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

IN RE: IMPLEMENTATION OF THE PUERTO RICO ELECTRIC POWER AUTHORITY INTEGRATED RESOURCE PLAN AND MODIFIED ACTION PLAN

**CASE NO.:** NEPR-MI-2020-0012

**SUBJECT:** Resolution on *Motion in* Compliance with Resolution and Order dated June 30, 2025

## **RESOLUTION AND ORDER**

On June 12, 2025, the Energy Bureau of the Puerto Rico Public Service Regulatory Board ("Energy Bureau") issued a Resolution and Order ("June 12 Resolution") ordering the Puerto Rico Electric Power Authority ("PREPA") to submit information related to PPOA amendment requests from Tranche 1 and legacy renewable energy project developers. This included a status table, copies of the requests, communications with LUMA, and any related draft amendments.

On June 17, 2025, PREPA filed a document titled *Motion in Compliance with Resolution and Order issued on June 12, 202* ("June 17 Motion"), through which it submitted part of the requested information. Specifically, PREPA provided documents related to a request by Pattern Puerto Rico Holdings LLC ("Pattern") to increase capacity for the W-2-ESSA and AA-2-ESSA projects.

On June 30, 2025, the Energy Bureau issued a *Resolution and Order* ("June 30 Resolution") directing PREPA to continue its negotiation process with Pattern and to provide the Energy Bureau with the relevant information exchanged between LUMA and Pattern during the negotiations. The Energy Bureau expect that a contract with the pertinent modifications will be submitted within a period not to exceed seven (7) days. The Energy Bureau also clarified that the determination does not constitute an approval of the proposed expansions or of any amendments to the contracts related to the proposed reductions.

On July 15, 2025, the Energy Bureau issued a *Resolution and Order* ("July 15 Resolution") approving the final versions of the W-1-ESSA and AA-2-ESSA submitted by PREPA through the *Motion in Compliance with Resolution and Order dated September 5, 2025*, filed on June 24, 2025.

After requesting an extension of time, on July 22, 2025, PREPA filed a document titled *Motion in Compliance with Resolution and Order dated June 30, 2025* ("July 22 Motion"), to report partial compliance with the June 30 Resolution regarding Pattern's request to increase capacity. PREPA informed the Energy Bureau about the ongoing negotiation process with LUMA and Pattern. Additionally, PREPA requested confidential treatment for Exhibit A included in the July 22 Motion.

After evaluating the July 22 Motion and the enclosed documents, as well as other related documents previously submitted in this case, the Energy Bureau **ORDERS** PREPA to continue its negotiation process with Pattern. PREPA shall complete the contract negotiation process in a manner that allows any agreement reached by the parties to be submitted to the Energy Bureau no later than **August 10**, **2025**. The Energy Bureau emphasized that this determination does not constitute an approval of the proposed expansions or of any contract amendments related to the proposed price reductions. The Energy Bureau is not conducting any evaluation of those matters under the applicable provisions of Act 57-2014.¹ Furthermore, as part of the process for seeking approval of any contract amendment, PREPA must continue to submit, for the benefit of the Energy Bureau's evaluation, all relevant information exchanges between PREPA, LUMA and Pattern during the negotiation process, as well as any evaluations prepared by PREPA's consultants regarding the proposed contract modifications.

<sup>&</sup>lt;sup>1</sup> See Section 6.323 of Act 57-20154, known as *Puerto Rico Energy Transformation and RELIEF Act*, as amended ("Act 57-2014").

The Energy Bureau WARNS PREPA that, in accordance Art. 6.36 of Act 57-2014:9

- (i) noncompliance with this Resolution and Order, regulations and/or applicable laws may carry the imposition of fines and administrative sanctions of up to one hundred twenty-five thousand dollars (\$125,000) per day; and
- (ii) for any recurrence of non-compliance or violation, the established penalty shall increase to a fine of not less than fifteen thousand dollars (\$15,000) nor greater than two hundred fifty thousand dollars (\$250,000), at the discretion of the Energy Bureau.

Be it notified and published.

Edison Aviles Deliz Chairman

Lillian Mateo Santos
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 August 1, 2025. Associate Commissioners Ferdinand A. Ramos Soegaard and Sylvia B. Ugarte Araujo did not intervene. I also certify that on August 1, 2025, a copy of this Resolution and Order was notified by electronic mail to arivera@gmlex.net; katiuska.bolanos-lugo@us.dlapiper.com; Yahaira.delarosa@us.dlapiper.com; laura.rozas@us.dlapiper.com; RegulatoryPREBorders@lumapr.com; jfr@sbgblaw.com, legal@genera-pr.com, regulatory@genera-pr.com, and I have proceeded with the filing of the Resolution and Order issued by the Puerto Rico Energy Bureau.

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

Sonia Seda Gaztambide Clerk