

**GOVERNMENT OF THE VIRGIN ISLANDS  
OF THE UNITED STATES**

*Public Services Commission*

<b>IN RE:</b>	)	<b>Docket Nos. 584/587</b>
	)	<b>Order No. <u>31</u>/2010</b>
<b>Approval of Alternative Energy Projects</b>	)	
<b>Of the Virgin Islands Water and Power</b>	)	
<b>Authority</b>	)	
	)	
<b>And</b>	)	
	)	
<b>Petition to Establish Refund of Excess</b>	)	
<b>Payments In Lieu Of Taxes (PILOT)</b>	)	
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**ORDER**

**WHEREAS**, on or about November 25, 2009, the Virgin Islands Water and Power Authority filed a Petition with the Virgin Islands Public Services Commission (“PSC” or “Commission”) for the Establishment of a Regulatory Asset to capitalize and amortize certain costs incurred in connection Docket 584 and the approval of Alternative Energy Projects; and

**WHEREAS**, on November 27, 2009, the Virgin Islands Water and Power Authority (“WAPA” or “the Authority”) filed with the Commission a Petition For Rate Reduction to Amortize the PILOT Liability; and

**WHEREAS**, on December 11, 2009, the Commission’s Technical Consultants submitted a single report addressing both of these matters; and

**WHEREAS**, on December 16, 2009, the Commission met in regular session at its offices located at Barbel Plaza, St. Thomas, U. S. Virgin Islands; and

**WHEREAS**, after review of the Petitions and Report, and deliberation, the Commission voted to approve the establishment of a regulatory asset for a limited portion of the requested expenditures in Docket 584 and deny the Petitioners’ Petition for Reconsideration of PSC Order 11/2010; and

**NOW THEREFORE**, it is hereby **ORDERED** that:

1. The Water and Power Authority’s Petition for the Establishment of a Regulatory Asset is granted on the following terms:
  - a. The amount that is to be recovered is \$3,005,158; and

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- b. The amount is to be amortized over a period of 42 months; and
- c. The charge per kilowatt/hour is \$0.001187.
2. The Petition for Refund of PILOT is granted on the following terms:
  - a. The Amount to be refunded is \$4,464,232; and
  - b. The amount is to be amortized over a period of 36 months; and
  - c. The refund per kilowatt/hour is \$0.002057.
3. The present net result of these actions is a rate reduction of \$0.000870/kWh.

For the Commission

Dated: 1/21, ~~2009~~ <sup>2010</sup>

  
Joseph B. Boschulte, Chair