Metering Standards and Procedures, as presented by Ms. Cruz:

Section	Original Provision	Proposed Provision by IEMOP	Proposed Provision (as approved by the RCC on 20 Sept. 2010)
2.8	The communication link to be installed shall be a dedicated line for metering purposes (e.g. PLDT, Bayantel, Digitel lines or GSM Modem) of the MSP.	The communication link to be installed <u>for metering installations of facilities directly connected to the transmission system</u> shall be a dedicated line for metering purposes (e.g. PLDT, Bayantel, Digitel lines or GSM Modem) of the MSP.  <u>The communication link to be installed for metering installations of facilities directly connected to a distribution system shall comply with the relevant provisions of the Philippine Distribution Code.</u>	The communication link to be installed <u>for metering installations of facilities directly connected to the transmission system</u> shall be a dedicated line for metering purposes (e.g. PLDT, Bayantel, Digitel lines or GSM Modem) of the MSP.  <u>The communication link to be installed for metering installations of facilities directly connected to a distribution system Embedded Generators shall comply with the relevant provisions of the Philippine Distribution Code.</u>
<u>2.9.1</u>	new	<u>General Requirements</u>  <u>Security of metering installations of facilities directly connected to the transmission system shall comply with the requirements of this Section 2.9.</u>  <u>Metering installations of facilities directly connected to a distribution system shall comply with the security requirements of the Philippine Distribution Code.</u>	<u>General Requirements</u>  <u>Security of metering installations of facilities directly connected to the transmission system shall comply with the requirements of this Section 2.9.</u>  <u>Metering installations of facilities directly connected to a distribution system Embedded Generators shall comply with the security requirements of the Philippine Distribution Code.</u>
<u>2.10.4</u>	New	<u>Facilities directly connected to a distribution system are not required to have redundant metering.</u>	<u>Facilities directly connected to a distribution system of Embedded Generators are not required to have redundant alternate metering.</u>

As regards the registration of Pmax, Mr. Ambrocio Rosales inquired on which Pmax shall be registered in the market by the participants. Mr. Isidro Cacho responded that the Pmax indicated in the Certificate of Compliance (COC) issued by the ERC, which is a single number, shall be used by the Market Operator as the basis for the registration in the market.

Following the discussions, the RCC confirmed the agreements made during the previous meeting and subsequently approved the submission of the proposal to the PEM Board as embodied in RCC Resolution No. 2019-14.

Agenda	Presenter	Action/s Taken
5.2. Draft RCC Resolution No. 2019-15: Proposed Amendments to the WESM Rules and WESM Registration Manual to Harmonize with R.A. 11234 ("Energy Virtual One-Stop Shop Act") and Additional Requirements for De-registration and Cessation	Secretariat	Approved for endorsement to the PEM Board as amended

Ms. Cruz presented the draft RCC Resolution No. 2019-15 on the Proposed Amendments to the WESM Rules and WESM Registration Manual to Harmonize with R.A. 11234 ("Energy Virtual One-Stop Shop Act") and Additional Requirements for De-registration and Cessation. She highlighted the following agreements of the RCC during the last meeting as embodied in the resolution:

- Change the timeline for the Market Operator to approve applications to "within 15 calendar days" instead of the current "within 15 working days";
- Change the timeline for Market Participants to submit additional documents to "within 5 calendar days" instead of the current "within 5 working days".
- Add proof of disconnection among the requirements that a Trading Participant must submit to the Market Operator to de-register its facility;

On the third proposal related to disconnection, Ms. Cruz clarified that the relevant proposed provisions is only in addition to but are separate from the proposal to harmonize the rules and manual provisions with R.A. 11234 or the EVOSS Law. Meanwhile, The Secretariat informed the RCC that the BRC's comments on this matter will be provided during the discussion of the BRC updates.

Ms. Cruz informed the RCC that no written comments were received on the subject proposal. Without any further comments and concerns from the body, the RCC approved the submission of the revised proposal to the PEM Board as embodied in RCC Resolution No. 2019-15.

VI. New Business		
Agenda	Presenter	Action/s Taken
6.1. Proposed New WESM Manual on WESM Compliance Officers' Accreditation	Atty. Hazel Gubaton-Lopez, PEMC-ECO	<ul style="list-style-type: none"> <li>• Approved for publication as submitted.</li> </ul>

Atty. Hazel Gubaton-Lopez of PEMC-ECO presented the Proposed WCO Accreditation Manual 1.0. She explained that the proposal was an offshoot of the

another proposal submitted by PEMC-ECO to the RCC to reflect in the WESM Rules provisions on the WCO accreditation program. However, during the presentation to the RCC, it was deemed that the specific guidelines need to be reflected in a market manual, thus, this new proposed market manual.

