

ACUSE

COMISIÓN DE ENERGÍA DE PUERTO RICO
Recibido por: Graciela Nunez
Fecha: 6/16/16 Hora: 3:54

COMMONWEALTH OF PUERTO RICO
PUERTO RICO ENERGY COMMISSION

IN RE: REVIEW OF RATES OF THE
PUERTO RICO ELECTRIC POWER
AUTHORITY

Petitioner.

No.: CEPR-AP-2015-0001

SUBJECT: PREPA'S VERIFIED
MOTION TO CORRECT
TYPOGRAPHICAL ERRORS ON
PAGE 4 OF THE PETITION

**PREPA'S VERIFIED MOTION TO CORRECT TYPOGRAPHICAL
ERRORS ON PAGE 4 OF THE PETITION**

TO THE HONORABLE PUERTO RICO ENERGY COMMISSION:

COMES NOW the Puerto Rico Electric Power Authority ("PREPA") and submits this Verified Motion to Correct Typographical Errors on Page 4 of the Petition.

On May 27, 2016, PREPA filed its VERIFIED PETITION FOR APPROVAL OF (1) "PERMANENT" RATES AND (2) TEMPORARY RATES.

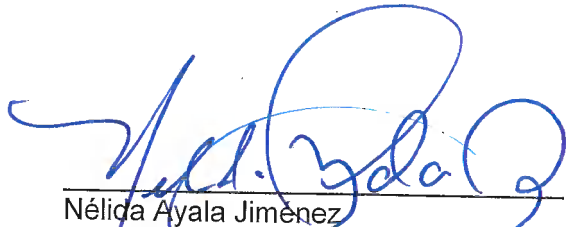
On June 5, 2016, it was brought to PREPA's attention that on the top of page 4 of the Petition, the reference "(1)" mistakenly was placed before the word "approximately" in the first line instead of before the word "about" in the second line. While PREPA believes that the language may be understood correctly in context despite this error, the misplacement of the "(1)" potentially could lead to confusion on the part of some readers. PREPA also notes that the parenthetical in the same sentence mistakenly says "(which the once implemented)", which should just be "(once implemented)".

Accordingly, PREPA wishes to substitute a page 4 that corrects the above typographical errors. PREPA has attached a complete version of the body of the Petition in which the only change is to substitute a page 4 with the corrections of those errors. The corrections of the errors will conform the Petition with what was intended to be written in the affected sentence.

WHEREFORE, the Puerto Rico Electric Power Authority respectfully requests that the Energy Commission approve PREPA's supplying a complete version of the body of the Petition in which the only change is to substitute a page 4 with corrections of the above typographical errors, and the use of this corrected version in posting on PREPA's web site and for all other purposes going forward in this case.

Respectfully submitted, on June 6, 2016.

THE PUERTO RICO ELECTRIC POWER AUTHORITY



Nélica Ayala Jiménez
TSPR No. 10896
General Counsel
Puerto Rico Electric Power Authority
P.O. Box 363928
San Juan, Puerto Rico 00936-3928
Tel. 787-521-4431; 787-521-4433
Email: n-ayala@aepr.com

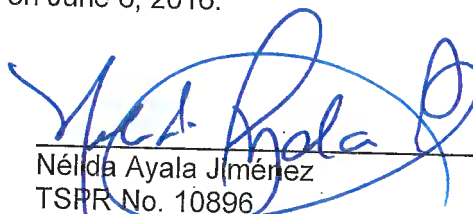


Nitzia D. Vázquez Rodríguez
TSPR No. 9311
Executive Advisor
Puerto Rico Electric Power Authority
PO Box 363928
Tel. 787-521-4436; 787-521-4433
E-mail: n-vazquez@aepr.com



CERTIFICATE OF SERVICE

I hereby certify that I have sent the above Motion to the Puerto Rico Energy Commission, through its General Legal Counsel, on June 6, 2016.



Nélida Ayala Jiménez
TSPR No. 10896
General Counsel
Puerto Rico Electric Power Authority
P.O. Box 363928
San Juan, Puerto Rico 00936-3928
Tel. 787-521-4431; 787-521-4433
Email: n-ayala@aepr.com



VERIFICATION

I, Javier A. Quintana-Méndez, of legal age, engineer and executive, married, and resident of Guaynabo, Puerto Rico, in my capacity of Executive Director of the Puerto Rico Electric Power Authority ("PREPA"), under oath declare as follows:

1. My name and personal circumstances are those states above.
2. I have reviewed the foregoing Motion to Correct Typographical Errors on Page 4 of the Petition. Fixing those typographical errors will conform the Petition with the intended meaning of the sentence in question.
3. In my capacity as Executive Director of PREPA, I have been duly authorized to provide this Verification in support of the Motion.
4. The information included in the Motion is true on the basis of my personal knowledge or on the basis of the information supplied to me by employees of PREPA and, with respect to legal points, by counsel for PREPA.

In San Juan, Puerto Rico, this 6th day of June, 2016.



Javier A. Quintana-Méndez

AFFIDAVIT 3,592

Sworn and subscribed before me by Javier A. Quintana Méndez, of the personal circumstances above mentioned, whom I personally know, in San Juan, Puerto Rico, this 6th day of June, 2016.





Public Notary

EXENTO PAGO ARANCEL
LEY 47
4 DE JUNIO DE 1982

(once implemented), is approximately \$730 million per year, which consists of (1) about \$503 million (that are revenues belonging to the PREPA Revitalization Corporation (“PREPARC” or “CRAEE”), to be collected by PREPA as a servicer through Transition Charges under the proposed debt restructuring that, in part, is before the Commission in Case No. CEPR-AP-2016-0001); plus (2) about \$222 million that is the revenue deficiency that is sought to be addressed (along with other objectives) in this rate review. Those figures together yield a shortfall of about 4.2 cents per kilowatt hour (“kWh”), of which about 2.9 cents is associated with the Transition Charges and about 1.3 cents is associated with the base rates involved in this rate review.

3. The persistent revenue deficiency PREPA has experienced over the last few years has already impacted PREPA’s systems, PREPA’s costs, and, at times, PREPA’s services. PREPA, for example, must fund what capital investment it can make almost exclusively from operating revenues. As a result, PREPA’s generation fleet is outdated and inefficient and, in addition to the need to build, replace, and/or repower generation, PREPA’s transmission system needs extensive reconstruction. PREPA’s transmission system, in its current state, does not readily accommodate unplanned outages and makes integration of renewable generation difficult. Transmission limitations and conditions are key causes of high forced outage rates, poor efficiency, low reliability, and high costs that are ultimately borne by PREPA’s Customers. They constrain the ability of generation to operate optimally, reduce reliability, and will lead to even worse reliability unless funds become available to maintain and improve PREPA’s system. Finally, investments required to comply with environmental mandates and to implement cost

anticipated. If that does not occur, because of an adverse decision in this rate case or otherwise, the PREPA revenue requirements would inevitably be substantially greater, as would Customers’ total electric costs.