

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

IN RE: PUERTO RICO'S ELECTRIC SYSTEM
CASH FLOW & CASH POSITION CONCERNS

CASE NO.: NEPR-IN-2024-0004

SUBJECT: Clarification.

RESOLUTION

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On October 30 2024, the Energy Bureau of the Puerto Rico Public Service Regulatory Board ("Energy Bureau") issued a Resolution and Order ("October 30 Resolution") through which it initiated an inquiry into allegations concerning critical liquidity issues impacting LUMA¹ within the framework of its existing docket, Case No.: NEPR-MI-2020-0001, *In Re: Puerto Rico Electric Power Authority's Permanent Rate* ("Approved Rate Docket"). Further, through the October 30 Resolution, the Energy Bureau designated Scott Hempling to serve as a Hearing Examiner to investigate and address these allegations.

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On November 8, 2024, the Energy Bureau granted the Hearing Examiner's request to address the allegations of critical liquidity issues under a separate investigation docket and initiated this proceeding pursuant to Sections 6.3(bb) and 6.24(e) of Act 57-2014² and Article XV of Regulation 8543.³

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The Energy Bureau's previous orders addressed "liquidity concerns".⁴ However, to ensure clarity and precision, the Energy Bureau **UPDATES** the name of this case to "Puerto Rico's Electric System Cash Flow⁵ and Cash Position Concerns"⁶ instead of "Puerto Rico's Electric System Liquidity Concerns". This adjustment ensures precision, as in Spanish, the term "liquidez" can be interpreted similarly to "cash flow," which may cause confusion and lead to misunderstandings. By explicitly referring to "cash flow and "cash position", the Energy Bureau accurately reflects the financial aspects that will be under review in this proceeding.

ASU
Be it notified and published.



¹ LUMA Energy, LLC and LUMA Energy ServCo, LLC (jointly referred to as, "LUMA").

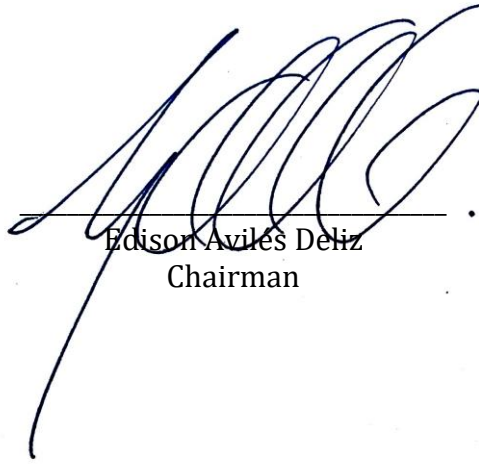
² Known as the *Puerto Rico Energy Transformation and RELIEF Act*, as amended ("Act 57-2014").

³ Known as *Regulation on Adjudicative, Notice of Noncompliance, Rate Review, and Investigation Proceedings*, December 18, 2014 ("Regulation 8543").

⁴ Liquidity: The quality, state, or condition of being readily convertible to cash. Black's Law Dictionary (11th ed. 2019); When we talk about how liquid a company is, we are referring to its cash position plus its ability to generate cash quickly and without much cost by selling its assets. Kevin Cope, *Seeing the Big Picture* 18 (2012).

⁵ Cash flow: The movement of cash through a business, as a measure of profitability or liquidity. Black's Law Dictionary (11th ed. 2019); Cash flow is simply the volume of cash that flows through a business as a result of operations over a period of time. Kevin Cope, *Seeing the Big Picture* 17 (2012).

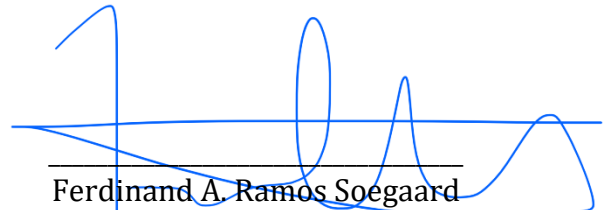
⁶ Cash position: The amount of cash a business has at any single point in time. Kevin Cope, *Seeing the Big Picture* 16 (2012).



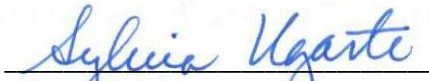
Edison Avilés Deliz
Chairman



Lillian Mateo Santos
Associate Commissioner



Ferdinand A. Ramos Soegaard
Associate Commissioner



Sylvia B. Ugarte Araujo
Associate Commissioner



Antonio Torres Miranda
Associate Commissioner

CERTIFICATION

I certify that the majority of the members of the Puerto Rico Energy Bureau agreed on November 12, 2024. Also certify that on November 12, 2024, I have proceeded with the filing of this Resolution and was notified by email to jmartinez@gmlex.net; jgonzalez@gmlex.net; arivera@gmlex.net; julian.angladapagan@us.dlapiper.com; yahaira.delarosa@us.dlapiper.com; margarita.mercado@us.dlapiper.com; hrivera@jrsp.pr.gov; legal@genera-pr.com; regulatory@genera-pr.com; lrn@roman-negron.com; agraitfe@agraitlawpr.com; shempling@scotthemplinglaw.com.

I sign in San Juan, Puerto Rico, today, November 12, 2024.



Sonia Seda Gaztambide
Clerk