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

**IN RE:** LUMA'S ACCELERATED STORAGE ADDITION PROGRAM

**CASE NO.:** NEPR-MI-2024-0002

**SUBJECT**: Resolution and Order regarding interconnection studies and/or cost information.

## **RESOLUTION AND ORDER**

On December 19, LUMA¹ filed before the Energy Bureau of the Puerto Rico Public Service Regulatory Board ("Energy Bureau") a document titled *Motion to Submit Proposed Standard Offer Phase 2 Agreement in Compliance with Resolution and Order of December 4, 2024, and Request for Confidential Treatment* ("December 19 Motion"), whereby LUMA submitted the draft version of the ASAP Phase 2 Standard Offer Agreements ("SO2 Agreements") for the Energy Bureau's review.

Upon review of the Proposed Standard Offer Phase 2 Agreement, the Energy Bureau authorized its terms and ordered LUMA to distribute the Phase 2 SO Agreements immediately to potential participants and to initiate negotiations. In addition, the Energy Bureau ordered LUMA to file the final version of the SO2 Agreements, on or before February 7, 2025, for our review and approval.

On February 7, 2025, LUMA filed a document titled *Motion to Submit ASAP SO2 Master Template Agreement in Compliance with Resolution and Order of January 14, 2025, and Update on ASAP Program Implementation and Request for Confidential Treatment* ("February 7 Motion"). In its February 7 Motion, LUMA informed the Energy Bureau it had distributed the SO2 Agreements to 31 potential candidates and, as of February 5, 2025, IPPs² for 12 power generation sites have expressed interest in reviewing the SO2 Agreement, while others have requested clarifications and are still reviewing the agreements.³ LUMA further informed that it had not identified a need to perform any revisions to the draft proposed SO2 Agreement submitted before the Energy Bureau and maintained that if any revisions were identified it would promptly notify the Energy Bureau.⁴ According to LUMA, the only anticipated changes are those needed to conform the agreements to the specific information of the participants and LUMA for their projects.⁵ Regarding the estimated costs of interconnection improvement works for the Phase 2 sites, LUMA indicated that a definite number cannot be provided until each of the specific sites is visited and the feasibility study is completed to confirm what improvements will be required, if any.6

On February 11, 2025, the Energy Bureau conditionally approved the SO2 Master Template Agreement and warned that the final approval of the Phase 2 projects was subject to completing the interconnection feasibility studies and evaluating costs associated with interconnection works. The Energy Bureau ordered LUMA to provide all cost information (incurred and projected) as soon as it became available to assess whether the agreed prices align with the public interest and are reasonable.







<sup>&</sup>lt;sup>1</sup> LUMA Energy, LLC and LUMA Energy ServCo, LLC (jointly referred to as, "LUMA").

<sup>&</sup>lt;sup>2</sup> Independent Power Producers ("IPPs").

 $<sup>^3</sup>$  February 7 Motion, p. 12,  $\P$  25.

<sup>&</sup>lt;sup>4</sup> *Id.*, p. 13, ¶ 27.

<sup>&</sup>lt;sup>5</sup> *Id*.

<sup>6</sup> *ld.*, ¶ 28.

As of this Resolution and Order, LUMA has not provided the relevant information nor any update regarding status or progress.

The Energy Bureau **ORDERS** LUMA to provide, within **five (5) days** from the notification of this Resolution and Order, all **interconnection studies** conducted to date; a detailed report on the current status of any pending interconnection studies; a clear timeline for the completion of outstanding studies; and all available **cost information**, including detailed estimates, incurred costs, supporting documentation, associated with the interconnection process and a detailed status report of all the Phase 1 projects.

The Energy Bureau **WARNS** LUMA that failure to comply with this Resolution and Order will result in the imposition of administrative fines authorized under Section 6.36 of Act 57-2014.7

Be it notified and published.

Edison Avilés Deliz Chairman

Lillian Mateo Santos

Associate Commissioner

Sylvia B. Ugarte Araujo Associate Commissioner Ferdinand A. Ramos Soegaard Associate Commissioner

Antonio Torres Miranda Associate Commissioner

## **CERTIFICATION**

I hereby certify that the majority of the members of the Puerto Rico Energy Bureau has so agreed on June 16, 2025. I also certify that on June 16, 2025 I have proceeded with the filing of the Resolution and Order issued by the Puerto Rico Energy Bureau and notified a copy of it by electronic mail to RegulatoryPREBorders@lumapr.com; laura.rozas@us.dlapiper.com; yahaira.delarosa@us.dlapiper.com; margarita.mercado@us.dlapiper.com; arivera@gmlex.net.

For the record, I sign this in San Juan, Puerto Rico, on June 1/2, 2025.

Sonia Seda Gaztambide Clerk

<sup>&</sup>lt;sup>7</sup> Known as the Puerto Rico Energy Transformation and RELIEF Act, as amended ("Act 57-2014").