

**GOVERNMENT OF THE UNITED STATES VIRGIN ISLANDS**

**PUBLIC SERVICES COMMISSION**

In Re:

The Virgin Islands Water and Power Authority's Levelized Energy Adjustment Clause

PSC Docket No. 289

Order No. 32/2014

**ORDER**

**WHEREAS**, on December 19, 2013, the Virgin Islands Water and Power Authority (hereinafter "WAPA" or "Authority") filed a Petition with the Virgin Islands Public Services Commission (hereinafter "PSC" or the "Commission") requesting a one-year extension of the Rate Financing Mechanism Surcharge (hereinafter "RFM") established by the Temporary Emergency Generation Maintenance Management and Efficiency Improvement Stipulation between the Authority and the Commission dated DATE; and

**WHEREAS**, on March 24, 2014, the Commission received its technical consultant's report on WAPA's Proposed RFM and extension of the lease agreement for the Authority's temporary generating units; and

**WHEREAS**, on March 26, 2014, the Commission met in regular session in the Commission's offices on both St. Thomas and St. Croix and heard from witnesses for the Authority along with the Commission's technical consultants; and

**WHEREAS**, upon review and deliberation the Commission voted to **GRANT** WAPA's Petition dated December 19, 2013 in part; and

**WHEREAS**, the Commission also found that it will include within the Levelized Energy Adjustment Clause (hereinafter "LEAC") for the remainder of 2014 the lease cost for the temporary generator; and

**WHEREAS**, all other reporting and approval criteria for the RFM will remain in place; and

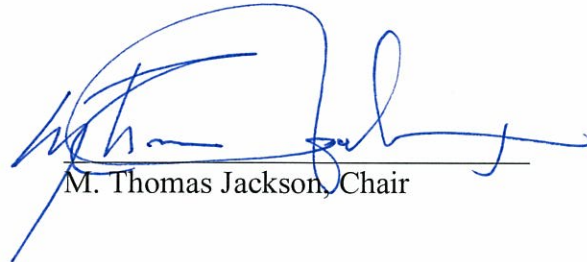
**NOW THEREFORE**, the Commission **ORDERS**:

1. That WAPA's Petition requesting a one-year extension of the Rate Financing Mechanism Surcharge is **GRANTED**.
2. That the Commission will include within the LEAC the lease cost for the temporary generator for the remainder of 2014.
3. That all other reporting and approval criteria for the RFM will remain in place.

*So Ordered.*

For the Commission

Dated: April 11, 2014



M. Thomas Jackson, Chair