

**BREAKDOWN OF GENERATION
AUGUST 2022**

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	82.77%	13,563,328	171,405,619	3,412,634	174,818,252	12.8890
IEMOP/WESM	17.20%	2,819,110	32,421,044	(322,682)	32,098,362	
NET METERING	0.03%	5,234	62,413		62,413	11.9245
TOTAL	100.00%	16,387,672	203,889,075	3,089,952	206,979,027	12.6302
1. Pilferage Recovery						(0.0021)
2. Prompt Payment Discount						-
3. Collection Efficiency Discount						(0.0621)
Other Generation Cost Adjustments (OGA)						-
Net Generation Cost (Php/kWh)						12.5660

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 Np. 16, Series of 2009.
- 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.