

for the duration of their economic lives had these assets not been damaged or destroyed by said FME. Copies of the Details of the NFAV in relation to the assets affected by FME Earthquake Incidents in Mindanao, FME Typhoon "Tisoy", and FME Typhoon "Ursula" is attached hereto as **Annex "LL-Series"**.

**JUSTIFICATION FOR THE ISSUANCE OF
PROVISIONAL AUTHORITY**

24. NGCP respectfully moves for the issuance of a provisional approval for the immediate recovery of the FM Pass-Through Amounts pursuant to Section 3, Rule 14 of the ERC Rules of Practice and Procedure.
25. NGCP seeks to immediately recover the actual expenses incurred for the repair, restoration and rehabilitation of the damaged transmission assets and facilities. It must be emphasized that the rehabilitation of the assets damaged by the FME required capital infusion, the recovery of which should be allowed immediately in order to avoid any financial strain in the operation of NGCP and to allow the continuous provision of transmission services to the grid customers.
26. In addition, the timely implementation of the FM Pass-Through Amounts will allow the equal or even spread of the increases or decreases in tariffs from the initial implementation of the recovery of the cost.
27. A copy of the Judicial Affidavit of Agnes F. Dela Cruz, Manager, Tariff Design and Billing Management Division, Revenue and Regulatory Affairs, in support of the instant Application, is hereto attached as **Annex "MM"**.

PRAYER

WHEREFORE, it is most respectfully prayed of this Honorable Commission to:

1. **DECLARE** the occurrence of Earthquake Incidents in Mindanao, Typhoon "Tisoy" in South Luzon and Visayas, and Typhoon "Ursula" in Visayas which resulted in an increase in costs incurred by the NGCP to restore, repair and rehabilitate various affected transmission assets and facilities in the NGCP Operations and Maintenance and System Operations, as a Force Majeure Event (FME);
2. Immediately **GRANT Provisional Authority** to implement and bill the following FM Pass-Through Amounts to Luzon, Visayas and Mindanao customers starting the billing month of January 2021 to December 2025, or until such time that the amounts incurred are fully recovered: