

**BREAKDOWN OF GENERATION
FEBRUARY 2023**

Source	% of Total kWh Purchased	(A) kWh Purchased	(B) Basic Generation Cost (Php)	(C) Other Cost adjustment (Php)	(D=B+C) Total Generation Cost for the month (Php)	[D/A] Average Generation Cost (Php/kWh)
SMEC	99.76%	14,536,669	196,513,256	3,412,634	199,925,890	13.7532
IEMOP/WESM	0.20%	28,830	1,828,974	(1,281,351)	547,623	
NET METERING	0.04%	5,760	68,315		68,315	11.8602
TOTAL	100.00%	14,571,259	198,410,545	2,131,283	200,541,828	13.7628
1. Pilferage Recovery						(0.0238)
2. Collection Efficiency Discount						-
Other Generation Cost Adjustments (OGA)						-
Net Generation Cost (Php/kWh)						13.7391

Notes:

- 1 Generation Cost excludes VAT and changes every month based on the movement in generation cost, in accordance with Article 2 of ERC Resolution No. 14, Series of 2022.
- 2 Other Generation Cost includes the Deferred Accounting Adjustment (DAA), Net Settlement Surplus (NSS) in the case of WESM, and other billing adjustments.
- 3 Pilferage Cost Recovery (PCR) is based on pilferage-related payments received by the distribution utility, if any, during the previous billing period.
PCR is incorporated into the Average Generation Cost, in accordance with Resolution No.16, Series of 2009 of the Energy Regulatory Commission.