The presentation of the proposed amendments covered the following. Details of the presentation are provided in **Annex A**.

1. Purpose of Accreditation
2. WCO Accreditation Body
3. Subject of Accreditation
4. Minimum Qualifications and Requirements
5. Compliance Period
6. Computation of Credit Units
7. Compliance Lecture Courses or Programs
8. Proof of Accreditation
9. Change of WCO/WEO
10. Non-Compliance Notice and Consequences of Non-Compliance
11. Reinstatement
12. Review
13. Effectivity

Following the presentation of Atty. Gubaton-Lopez, the RCC approved the publication of the Proposed New WESM Manual on WESM Compliance Officers' Accreditation, to solicit comments of participants and interested parties.

VII. Other Matters		
Agenda	Presenter	Action/s Taken
<p>7.1. PEM Board Updates:</p> <ul style="list-style-type: none"> <li>• Meeting schedules:               <ol style="list-style-type: none"> <li>a) BRC – <b>16 September 2019</b></li> <li>b) PEM Board – <b>25 September 2019</b></li> </ol> </li> </ul>	Secretariat	<p>a) RCC noted the updates during the BRC meeting</p> <p>b) For the presenter for the 26 September PEM Board meeting, Mr. Francisco Castro confirmed his availability to make the presentation of the relevant proposals in behalf of the RCC.</p>

• BRC Updates – 16 September 2019

Mr. John Mark Catriz provided updates on the results of the last BRC meeting. He informed the body of the concerns raised by the members of the BRC, particularly, on the Proposed Amendments to the WESM Rules and WESM Registration Manual to Harmonize with R.A. 11234 ("Energy Virtual One-Stop Shop Act") and Additional Requirements for De-registration and Cessation. As Mr. Catriz had informed, the PEM Board had a question on which should be implemented first, whether disconnection or de-registration. In view of this, the BRC requested the Secretariat to raise the concern to the RCC for due deliberation for any necessary changes to the proposal.

Mr. Catriz clarified as well that the proposal on disconnection is not part of the harmonization with the EVOSS law but is an additional proposed rules change by the IEMOP.

Given this information and the BRC's concern, the RCC agreed to further study the proposal on the proof of disconnection. The RCC likewise agreed to look into the timelines and procedures of the agencies concerned in the implementation of disconnection, and how these can be harmonized with the WESM's de-registration process.

Meanwhile, the RCC agreed to proceed with the submission to the PEM Board of the proposed amendments pertaining to the harmonization with the EVOSS Law.

• PEM Board Schedule – 25 September 2019

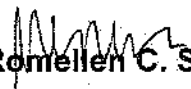
The Secretariat requested for a presenter during the PEM Board meeting scheduled on September 25. Mr. Francisco Castro informed the Secretariat that he will be available to make the presentation to the PEM Board in behalf of the RCC. This was duly noted.

Agenda	Presenter	Action/s Taken
7.2. Review of Draft 2019 RCC Semestral Report (Jan – Jun 2019)	Secretariat	• The RCC noted the commitments in the Work Plan for the period covered.

Agenda	Presenter	Action/s Taken
VIII. Next Meeting	Secretariat	The RCC noted the following schedule of the next RCC meetings:

Agenda	Presenter	Action/s Taken
		<ul style="list-style-type: none"> <li>▪ October 18</li> <li>▪ November 15</li> <li>▪ December 6 (WESM Governance and PEMC Christmas party in the evening)</li> </ul>
IX. Adjournment		The RCC meeting was adjourned at around 11:30 AM.


