Initial Budgets
Docket ID: NERP-MI-2021-0004

Information Response Round 1 to: PREB

Reference: RFI-LUMA-MI-21-0004-210405-PREB-004

Request:

To the extent it is not fully addressed in items #2 and #3 above, provide a comparison and reconciliation of PREPA's capital, O&M and administrative and other cost expenditures, over the most recent five-year period, that is sufficiently detailed to allow a comparison with LUMA's proposed spending accounts and categories in the Initial Budgets.

Response:

LUMA has provided historical O&M and administrative and other cost expenditures data in response to RFI-LUMA-MI-21-0004-210405-PREB-002 and RFI-LUMA-MI-21-0004-210405-PREB-003 (5-years of PREPA unaudited actual data and 1-year of PREPA Budget) and the datasets contained therein used to inform LUMA within the development of the Initial Budgets.

As discussed within the PREB Technical Conference for NEPR-MI-2019-0007 on February 22, 2021, during LUMA's budget development and after repeated requests to PREPA, PREPA did not provide LUMA with detailed historical capital spending data. However, through other requests LUMA received an unofficial breakdown of capital and is able to provide the following aggregated data pertaining to capital PREPA information supporting the 2020 Fiscal Plan (however no further detail was provided). While it was denoted as 'Actual', LUMA has in no way validated this information, nor can attest to this information being actual information for PREPA during Fiscal Years (FY) 2017-2020.

	Actual			
	FY2017	**FY2018**	**FY2019[1]**	**FY 2020**
Necessary Maintenance Expenses				
GridCo	92,128,753	91,445,063	77,935,542	92,426,065
GenCo	78,158,651	38,689,252	96,639,756	83,080,942
Total Necessary Maintenance Expenses	**170,287,404**	**130,134,314**	**174,575,298**	**175,507,008**

Note 1 - PREPA reallocated approximately $50 million of unspent Necessary Maintenance Expense to Generation costs near the end of the 2019 year. Adjusted to remove end of year reallocation of budget to Generation.

Note 2 – information in table above considered Confidential.