

## Republic of the Philippines DEPARTMENT OF ENERGY

(Kagawaran ng Enerhiya)

## **ADVISORY**

TO

WHOLESALE

ELECTRICITY SPOT

MARKET

(WESM)

**PARTICIPANTS** 

INDEPENDENT ELECTRICITY MARKET OPERATOR OF THE

PHILIPPINES (IEMOP)

PHILIPPINE ELECTRICITY MARKET CORPORATION

NATIONAL GRID CORPORATION OF THE PHILIPPINES

CC

: ENERGY REGULATORY COMMISSION

FROM

: SECRETARY OF ENERGY

DATE

MAY 1 1 2023

**SUBJECT** 

IMPLEMENTATION OF SINGLE SETTLEMENT FOR WESM

TRADING PARTICIPANTS IN LUZON, VISAYAS AND MINDANAO

**GRIDS** 

Pursuant to Department of Energy (DOE) Circular No. DC2022-12-0039<sup>1</sup>, promulgated on 23 December 2022, the Mindanao WESM commenced its commercial operation on 26 January 2023. Accordingly, prior to the interconnection of the Mindanao grid with the Luzon and Visayas grids, Clause 10.5 of the WESM Rules considers Luzon and Visayas as one settlement region and Mindanao as another settlement region in the WESM.

Based on the updates provided by the Market Operator and the System Operator, the Mindanao-Visayas Interconnection has been energized and its actual energy flow was confirmed on 30 April 2023.

In line with these developments, the DOE, in accordance with DC2018-06-0017<sup>2</sup> and the WESM Rules, advises all concerned that the Luzon, Visayas, and Mindanao grids shall be treated as a single settlement region starting May 2023 billing period and that the relevant provisions of the WESM Rules and Market Manuals shall apply to the WESM transactions of all Trading Participants.

For concerns regarding their WESM transactions, the participants may send an email to IEMOP at tod@iemop.ph.

For any other clarifications, please coordinate with the Electric Power Industry Management Bureau of the DOE through telephone nos. (02) 8840-1773 and (02) 8479-2900 loc. 264/387 or email at pmdd.wesm@doe.gov.ph.

Please be guided accordingly. Thank you.

RAPHAEL P. M. LOTILLA

<sup>1</sup> Titled, "Declaring the Commercial Operation of the Wholesale Electricity Spot Market (WESM) in the Mindanao Grid"

<sup>2</sup> Titled, "Adopting Further Amendments to the Wholesale Electricity Spot Market (WESM) Rules and Market Manuals (Transitory Provisions for the Implementation of WESM in Mindanao)"