**Prepared by:**

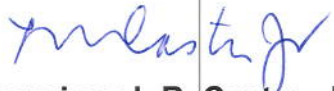





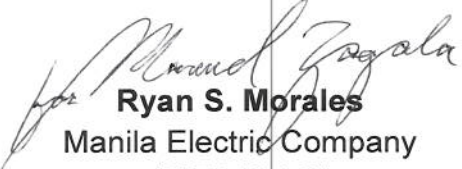
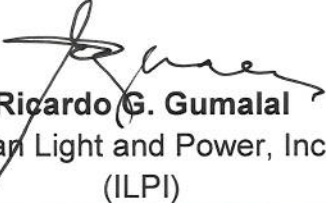

  
**Romellen C. Salazar**  
 Specialist  
 Market Assessment Group – Rules Review Division

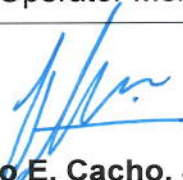
**Reviewed by:**

  
**John Mark S. Catriz**  
 Manager  
 Market Assessment Group – Rules Review Division

**Noted by:**

  
**Elaine D. Gonzales**  
 Acting Head  
 Market Assessment Group

Approved by: <b>THE RULES CHANGE COMMITTEE</b>	
Independent Members:	
<b>Maila Lourdes G. de Castro</b> Chairperson	 <b>Francisco L.R. Castro, Jr.</b>
 <b>Allan C. Nerves</b>	<b>Concepcion I. Tanglao</b>
Generation Sector Members:	
 <b>Dixie Anthony R. Banzon</b> Masinloc Power Partners Co. Ltd. (MPPCL)	 <b>Abner B. Tolentino</b> Power Sector Assets and Liabilities Management Corporation (PSALM)
<b>Jose Ildebrando B. Ambrosio</b> NorthWind Power Development Corp. (NorthWind)	 <b>Cherry A. Javier</b> Aboitiz Power Corp. (APC)
Distribution Sector Members:	
 <b>Virgilio C. Fortich, Jr.</b> Cebu III Electric Cooperative, Inc. (CEBECO3)	 <b>Ryan S. Morales</b> Manila Electric Company (MERALCO)
 <b>Ricardo G. Gumalal</b> Iligan Light and Power, Inc. (ILPI)	 <b>Jose P. Santos</b> Ilocos Norte Electric Cooperative, Inc. (INEC)

Supply Sector Member:	
 <b>Lorreto H. Rivera</b> TeaM (Philippines) Energy Corporation (TPEC)	
Market Operator Member:	
 <b>Isidro E. Cacho, Jr.</b> Independent Electricity Market Operator of the Philippines (IEMOP)	
System Operator Member:	
 <b>Ambrocio R. Rosales</b> National Grid Corporation of the Philippines (NGCP)	



## **Proposed WCO Accreditation Manual 1.0**

20 September 2019



### **Requested Action**

Approval of the proposed WCO Accreditation Manual



Proposed WCO Accreditation Manual, RCC | 2

## ANNEX A

### Background



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Proposed WCO Accreditation Manual\_RCC 3

### Contents

1. Purpose of Accreditation
2. WCO Accreditation Body
3. Subject of Accreditation
4. Minimum Qualifications and Requirements
5. Compliance Period
6. Computation of Credit Units
7. Compliance Lecture Courses or Programs
8. Proof of Accreditation
9. Change of WCO/WEO
10. Non-Compliance Notice and Consequences of Non-Compliance
11. Reinstatement
12. Review
13. Effectivity



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Proposed WCO Accreditation Manual\_RCC 4

## 1. Purpose

To provide **competency standards** for all WESM Compliance Officers (WCO), to promote continuous quality enhancement in the performance of functions, and to ensure that throughout their participation in WESM they are well-informed of all market rule developments and obligations.



To establish **effective leadership** that will help promote WESM compliance within the organization.



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Proposed WCO Accreditation Manual, RCC- 5

## 2. WCO Accreditation Body

To be constituted **within 2 months from approval** of the Manual

- **3 members** to be **appointed by the PEM Board**
- must be **independent** of power industry (ref. definition of "independent" in the WESM Rules)
- of proven **probity and integrity**

Responsibilities: Ensure compliance with the WESM Rules on **designation of WCO**, Establish or review the **competency standards** for the WCO, **implement** the accreditation program, and **accredit or review** the compliance of all WCO.



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Proposed WCO Accreditation Manual, RCC- 6

### 3. Subject of Accreditation

**Mandatory** for WCO registered in WESM

**Optional** for WEO and other compliance officers/personnel

- Strict compliance with Clause 7.2.9 of the WESM Rules on designation of WCO
- Shall update the registration of WCO/WEO before the commencement of the initial compliance period and whenever there is a **change in the WCO**.
- Non-compliance – to be dealt by the WCO Accreditation Body
- A **WCO nomination form** shall, for this purpose, be developed by the WCO Accreditation Body



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Proposed WCO Accreditation Manual, RCC 7

