“Strategizing An Electric Energy Policy and Regulatory Framework in Puerto Rico”

American Petroleum Institute
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By: Kenneth J. Nemeth, Secretary and Executive Director
SSEB 57th Annual Meeting Resolution

• Sponsored by Governor Asa Hutchinson of Arkansas
• Unanimously Adopted by the Board on September 26, 2017
• Assistance to Puerto Rico and U.S. Virgin Islands
• Hurricanes: Nathan, Harvey, Irma, Maria
• Interest from DOE Office of Electricity Delivery and Energy Reliability

• January 18 –E&E News – Bruce Walker, ASOE
Objectives

1. Build stakeholder participation network.
2. Create legislative options for a revitalized electric grid.
3. Long term goals for policy and regulatory framework.
4. Review economic, financial, and insurance risks of PREPA privatization.
Meeting Our Objectives

- Project Management Plan and Project Kickoff in April
- Data and analysis of economic, financial, insurance impacts of PREPA privatization for regulatory framework models
- Balance needs of PR Government and private investment community by analyzing components of privatization, e.g. generation, transmission, distribution, economics, priority, rate structure, feasibility, and transparency
Meeting Our Objectives

- Establish a Blue Ribbon Task Force
- Meet to forge consensus on policy issues/risk management
- Seek input on possible regulatory framework models
- Develop regulatory blueprint and recommendations
Meeting Our Objectives

• Following Research and Consensus Building:
  – Coordinate and Convene a Puerto Rico Energy Summit
  – Present Policy Consensus Outcomes
  – Present Regulatory Blueprint
  – Subsequent Workshops on goals and objectives, e.g., possible financial workshop in New York, etc.