



**GOVERNMENT OF PUERTO RICO
PUBLIC SERVICE REGULATORY BOARD
PUERTO RICO ENERGY BUREAU**

IN RE: REVIEW OF THE PUERTO RICO
ELECTRIC POWER AUTHORITY
INTEGRATED RESOURCE PLAN

CASE NO.: CEPR-AP-2018-0001

SUBJECT: PREPA's Interim Compliance
Filing Re July 9, 2019, Order, and Motion for
Reconsideration on General or Interim
Basis

RESOLUTION AND ORDER

On July 11, 2019, the Puerto Rico Electric Power Authority ("PREPA") filed before the Energy Bureau of the Puerto Rico Public Service Regulatory Board ("Energy Bureau") a motion titled *PREPA's Interim Compliance Filing Re July 9, 2019, Order, and Supplement to Motion for Reconsideration on General or Interim Basis* ("July 9 Motion"). PREPA requested the Energy Bureau to reconsider and adopt the proposed Siemens PTI contract amendment since, according to PREPA, it is a reasonable approach for Siemens' ongoing work while capping the amount that Siemens can be paid. PREPA also provided a signature page for PREPA's July 5th filing and submission, and supplemental information to support its July 5th Motion, including a Memorandum prepared by Siemens PTI ("Siemens Memo").

The Siemens Memo contains a high-level description of the additional work Siemens PTI will perform under the proposed contract amendment. Siemens detailed six major areas or activities: Contract Release 8 ("CR 8")¹; IRP Process Support; Transmission Assessment; Dynamic Studies; Distribution Studies; and Additional studies and sensibilities for PREPA, FOMB or others.² Siemens PTI also provided a budget estimate for each activity, based on the estimated number of hours each task would undertake.

Siemens PTI explained that it has been working with PREPA under a Master Services Agreement against which Contract Releases are emitted.³ According to Siemens PTI, prior to the acceptance of a Contract Release, PREPA and Siemens agree on the scope of work, followed by a proposal that once accepted by PREPA, becomes a Contract Release part of the contract.⁴

¹ Approved by the Energy Bureau on July 2, 2019. See Resolution, Case No. CEPR-AP-2018-0001, *In Re: Review of the Puerto Rico Electric Power Authority Integrated Resource Plan*, p. 2, July 2, 2019 ("July 2 Resolution"). CR 8 includes the work Siemens PTI will perform regarding the AES conversion assessment.

² Siemens Memo, p. 2.

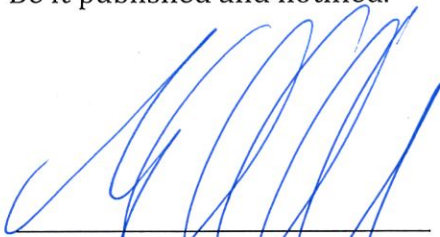
³ *Id.*, p. 1.

⁴ *Id.*



Upon reviewing PREPA's motion, the Energy Bureau **AUTHORIZES** the amendment of the Siemens contract, up to \$750,000.00. This amount includes the \$175,721 assigned to CR 8, which the Energy Bureau approved on July 2, 2019.⁵ Notwithstanding the foregoing, the Energy Bureau **CONDITIONS** this authorization to PREPA filing, for Energy Bureau review and approval, all subsequent Contract Releases **PRIOR** to the execution of each Contract Release. As such, the Energy Bureau hereby **ORDERS** PREPA to (i) file all future Contract Releases at least ten (10) days prior to the expected start date; (ii) detail in each filing the tasks and scope of work that will be performed, including a detailed budget with estimated costs for each task.

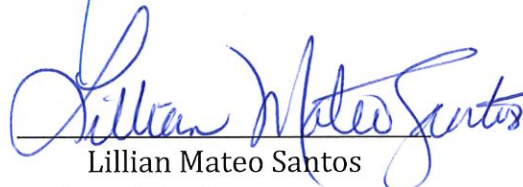
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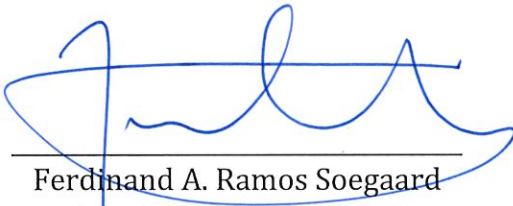
Edison Avilés Deliz
Chairman



Ángel R. Rivera de la Cruz
Associate Commissioner



Lillian Mateo Santos
Associate Commissioner



Ferdinand A. Ramos Soegaard
Associate Commissioner

⁵ July 2 Resolution, p. 2.



CERTIFICATION

I hereby certify that the majority of the members of the Puerto Rico Energy Bureau has so agreed on July 16, 2019. I also certify that on July 16, 2019 a copy of this Resolution and Order was notified by electronic mail to the following: astrid.rodriguez@prepa.com, jorge.ruiz@prepa.com, n-vazquez@aepr.com and c-aquino@prepa.com. I also certify that today, July 16, 2019, I have proceeded with the filing of the Resolution and Order issued by the Puerto Rico Energy Bureau and I have sent a true and exact copy to the following:

Puerto Rico Electric Power Authority

Attn.: Nitza D. Vázquez Rodríguez

Astrid I. Rodríguez Cruz

Jorge R. Ruíz Pabón

PO Box 363928

San Juan, PR 00936-3928

For the record, I sign this in San Juan, Puerto Rico, today July 16, 2019.

Wanda I. Cordero Morales
Clerk