### 4. Minimum Qualifications & Requirements

WCO	WEO/Other Compliance Officers
<b>Senior management position</b> such as those pertaining, but not limited, to legal, risk management, regulatory or compliance	At least <b>1 year of work experience</b> to a relevant field specifically on electricity market operations/ trading, energy facility operations or regulation and compliance in the energy sector
Must complete <b>at least 20 credit units</b> of Compliance Lecture Series and/or accreditation test within the compliance period	<b>Highly encouraged</b> to complete the same number of units within the compliance period



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Proposed WCO Accreditation Manual, RCC 8

## 4. Minimum Qualifications & Requirements

### Definition (Sec. 4.1)

**Senior management** shall refer to a position of higher level of the management which carries with it the authority, capability, and responsibility to **plan and direct** the work of individuals or group of individuals, or **make key decisions** in an organization, either through **employment** or **consultancy** engagement or agreement.



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Proposed WCO Accreditation Manual, PECC 9

## 4. Minimum Qualifications & Requirements

### Exception (Sec. 4.3)

Notwithstanding the provisions set forth in Sections 4.1 and 4.2 hereof, the Head of the concerned entity may, subject to the approval of the WCO Accreditation Body, nominate a WCO who does not meet the requirements on the position and/or work experience, provided that he/she shall indicate in the nomination form that he/she is **aware of the lacking requirements** of the nominee, and shall state **the reasons** for the nomination.



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Proposed WCO Accreditation Manual, PECC 10

**ANNEX A**

## 5. Compliance Period

**Commencement:** To be officially declared by the WCO Accreditation Body  
**Period:** 12 months

*The succeeding compliance period shall be for the same duration and shall begin on the day after the end of the previous compliance period*

Thus, for instance:

1<sup>st</sup> Compliance Period: 01 July 2020 to 30 June 2021

2<sup>nd</sup> Compliance Period: 01 July 2021 to 30 June 2022

For officers or personnel **who are already WCO** at the start of the compliance period: must satisfy the requirement within the compliance period.

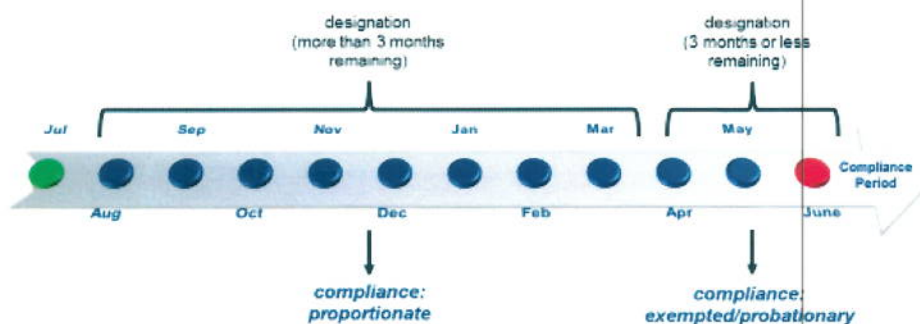


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## 5. Compliance Period

What about the officer who gets nominated as WCO **after the start of the compliance period**?



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**ANNEX A****5. Compliance Period**

What about the officer who gets nominated as WCO **after the start of the compliance period**?

Remaining Months: 3 Months or Less*	Remaining Months: More than 3 Months*
Exempted from compliance for his/her 1 <sup>st</sup> compliance period	Units must be <b>in proportion</b> to the number of months remaining in the compliance period

Participation is optional; highly encouraged

Thus:

*If WCO was nominated as such 4 months prior to the end of compliance period, he/she needs to earn 7 credit units within the remaining compliance period (i.e.,  $4/12$  [month] x 20 [credit units]).*

\*Remaining Months toward the end of the compliance period



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Proposed WCO Accreditation Manual, RCC 13

**5. Compliance Period**

What about the officer who gets nominated as WCO **after the start of the compliance period**?

Remaining Months: 3 Months or Less*	Exception
Exempted from compliance for his/her 1 <sup>st</sup> compliance period	The WCO Accreditation Body may, at any time, assess the propriety of the designation or appointment of WCO three (3) months or less before the end of each compliance period. Upon determination by the WCO Accreditation Body that such designation is deliberately done to take full advantage of the provision set forth in Section 5.3.1, it shall impose the appropriate sanctions under Section 10 of this Manual.

