

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

IN RE: REVIEW OF LUMA'S MODEL BILL

CASE NO.: NEPR-MI-2021-0008

SUBJECT: Resolution and Order for LUMA's Request for Leave to Amend Model Bill to Implement April 15, 2026, Final Resolution and Order on Electricity Rates.

RESOLUTION AND ORDER

I. Procedural Background

On November 16, 2021, the Energy Bureau of the Puerto Rico Public Service Regulatory Board ("Energy Bureau") issued a Resolution and Order ("November 16 Resolution") approving LUMA's Model Bill ("Model Bill"). The Energy Bureau ordered LUMA to submit any proposed future change to said Model Bill before the Energy Bureau for evaluation and approval before its implementation.

On July 31, 2025, the Energy Bureau issued its Resolution and Order establishing the Fiscal Year 2026 Provisional Rates and Fiscal Year 2026 Provisional Budget ("July 31 Provisional Rate Order").² This order addressed the application for provisional rates that LUMA submitted on July 3, 2025, on behalf of itself, Genera PR LLC ("Genera"), and the Puerto Rico Electric Power Authority ("PREPA"). The July 31 Provisional Rate Order approved two provisional riders that constitute the provisional rate rider and the pension payments rider and ordered LUMA to commence collection on September 1, 2025, extending the provisional rate rider for ten months or until the Energy Bureau approves the permanent rate. The pension payment rider shall be maintained until the Energy Bureau decides otherwise.

On August 12, 2025, LUMA submitted a document titled *Amendment of Model Bill to Implement Provisional Rate Riders Approved on July 31, 2025* ("August 12 Request")³, through which LUMA sought authorization to amend its Model Bill, included as Exhibit 1, to include two new line items for the provisional rate rider and pension payment rider recently approved by the Energy Bureau.

Following several procedural steps, on September 3, 2025, the Energy Bureau approved the nomenclature for the provisional rate rider and the pension rider presented in the amended model bill of Exhibit 1.

On April 15, 2026, the Energy Bureau issued the Final Resolution and Order on Electricity Rates in Case No. NEPR-AP-2023-0003 ("Final Rate Order").⁴ Among the decisions issued in the Final Rate Order, the Energy Bureau determined to amend the rate structure for revenue allocation on different rate classes including the low-income rate classes and general residential class.⁵ The Energy Bureau also made final determinations regarding the Provisional Adjustment rider and the Pension Payment Rider implemented with the July 31 Provisional Rate Order for Fiscal Year 2026 ("FY26") said riders will be removed starting in

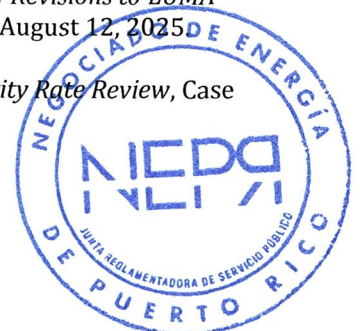
¹ LUMA Energy LLC and LUMA Energy ServCo LLC (jointly referred as "LUMA").

² Resolution and Order, *In re: Puerto Rico Electric Power Authority Rate Review*, Case No. NEPR-AP-2023-0003, July 31, 2025.

³ *In re: Review LUMA's Model Bill*, Case No.: NEPR-MI-2021-0008, *Request for Approval of Revisions to LUMA Model Bill to Incorporate Provisional Riders Approved on July 31, 2025*, filed by LUMA on August 12, 2025.

⁴ Final Resolution and Order on Electricity Rate, *In re: Puerto Rico Electric Power Authority Rate Review*, Case No. NEPR-AP-2023-0003, April 15, 2026 ("Final Rate Order").

⁵ *Id.* Ch. 7, Part XLV, p.36



Fiscal Year 2027 ("FY27"). The Energy Bureau ordered LUMA to make the arrangements in the Model Bill for these changes to take place.

On May 28, 2026, LUMA submitted a document titled *LUMA's Request for Leave to Amend Model Bill to Implement April 15, 2026 Final Order on Electricity Rates Amendments* ("May 28 Request"). Through the May 28 Request LUMA seeks authorization to amend its Model Bill, included as Exhibit 1, to reflect the elimination of the Pension Payment Rider and Provisional Adjustment rider from the Model Bill and changes for the low-income riders as approved by the Energy Bureau in its Final Rate Order that will apply to prospective bills starting on July 1, 2026.

II. Analysis and Discussion

LUMA seeks verification of compliance with the Energy Bureau's Final Rate Order to begin implementation of the amended Model Bill beginning on July 1, 2026.

Article 6(i) of amended Act 83-1941⁶ requires that bills "itemize clearly the categories of the different charges and credits assessed to the customer" and "be totally transparent." Section 3.01 of Regulation No. 8863⁷ requires that bills "must be drafted clearly and plainly so that they are easy to understand without requiring that readers possess[sic] any specialized knowledge".⁸

SMH LUMA's May 28 Request indicates that to implement the Final Rate Order it must eliminate the following items in the "Current Charges Detail Section" of the Model Bill:

1. Rider PENSION PAYMENTS -Adjustment pension costs / "Cláusula PAGO PENSIONES - Ajuste costos pensión"
 2. Rider PROVISIONAL - Provisional Adjustment / "Cláusula PROVISIONAL - Ajuste Provisional"
- SMH*

LUMA also indicates that it must revise the language applicable to the LRS and RH3 reflected on the second logical page of the Model Bill to align with the updated rate structure, which removes these categories from the subsidies component and incorporates the corresponding costs into base rates, as stated in Exhibit 1.

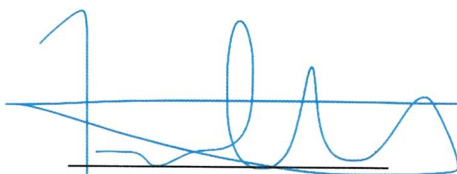
III. Conclusion

The Energy Bureau **DETERMINES** LUMA complied with the necessary adjustments to the Model Bill. Therefore, LUMA shall implement said modifications and issue bills starting July 1, 2026, using the approved Model Bill as presented in the May 28 Request.

The Energy Bureau **WARNS** that under Article 6.36 of Act 57-2014⁹ noncompliance with this Resolution and Order, applicable regulations, or laws may carry the imposition of fines and administrative sanctions.

Be it notified and published.


Lillian Mateo Santos
Associate Commissioner

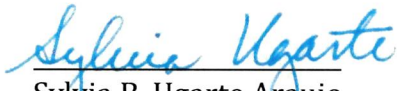

Ferdinand A. Ramos Soegaard
Associate Commissioner

⁶ Act No. 83 of May 2, 1941, as amended, *Puerto Rico Electric Power Authority Act*.

⁷ *Regulation on the Procedure for Bill Review and Suspension of Electric Service Due to Failure to Pay*, Puerto Rico Energy Bureau, Regulation 8863, December 1, 2016.

⁹ Act 57-2014, art. 6.36.




Sylvia B. Ugarte Araujo
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 4, 2026. Chairman Edison Avilés Deliz did not intervene. I also certify that on June 4, 2026 I have proceeded with the filing of the Resolution and Order and a copy of this Resolution and Order was notified by electronic mail to RegulatoryPREBorders@lumapr.com; laura.rozas@us.dlapiper.com; margarita.mercado@us.dlapiper.com; katuska.bolanos-lugo@us.dlapiper.com; hrivera@jrsp.pr.gov; mvalle@gmlex.net, alexis.rivera@prepa.pr.gov.

For the record, I sign this in San Juan, Puerto Rico, today June 4, 2026.




Sonia Seda Gaztambide
Clerk