

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

IN RE: REVIEW OF LUMA'S INITIAL
BUDGETS

CASE NO.: NEPR-MI-2021-0004

NEPR

Received:

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**MOTION TO SUBMIT PREPA'S FEDERAL FUNDING AND GRID MODERNIZATION
IMPLEMENTATION REPORT FOR AUGUST 2026**

COMES NOW the Puerto Rico Electric Power Authority ("PREPA"), through its counsel of record, and respectfully submits and requests as follows:

1. On June 25, 2023, the Energy Bureau of the Puerto Rico Public Service Regulatory Board ("Energy Bureau") issued a *Resolution and Order* ("June 25th Resolution") whereby it, among other things, directed PREPA to submit the Implementation of the Grid Modernization Plan on a bi-monthly basis (hereinafter, the "Grid Modernization Implementation Report").

2. Per the June 25th Resolution, the Grid Modernization Report was required to include a comprehensive overview of the primary investment areas and projects being considered by PREPA to ensure the provision of dependable and resilient power, along with the current progress of project milestones.

3. PREPA was also ordered to submit monthly reports with the Energy Bureau detailing federal funding activity during the quarter for hydro facilities, including progress on submitting and advancing PWs and Scopes of Work (SOWs), by hydro/dam site, the cumulative amount of federal funding applied for, the

incremental amount of federal funding applied for in the reporting quarter and both the cumulative and monthly amount of federal funding received.

4. On November 13, 2023, the Energy Bureau issued a *Resolution and Order* whereby it authorized, among other things, a monthly cadence for the Grid Modernization Implementation Report.

5. In compliance with the Energy Bureau's orders, PREPA submits the Federal Funding and Grid Modernization Implementation Report.

WHEREFORE, PREPA respectfully requests the Energy Bureau to take **NOTICE** of the information provided, **FIND PREPA IN COMPLIANCE** with the reporting requirements of the June 25th Resolution.

RESPECTFULLY SUBMITTED.

In San Juan, Puerto Rico, this 1st day of September 2026.

CERTIFICATE OF SERVICE: We hereby certify that this document was filed with the Office of the Clerk of the Energy Bureau using its Electronic Filing System at <https://radicacion.energia.pr.gov/login>, which will send notification of such filing to all attorneys of record.