\*Remaining Months toward the end of the compliance period



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Proposed WCO Accreditation Manual, RCC 14

## 6. Computation of Credit Units

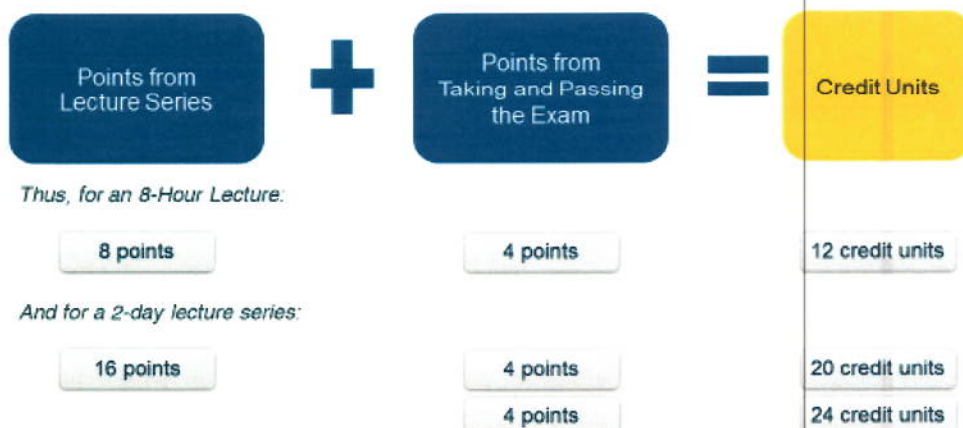
A. Lecture Series	B. Examination
<ul style="list-style-type: none"> <li>Credit units are equivalent to credit hours. Thus, 8 Hours = 8 credit units</li> <li>A fraction of an hour shall be rounded up to one full hour <i>E.g. if the lecture series lasted for only 3.5 hours, four (4) credits will be earned</i></li> <li>May be organized or facilitated by PEMC or by the IEMOP or by any group that the Accreditation Body may thereafter accredit.</li> </ul>	<p>Points.</p> <ul style="list-style-type: none"> <li>2 points for taking the examination; and</li> <li>2 points for passing the examination</li> </ul> <p>To be administered by the entity or group who facilitated the trainings or lecture. A member of the Secretariat or authorized personnel of the WCO Accreditation Body must be present during the examination</p> <p>May be taken immediately after the lecture series, or online or via website.</p>



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Proposed WCO Accreditation Manual\_RCC 15

## 6. Computation of Credit Units



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Proposed WCO Accreditation Manual\_RCC 16

## 6. Computation of Credit Units

Deviation from the standard counting of credit units (Sec. 6.2)

Notwithstanding the foregoing provisions on credit unit computation, the WCO Accreditation Body may, upon its own assessment of the **degree of importance, relevance, or complexity** of a certain lecture series or sets of examination, assign a **greater weight** than the points established under Sections 6.1.1 and 6.1.2 hereof.



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Proposed WCO Accreditation Manual\_RCC | 17

## 7. Compliance Lecture Courses

- Must have **significant content** relating to the WESM operations, governance, regulatory compliances, or compliance with the relevant market rules and manuals
- To be **approved** by the WESMAccreditation Body  
*The Body may, on its own initiative or based on recommendations of the market participants, include or add courses or subjects relevant to this program.*
- The WCO Accreditation Body shall **ensure that there are adequate courses or lecture series** that can be offered within the compliance period for all types of sectors or members in the WESM. When appropriate, the WCO Accreditation Body may authorize the publication of the offered lecture series or training for the entire compliance period.
- The schedule of lecture or training shall be **published** in the PEMC website **at least one month** prior to the intended lecture or training.



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## 7. Compliance Lecture Courses

- The notice to the WCO, WEO, and other compliance officers shall mark the lecture that is being offered as a **"WCO-Accredited Lecture or Training"** and shall **indicate the credit unit(s) or points** assigned to each lecture or course offered. (Sec. 7.4)
- The accreditation activity shall be conducted by person(s) **with adequate professional training and experience**
- **Substantive written materials** must be distributed to all participants.
- The lecture or training shall be for a **reasonable or minimal fee** to cover the cost of training materials, meals, and other related expenses.



