

March 28, 2018

BY EMAIL

Bermuda Electric Light Co. Ltd.
P.O. Box HM 1026
Hamilton HM DX

Attn: David Faries, VP Finance & Financial Controller

Dear Mr. Faries,

Re: Fuel Adjustment Rate Filing –April 1, 2018 to April 30, 2018

The Regulatory Authority of Bermuda (the “Authority”) has reviewed the April 2018 FAR filing submitted by Bermuda Electric Light Co. Ltd. (“BELCO”) on 12 March 2018 to increase the existing Fuel Adjustment Rate (FAR) from \$0.1025 to \$0.1075 and denies the proposed increase in the FAR.

The Authority notes that while BELCO continues to monitor their projections to ensure that the FAR requests enable a break-even position on fuel costs, the FAR account is currently in a significant over recovery position. BELCO’s Fuel Adjustment Over/(Under) Recovery Projections at the existing FAR provide a more reasonable path to the break-even position.

The Authority instructs BELCO to maintain the existing Fuel Adjustment Rate of \$0.1025.

Yours sincerely,



Jozelle Escolastica
Head of Regulatory Finance

Cc: *Aaron Smith—Interim Chief Executive*
Monique Lister—Senior Legal Advisor