



15 January 2024

REM Advisory Number : **REM-2024-01**

Subject : **Start of Renewable Energy Certificates (REC) Surrender for Renewable Portfolio Standards (RPS) Compliance Year 2020**

Dear **RE Market RPS Mandated Participants**,

Please be advised that the RE Registrar, in coordination with the Independent Electricity Market Operator of the Philippines (IEMOP) has conducted the following activities:

Activity	Details
Issuance of Renewable Energy Certificates (REC)	<p>In accordance with the REM Advisory No. 2023-08 regarding REC re-issuance, the RE Registrar has completed the issuance of the following:</p> <ol style="list-style-type: none">1. RECs under FiT Compliance Mechanism from January 2018 to December 2022;2. RECs under the Voluntary RE facilities from January 2018 to December 2022; and3. RECs under the Non-FiT Compliance Mechanism/Power Supply Agreement with Eligible RE Facilities from January 2018 to March 2022 <p>Please note that the issuance of RECs under the Non-FiT/PSA Compliance Mechanism is only completed until March 2022 in consideration of the RECs from the Green Energy Option Program (GEOP) starting April 2022. The RPSCT-approved methodology for the REC allocation from GEOP and a corresponding advisory to Participants will be released by the DOE. After which, the RE Registrar will proceed with the Non-FIT/GEOP REC issuance and issue a corresponding advisory.</p>

Activity	Details
Computation of Compliance Year 1- 2020 RPS Obligation	<p>Following the RPS Rules, the RPS Obligation for CY 2020 is computed based on the 2018 Net Electricity Sales Data of the RPS Mandated Participants multiplied by the sum of the percentage of total energy sales from plants under the FiT System in 2018 at 3.3405977% and the Minimum Annual Incremental RE percentage for year 2020 at 1%.</p> <p>Regarding the 2018 NES, kindly note the following:</p> <ol style="list-style-type: none"> 1. For the Private Distribution Utilities, Electric Cooperatives, Retail Electricity Suppliers (RES) and Local RES <ul style="list-style-type: none"> - Based on the submitted 2018 Net Electricity Sales (NES) Data by REM RPS Mandated Participants in the PREMS or to the DOE- Renewable Energy Management Bureau (REMB), whichever is latest. 2. For Generators Serving Directly Connected Customers (DCC) <ul style="list-style-type: none"> - Based on the confirmed total bilateral contract quantity data in 2018.

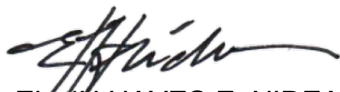
In view of the foregoing, we enjoin all RPS Mandated Participants with RPS obligation in 2020 to start surrendering RECs to demonstrate compliance to your 2020 RPS obligation pursuant to REM Rules 4.1.3. To guide you on how to surrender your RECs, kindly refer to the Work Instruction on REC Surrender, attached herein.

Your compliance is critical to the successful implementation of the activities by the RE Registrar during the interim commercial operations stage of the REM.

Should you have questions or concerns regarding this advisory, you may send an email to reregistrar@wesm.ph.

Thank you for your usual support and cooperation.

For the RE Registrar,



ELVIN HAYES E. NIDEA
President