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Proposed WCO Accreditation Manual, RCC 19

## 8. Proof of Accreditation

- A **Certificate of Attendance** will be issued
- A **database** shall be maintained (list of all WCO and WEO, the training courses attended, and credit units earned); contents to be updated on a regular basis
- Within 1 month from the end of each compliance period, the WCO Accreditation Body shall **assess the compliance status** of all WCO and WEO. Within the same period, the concerned WCO or WEO shall be **notified** by the WCO Accreditation Body of the **deficiency**, if any, for completion of the requirements. (Sec. 8.3)
- A WCO or WEO meeting all the requirements set forth herein shall be issued a **WCO Accreditation Certificate**, and shall be listed in the **"Active Status"** of the database. The certificate shall indicate the **compliance period** to which it pertains and the **validity period**. (Sec. 8.4)



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Proposed WCO Accreditation Manual, RCC 20

## 9. Change of WCO/WEO

- The Head entity shall **notify** the WCO Accreditation Body of the resignation, retirement, or termination of the WCO or WEO. He/she shall also **update** the registration of the new WCO or WEO.
- The new WCO or WEO shall be listed under a **"Probationary Status,"** unless he meets the requirements provided in Sections 9.2 and 9.2.1.
- If the new WCO or WEO has a valid WCO accreditation already at the time of his/her nomination, he/she can seek **confirmation** from the WCO Accreditation Body of the accreditation already earned within the compliance period.
- The WCO Accreditation Body may accredit **in full or in part** the accreditation points earned within the compliance period depending on the relevance of the accreditation activities previously undertaken by the WCO or WEO in relation to his/her present employment or engagement.



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## 9. Change of WCO/WEO

- If the new WCO or WEO is granted a **full accreditation**, he/she shall be listed in the **"Active Status"** of the database. The accreditation shall only be valid within the compliance period indicated in the certificate referred to in Section 8.4 hereof.
- If the new WCO or WEO is granted a **partial accreditation** by the WCO Accreditation Body, he or she shall be listed under **"Probationary Status"** and **shall make good any deficiency** by taking into account the lacking credit units in relation to the remaining time towards the completion period, as required under Sections 5.3.1 and 5.3.2 hereof.



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## 10. Non-Compliance Notice & Consequence of NC

### • Issuance of a Non-Compliance Notice

- addressed to: (a) **concerned WCO**; and (b) the **Head of the company or entity** which he/she represents for compliance purposes
- with a statement about a specific deficiency; and
- the concerned WCO will be given **30 days** from the receipt of the notification to explain the deficiency or otherwise show compliance with the requirements

### • Payment of Non-Compliance Fee

- To be paid by the company or entity of the non-compliant WCO.
- The WCO Accreditation Body **may waive** the payment of non-compliance fee if it determines that the non-compliance hereof was **due to justifiable or reasonable reasons** or circumstances that are **beyond the control** of the WCO or WEO. (Sec. 10.3)



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Proposed WCO Accreditation Manual\_R17C 23

## 10. Non-Compliance Notice & Consequence of NC

### • Listing Under the “Inactive Status”

- The WCO in “Inactive Status” shall **not be authorized to represent** his/her respective organization in matters relating to the enforcement and compliance or to exercise any of the functions provided in Clause 7.2.9.2 of the WESM Rules.
- The WCO which are listed as “Inactive Status” shall continue to have such status **until reinstated**.

### • Representation by WEO

- The WEO or other compliance officer **who has been accredited** under Section 8.4 of this Manual, **may represent** his/her respective organization, while the WCO referred to in the preceding paragraph is in “Inactive Status”. (Sec. 10.5)



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## ANNEX A

### 11. Reinstatement

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- The WCO may use the 30-day period **to complete** his/her compliance
- Credit units earned during said period **may only be counted for the compliance period requirement** unless there are units in excess of the requirement which are earned, in which case the excess may be counted toward meeting the current compliance period requirement.
- The WCO shall be **reinstated to "Active Status"** upon determination of full compliance
- He/she shall be immediately notified of the reinstatement and shall be issued a **WCO Accreditation Certificate**



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Proposed WCO Accreditation Manual\_RCC 25

### 11. Review

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- To be reviewed by the WCO Accreditation Body **annually or as may be necessary.**
- Upon **consultations** with the market participants
- To be **published** in PEMC Website



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Proposed WCO Accreditation Manual\_RCC 26

## ANNEX A

### 11. Effectivity

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These Guidelines shall become effective upon approval of the **Department of Energy** and fifteen (15) days after **publication** in newspaper of general circulation.



PEMC

Proposed WCO Accreditation Manual\_RDC 27

### Requested Action

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Approval of the proposed WCO Accreditation Manual



PEMC

Proposed WCO Accreditation Manual\_RDC 28

**ANNEX A**



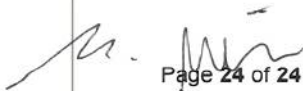
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