

Republic of the Philippines PROVINCE OF ISABELA

City of Ilagan -oOo-

Office of the Sangguniang Panlalawigan

EXCERPT FROM THE MINUTES OF THE 69th REGULAR SESSION OF THE 10th SANGGUNIANG PANLALAWIGAN OF ISABELA HELD AT PROVINCIAL CAPITOL, ILAGAN CITY, ISABELA ON MARCH 02, 2021.

PRESENT:

DELFINITO EMMANUEL L. ALBANO

ABEGAIL V. SABLE

EMMANUEL JOSELITO B. AÑES

ED CHRISTIAN S. GO

EDGAR R. CAPUCHINO

RAMON JUAN N. REYES, JR.

RANDOLPH JOSEPH P. ARREOLA

CLIFFORD R. RASPADO

FAUSTINO U. DY IV

EDWARD S. ISIDRO

ALFREDO V. ALILI

MARCO PAOLO A. MERIS

ANTONIO S. HUI

DANTE G. HALAMAN

DAX PAOLO C. BINAG

ADRIAN PHILIP S. BAYSAC

VENUS T. BAUTISTA

GRETCHEN F. VALDEZ

SICK LEAVE:

FAUSTINO G. DY III

Member (1st District) & Presiding Officer Protempore

Member (4th District) & Floor Leader Protempore

Member (1st District)

Member (2nd District)

Member (2nd District)

Member (3rd District)

Member (3rd District)

Member (4th District)

Member (5th District)

Member (5th District)

Member (6th District)

Member (6th District)

Member, PCL Federation President

Member, LnB Federation President

Member, SK Federation President Member, Agricultural /Industrial Workers

Labor Sector Representative

Member, Women's Sectoral Representative

Member, Indigenous Cultural Communities

Sector Representative

Vice Governor

RESOLUTION NO. 2021-09-01 SERIES OF 2021

A RESOLUTION AUTHORIZING THE PROVINCIAL GOVERNOR, HONORABLE RODOLFO T. ALBANO III. TO SIGN ON BEHALF OF THE PROVINCIAL GOVERNMENT OF ISABELA A MEMORANDUM OF AGREEMENT WITH CAGAYAN BIOMASS ENERGY CORPORATION (CBEC) FOR THE RECEIPT OF THE PROVINCE'S ER 1-94 ENTITLEMENTS DUE FROM THE CBEC'S POWER GENERATION OPERATIONS IN THE PROVINCE OF ISABELA

Sponsor: HON. ALFREDO V. ALILI

Chairperson, Committee on Ways and Means

WHEREAS, Section 5(i) of Republic Act No. 7638, otherwise known as the "Department of Energy Act of 1992" mandates the Department of Energy (DOE) to devise ways and means of giving direct benefits to the province, city or municipality, specially the community and people affected and equitable and preferential benefit to the region that Hosts the energy resource and/or energy-generating facility;

WHEREAS, Energy Regulations No. 1-94 (ER 1-94) was promulgated by the DOE to operationalize the implementation of Section 5(i) of DOE Act of 1992;

Nagkaisa para sa Isabela

ISO 9001:2008 CERTIFIED Address: 2nd Floor Capitol Building Alibagu, Ilagan, City, Isabela



Telephone No.: (078) 323-0170 email add: secretarysoffice@yahoo.com.ph Res. No. 2021-09-01 Page 2 of 3

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WHEREAS, Section 66 of Republic Act No. 9136 otherwise known as Electric Power Industry Reform Act of 2001 mandates the Generation Companies (GenCos) and/or Energy Resources Developers to provide financial benefits under ER 1-94 equivalent to one centavo per kilowatt-hour (P0.01/kWh) of its total electricity sales to the Host region, province, city or municipality and barangay;

WHEREAS, Rule 29(A) of the Implementing Rules and Regulations of the EPIRA provides that Generation and/or Energy Resource Development Facilities, are required to provide Financial Benefits under ER 1-94 equivalent to one centavo per kilowatt-hour (P0.01/kWh) of its total electricity sales to the Host region, province, city or municipality, and barangay;

WHEREAS, Section 4 of Rule 29 (A) of the EPIRA-IRR states that the benefits provided under ER 1-94 shall be allocated for the Electrification Fund (EF), Development and Livelihood Fund (DLF) and for the Reforestation, Watershed Management, Health and/or Environment Enhancement Fund (RWMHEEF);

WHEREAS, Cagayan Biomass Energy Corporation (CBEC) is a duly-registered with the Securities and Exchange Commission, established to generate, sell, supply electricity through the exploration, development, and utilization of alternative and/or renewable sources of energy and technologies;

WHEREAS, the CBEC is a GenCo operating in the Province of Isabela and is principally located at Gamu-Roxas Road, Barangay Raniag, Burgos, Isabela. Accordingly, it is mandated to provide ER 1-94 benefits to the Province of Isabela;

WHEREAS, a Memorandum of Agreement (MOA) between the Provincial Government of Isabela and CBEC must be executed to enable and facilitate the receipt of the Province's ER 1-94 benefits. Such document is presented before this Honorable Body for its consideration and approval;

WHEREAS, Section 465, par. VI of the Local Government Code empowers the Provincial Governor to represent the Province in all its business transactions and sign in its behalf all contracts and such other documents upon authority of the Sangguniang Panlalawigan;

WHEREAS, after a perusal of the MOA, this Honorable Body deems such as just, lawful, and reasonable, and advantageous to the Provincial Government of Isabela considering that it will enable and facilitate the Province's receipt of its ER 1-94 entitlements due from the CBEC's power generation operations;

WHEREFORE, premises considered, upon motion of Honorable Alfredo V. Alili, duly approved and seconded in a session duly assembled, it was –

RESOLVED, AS IT HEREBY RESOLVES, TO PASS A RESOLUTION AUTHORIZING THE PROVINCIAL GOVERNOR, HONORABLE RODOLFO T. ALBANO III, TO SIGN ON BEHALF OF THE PROVINCIAL GOVERNMENT OF ISABELA A MEMORANDUM OF AGREEMENT WITH CAGAYAN BIOMASS ENERGY CORPORATION (CBEC) FOR THE RECEIPT OF THE PROVINCE'S ER 1-94 ENTITLEMENTS DUE FROM THE CBEC'S POWER GENERATION OPERATIONS IN THE PROVINCE OF ISABELA

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RESOLVED FINALLY, that a copy of this Resolution be furnished to the Provincial Governor, Honorable Rodolfo T. Albano III, for his information and further action.

Approved and Adopted, March 02, 2021.

I HEREBY CERTIFY TO THE CORRECTNESS

of the foregoing Resolution:

ATTY, FRANCE JAMES E. MEER

Secretary to the sangguniangPanlalawigan

ATTESTED/APPROVED:

DELFINITO EMMANUEL L. ALBANO

Member (1st/District) & Presiding Officer Protempore