

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

NEPR Received: Jun 17, 2020 11:56 AM

IN RE:

**PUERTO RICO ELECTRIC POWER
AUTHORITY PERMANENT RATE**

CASE NO.:

NEPR-MI-2020-0001

SUBJECT:

Reconciliations and Proposed Riders Factors

**MOTION TO SUBMIT MAY 2020 RECONCILIATIONS AND PROPOSED
FACTORS FOR THE JULY TO SEPTEMBER 2020 PERIOD RIDERS**

TO THE PUERTO RICO ENERGY BUREAU:

COMES NOW the Puerto Rico Electric Power Authority through the undersigned legal representation and respectfully sets forth and pray:

On April 25, 2019, the Puerto Rico Energy Bureau of the Public Service Regulatory Board (the “Energy Bureau”) entered *Resolution and Order* in which it established the process for the approval of the factors associated with the fuel adjustment (FAC), purchased power (PPCA), fuel oil subsidy (FOS), contribution in lieu of taxes cost adjustment (CILT), human and non-human subsidies (SUBA-HH and SUBA-NHH, respectively) and the energy efficiency riders. The Energy Bureau determined that the factors associated with the FAC, PCA and FOS are going to be reviewed and approved by the Energy Bureau on a quarterly basis, while CILT, SUBA-HH and SUBA-NHH are going to be reviewed and approved annually.

Moreover, on April 23, 2020, the Energy Bureau ordered

PREPA to submit monthly reconciliations of fuel and purchased power costs, starting with the month of April 2020. PREPA must submit the information in the same format used for the quarterly reconciliations. Additionally, PREPA must submit such information no later than the end

of the second week of the month following the billing cycle for which information is being submitted.¹

On May 15, 2020, in compliance with the April 13 Order, the Puerto Rico Electric Power Authority (the “Authority”), filed the reconciliations for the months of March and April 2020 together with the recalculated rider factors for the month of June 2020.² On May 30, 2020, the Energy Bureau approved the March and April 2020 reconciliations as submitted by the Authority.³ Therefore, given that March and April 2020 reconciliations have already been submitted by the Authority and approved by the Energy Bureau, the only month of the prior billing cycle to be reconciled is May 2020. Attached hereto please find the May 2020 reconciliation file. Exhibit A. Also, the Authority herein submits the proposed rider factors to be implemented during the July to September 2020 billing cycle. Exhibit B. The July to September 2020 proposed rider factors calculation is herein submitted with two different scenarios. *Id.* One worksheet includes the deferment of the totality of the fuel cost used to operate the peaking units to substitute the loss of generation due to units 5 and 6 of the Costa Sur power plant facility, while the other includes only 75% of the fuel cost amount. *Id.* The peakers’ fuel cost analysis is also attached to this motion. Exhibit C.

Furthermore, the Authority herein informs that, since the Energy Bureau has not approved the CILT, SUBA-HH and SUBA-NHH proposed riders factors submitted by the Authority, these have been calculated using the proposed factors submitted to the Energy Bureau on June 5, 2020.⁴

¹ *Resolution and Order* entered on April 23, 2020 (the “April 13 Order”).

² *Motion to Submit Reconciliations for the Months of March and April 2020 and Recalculation of Propose Rider Factors* filed by the Authority on May 15, 2020 and supplemented several times with subsequent filings (the “May 15 Motion”).

³ *Resolution and Order* entered on May 30, 2020 (the “May 30 2020 Order”).

⁴ *Motion to Submit CILT, SUBA-HH, SUBA-NHH Reconciliations and Proposed Factors* filed by the Authority on June 5, 2020 and supplemented with the *Motion in Compliance with Order Entered on June 12, 2020* (the “June 5 Motion”).

The Authority incorporates by reference all the documents submitted with the June 5 Motion as supporting documents to the reconciliations and proposed riders factors herein presented.

WHEREFORE, the Authority respectfully requests the Energy Bureau to approve the May 2020 reconciliation and the July to September 2020 proposed rider factors.

RESPECTFULLY SUBMITTED.

In San Juan, Puerto Rico, this 17th day of June 2020.

/s Katuska Bolaños
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Exhibit A
May 2020 Reconciliation

[The native version of this exhibit has been submitted under seal. The public version can be downloaded at https://diazvaz-my.sharepoint.com/:f/g/personal/kbolanos_diazvaz_law/Ekm8teGHjyhMnWNyoV6skG0B8kr19Raj1cQwszDKSZetqA?e=8GzueZ]

Exhibit B
July to September 2020 Proposed Riders Factors

[The native version of this exhibit has been submitted under seal. The public version can be downloaded at https://diazvaz-my.sharepoint.com/:f/g/personal/kbolanos_diazvaz_law/Ekm8teGHjyhMnWNyoV6skG0B8kr19Raj1cQwszDKSZetqA?e=8GzueZ]

Exhibit C
Peakers Fuel Cost Analysis

[The native version of this exhibit has been submitted under seal. The public version can be downloaded at https://diazvaz-my.sharepoint.com/:f/g/personal/kbolanos_diazvaz_law/Ekm8teGHjyhMnWNyoV6skG0B8kr19Raj1cQwszDKSZetqA?e=8GzueZ]