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PREB Approved Projects						PREB Approval			Federal Approval & Funding			Stage Status and completion Progress							
#	FEMA ID	Project Title	Fund	Cost-Share	Project Formulation Status	Cost Estimate		Amount	Date	Approval Amount	Reimbursed expenses	Reimbursement Net of Cost-Share	Stage	Sub-Stage	Commencement Date	Anticipated Date of Completion	Design of Completion	% of Design Completed	
1	435789	FAASI South Coast Irrigation District - Canals	428	90%	Developing Detailed SOW	116,339,107	A	32,140,000	9/8/2021	Pending Approval	1,284,468	1,156,022	I	Planning & Design	30% Designs	Jul-22	Feb-27	62%	
2	436467	FAASI Isabela Irrigation District - Canals & USDA Funding	428	90%	Developing Detailed SOW	32,000,000	A, L	15,000,000	9/8/2021	To be submitted	209,930	188,937	I	Planning & Design	30% Designs	Jul-22	TBD	TBD	
3	436462	FAASI Lajas Irrigation Canals	428	90%	Developing Detailed SOW	42,573,272	A, P	15,000,000	9/8/2021	Pending Approval	418,247	376,422	I	Planning & Design	30% Designs	Jul-22	Aug-27	25%	
4	334803	FAASI Loco Reservoir Dredging	428	90%	Developing Detailed SOW	13,830,000	B, S, T	2,730,000	8/20/2021	To be submitted	512,316	461,084	I	Planning & Design	60% Designs	Mar-24	Jan-28	60%	
5	335207	FAASI Guineo Reservoir - Dredging	428	90%	Developing Detailed SOW	9,343,743	B, D, S	1,250,000	8/20/2021	To be submitted	317,222	285,500	I	Planning & Design	60% Designs	Mar-24	May-28	60%	
6	334798	FAASI Guerrero Reservoir - Dredging	428	90%	Pending COR3 Review	4,918,073	B, T, U, O	19,000	8/20/2021	To be submitted	341,036	306,932	I	Planning & Design	30% Designs - Complete	Mar-24	Dec-27	30%	
7	334813	FAASI Guayo Reservoir Dredging	428	90%	Developing Detailed SOW	23,060,000	B, S	21,010,000	8/20/2021	To be submitted	495,257	445,731	I	Planning & Design	60% Designs	Mar-24	Jun-28	40%	
8	334811	FAASI Dos Bocas Reservoir Dredging	428	90%	Pending FEMA Approval	123,379,971	B, R, T, V, O	58,250,000	8/20/2021	To be submitted	778,601	700,741	I	Planning & Design	30% Designs - Complete	Mar-24	Mar-28	37%	
9	178722	FAASI Caonillas (Dredging)	428	90%	Pending FEMA Approval	87,072,982	B, D, R, T, V, O	41,740,000	4/28/2021	D	To be submitted	767,015	690,313	I	Planning & Design	30% Designs - Complete	Mar-24	Feb-28	37%
10	335206	FAASI Matullas Reservoir-Dredging	428	90%	Developing Detailed SOW	14,245,082	B, S	3,080,000	8/20/2021	To be submitted	322,359	290,123	I	Planning & Design	60% Designs	Mar-24	Mar-28	45%	
11	334773	FAASI Lucchetti Reservoir - Dredging	428	90%	Developing Detailed SOW	65,610,000	B, S	35,810,000	8/20/2021	To be submitted	639,016	575,114	I	Planning & Design	60% Designs	Mar-24	Jun-28	42%	
12	334772	FAASI Guayabal Reservoir - Dredging	428	90%	Developing Detailed SOW	36,146,934	B, S	7,750,000	8/20/2021	To be submitted	324,436	291,992	I	Planning & Design	30% Designs - Complete	Mar-24	Aug-28	35%	
13	334771	FAASI Guajataca Reservoir - Dredging	428	90%	Developing Detailed SOW	42,161,570	B, T, O	18,990,000	8/20/2021	To be submitted	485,535	436,982	I	Planning & Design	60% Designs	Mar-24	Mar-29	35%	
14	334769	FAASI Garzas Reservoir - Dredging	428	90%	Developing Detailed SOW	15,127,770	B, T, U, J, O	1,530,000	6/8/2021	To be submitted	401,546	361,392	I	Planning & Design	30% Designs - Complete	Mar-24	Apr-28	30%	
15	334770	FAASI Guajataca Dam - Permanent Repairs	428	90%	Phase I Approved	1,800,999,999	F	566,000,000	8/20/2021		1,800,999,999	14,553,810	I	Planning & Design	Design Contracting	Jan-24	Dec-28	14%	
16	436821	FAASI Dams Minor Repairs	428	90%	Developing Detailed SOW	13,559,029	J	3,560,000	9/28/2021	D	Pending Approval	-	-	I	Planning & Design	30% Designs	Feb-24	Dec-28	30%
17	721184	FAASI - Guayabal Seismic Retrofit	428	90%	Developing Detailed SOW	319,770,241	M	299,278,101	5/18/2023	Pending Approval	-	-	I	Planning & Design	30% Designs	Jul-24	Dec-30	10%	
18	4339-0011	Patillas Dams	404/CDBG	100%	Approved	567,024,315	G	558,530,000	8/20/2021	\$	558,000,000.00	2,635,000	I	Planning & Design	60% Designs - Complete	Jan-24	Jun-27	83%	
19	4339-0012	Early Warning System	404	100%	Approved	99,976,487	H	100,000,000	8/20/2021	\$	100,000,000.00	58,244,276	I	Construction	Construction	Mar-24	Mar-25	100%	
20	728280	FAAST Caonillas Hydroelectric Power Plant I	428	90%	Developing Detailed SOW	3,811,152	K	1,650,000	4/28/2021	D	Pending Approval	323,215	I	Planning & Design	30% Designs	Feb-24	Dec-28	30%	
21	436468	FAASI Toro Negro Hydroelectric System Connection	428	90%	Developing Detailed SOW	57,244,062	Q	15,220,000	9/8/2021	Pending Approval	555,305	499,774	I	Planning & Design	60% Designs	Jul-21	Oct-29	35%	
22	180723	FAASI - Rio Blanco Hydroelectric System	428	90%	Developing Detailed SOW	49,005,576	Q	48,120,000	4/28/2021	Pending Approval	378,812	340,931	I	Planning & Design	30% Designs	Jul-21	Sep-29	30%	
23	404-TBD-1	Retrofit projects on hydroelectric turbines (15 Projects)	DOE	75%	Project Denied	320,790,000	C	320,790,000	9/28/2023	Pending Approval	-	-	I	Technical Specifications	Appeal	Pending	NA	NA	
24	725535	FAASI- System Upgrade for Generation Plants (T/OT)	428	90%	Approved	11,423,825	N	11,423,825	6/22/2023	\$	11,423,825.00	4,034,053	I	Construction	Construction	Feb-24	Jun-25	100%	
25	746897	BONUS Nuclear Plant	428	90%	Approved	1,579,615	E	1,670,081	4/4/2024	\$	1,579,615.43	-	I	Construction	Construction	Apr-25	Sep-27	100%	
						3,870,782,893		2,180,541,007		\$	2,472,003,439.38	88,021,453							

Notes

A- A&E contractor is performing DSOw requirements.

B- Contracts awarded. Designers in coordination with USACE and has completed 30% design completion on various projects.

C- FEMA response on Appeal received June 15, 2025. Project denied due mitigation alignment. Seeking new funding through DOE. DOE funding application submitted for scope items that fall under DOE requirements. Awaiting DOE application response. Should the funds be awarded, this will be moved to separate projects.

D- Project was segregated into other FEMA projects to address specific scope on individual projects. PREB approval amount was segregated.

E- Project bid awarded and under execution. Project scope include small repairs and fence installation.

F- Construction Phase I obligated by FEMA. Mitigation costs amounting to \$1,111,422,980.66 are currently awaiting obligation but have received approval by FEMA, PREPA & COR3. Pending Large Project review by FEMA.

G - 60% design Completed. Budget amendment request pending FEMA approval . ROV and the canal sections completed. USACE identifying if Patillas Dam project can be rolled into projects that have fast tracked permit approvals. The Phase I completion percentage shows a reduction in progress attributable to updates to the schedule.

H - FEMA EHP Goup REC's approval for construction received by FEMA. Construction initiated.

I- Amounts reimbursed are subject to A&E costs incurred in the development of Technical Specifications and Design. Costs were reimbursed through PW 9510 A&E.

J- Pending FEMA project approval. Based on FEMA comments, project may be reconciled across others for formulation. Project costs may be reduced for this project and captured across other projects. Dams Minor Repairs scope items moved per FEMA request. Costs to be recaptured elsewhere (or already addressed for specific projects).

K- Draft DSOw Submitted. Pending Follow Up Design Information. Note project necessary to inspect damages to components in the hydroplant.

L- Funding to be obtained from USDA & FEMA. Coordination with NRCS to define scope between FEMA & USDA funding. Delay due to Federal Shutdown.

M - Designer (Federal Partner) has reduced resources to proceed from appraisal level designs. PREPA coordinating with federal design partners on how to proceed with final designs. Written request made to USACE to take on design role.

N - Construction activities remain in progress. The Costa Sur IT/OT Room is currently undergoing interior and exterior masonry finishing work. Additionally, the monopole tower foundation is expected to begin June 2026.

O - Pending Geotechnical investigations to commence towards final 60% Design Completion. In planning and design stage.

P - Pending Geotechnical investigations to commence towards final 30% Design Completion. In planning and design stage.

Q - Drafting Geotech specs for RFP development on geotech studies required for DSOw submissions. Work Orders to bring on USACE for work ongoing.

R - DSOw Submitted and with FEMA for evaluation. FEMA review notes that all land acquisition and rental activities require commitment letters to proceed with FEMA review. Studies and documentation under development.

S - Cost Change Solely associated with 406-mitigation proposals (additional cofunding) - awaiting FEMA corroboration on mitigation funding qualification

T - Land Appraisal Process Underway, designs paused until completion

U- Costs incurred for design and anticipated costs added to project total cost estimate.

V- Project to be consolidated under one package to include additional and proposed mitigation project.