

**GOVERNMENT OF PUERTO RICO
PUBLIC SERVICE REGULATORY BOARD
PUERTO RICO ENERGY BUREAU**

NEPR Received: Jun 23, 2026 8:18 PM
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IN RE: LUMA INITIAL BUDGETS AND RELATED TERMS OF SERVICE

CASE NO.: NEPR-MI-2021-0004

SUBJECT: LUMA’s REQUEST FOR ALLOCATION OF FY26 RECONCILIATION AMOUNT BALANCE

**REQUEST FOR ALLOCATION OF FY26 RECONCILIATION AMOUNT BALANCE
TO THE HONORABLE PUERTO RICO ENERGY BUREAU:**

COME NOW LUMA Energy, LLC and LUMA Energy ServCo, LLC, (jointly referred to as “LUMA”), and respectfully state and request the following:

1. On April 15, 2026, the Puerto Rico Energy Bureau (“Energy Bureau”) issued a Final Resolution and Order on Electricity Rates (“Final Rate Order”) in the proceeding *In Re: Puerto Rico Electric Power Authority Rate Review*, Case No. NEPR-AP-2023-0003, which, among other things, directed LUMA to propose a joint reconciliation plan for Fiscal Year (“FY”) 2027 spending of the FY2026 reconciliation amount. *See* Final Rate Order, Chapter Two, at 7.
2. On May 20, 2026, LUMA submitted the Joint Reconciliation Plan, which included as Exhibit 1 LUMA’s portion of the plan (“LUMA’s Reconciliation Plan”).
3. On May 27, 2026, this Energy Bureau issued an order directing LUMA, Genera PR, LLC, and the Puerto Rico Electric Power Authority each to respond to specific requirements of information regarding their respective portions of the Joint Reconciliation Plan by June 9, 2026 (“May 27th Order”).

4. On June 9, 2026, in compliance with the May 27th Order, LUMA submitted its Motion Submitting Responses to Requirement of Information on LUMA’s Portion of Joint Reconciliation Plan (“LUMA’s Responses to ROIs”). As part of this filing, LUMA removed the Covadonga Substation Temporary Repair project from the request and informed the Energy Bureau that it is pursuing funding for such work through available U.S. Department of Energy program, consistent with the Energy Bureau’s guidance to prioritize and maximize the use of federal funds before seeking ratepayer funding. *See* LUMA’s Response to ROIS, at 3; *see also id.* at ROI-LUMA-MI-2021-0004-20260527-PREB-012.

5. On June 15, 2026, the Energy Bureau issued and notified a Resolution and Order (“June 15 Order”) by which it approved “an amendment to the FY27 Budget to include an additional \$30.0 million in LUMA’s budget for the establishment and funding of the LUMA Contingency Reserve Account, an additional \$30.0 million in Genera’s budget for the establishment and funding of the Genera Contingency Reserve Account, and an additional \$1.0 million in PREPA’s budget for the establishment and funding of the PREPA Contingency Reserve Account.” June 15th Order, at 2, 4. This Energy Bureau further determined that “[f]ollowing the establishment of the Contingency Reserve Accounts . . . , a balance of \$37,747,153 of the FY26 Reconciliation Amount remains unallocated.” *Id.* at 4.

6. LUMA respectfully requests that the Energy Bureau allocate 56% of the FY26 Reconciliation Amount balance, that is \$20.88 million, for projects that are critical to maintain safe and reliable service to customers. While the remaining projects identified in LUMA’s Reconciliation Plan and LUMA’s Responses to ROIs continue to be important to support system operations and reliability, LUMA has prioritized the following projects because they require timely

funding to maintain safe and reliable service to customers. The following projects are those LUMA requests this Energy Bureau fund through the FY26 Reconciliation Amount:

- **PBUT6 – Out of Service Vacuum Switches: \$1.32 million**
- **PBUT7 – Transformers “On-site” Preparation Costs: \$15.46 million**
- **PBUT33 – Line 16800 (PSP): \$4.10 million**

7. LUMA hereby incorporates by reference the narrative, factual statements, and arguments set forth in LUMA’s Reconciliation Plan and LUMA’s Responses to ROIs in support of these projects. The following lists identifies references to the discussion of each project to facilitate review:

- **PBUT6 – Out of Service Vacuum Switches: \$1.32 million**
 - LUMA’s Reconciliation Plan,
 - Section II, (B)(1), ¶¶ 64-85 at 28-35;
 - Exhibit 1, Sec. 1.2 at 10-11;
 - LUMA’s Responses to ROIs,
 - Attachment 1, ROI-LUMA-MI-2021-0004-20260527-PREB-009.
- **PBUT7 – Transformers “On-site” Preparation Costs: \$15.46 million**
 - LUMA’s Reconciliation Plan,
 - Section II, (B)(3), ¶¶ 96-106 at 39-46; and
 - Exhibit 1, Section 1.2 at 12-13.
 - LUMA’s Responses to ROIs,
 - Attachment 1, ROI-LUMA-MI-2021-0004-20260527-PREB-003; and
 - Attachment 1, ROI-LUMA-MI-2021-0004-20260527-PREB-011.
- **PBUT33 – Line 16800 (PSP): \$4.10 million**
 - LUMA’s Reconciliation Plan,
 - Section II, (B)(2), ¶¶ 86-95 at 35-39.
 - Exhibit 1, Section 1.2 at 11.
 - LUMA’s Responses to ROIs,
 - Attachment 1, ROI-LUMA-MI-2021-0004-20260527-PREB-010.

8. LUMA respectfully submits that the requested allocation should be approved because it addresses documented and existing reliability and safety risks across the Transmission and Distribution System (“T&D System”). These investments prevent avoidable outages, reduce higher emergency repair and replacement costs, and protect critical assets ensuring readiness to maintain safe and reliable service to customers.

WHEREFORE, LUMA respectfully requests that this Energy Bureau **take notice** of the foregoing and **order** that the FY2027 GridCo Budget be amended to allocate \$20.88 million of the unallocated FY26 Reconciliation Amount to LUMA projects PBUT6, PBUT7 and PBUT33.

RESPECTFULLY SUBMITTED.

In Guaynabo, Puerto Rico, on the 23rd day of June 2026.



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CERTIFICATE OF SERVICE

WE HEREBY CERTIFY that this motion was filed using the electronic filing system of this Energy Bureau and that electronic copies of this motion will be notified to the Puerto Rico Electric Power Authority, through its attorneys of record: Richard Cruz-Franqui, rcruzfranqui@gmlex.net; Mirelis Valle-Cancel, mvalle@gmlex.net; Natalia Zayas Godoy, nzayas@gmlex.net; and Alexis G. Rivera Medina, alexis.rivera@prepa.pr.gov; and to Genera PR, LLC, through: Jorge Fernández-Reboredo, jfernandez@ecija.com, José J. Díaz Alonso, jdiaz@ecija.com; Ernesto Ramos Maldonado, eramos@ecija.com; Ricardo Pallens Cruz, ricardo.pallens@genera-pr.com; Ramón L. Ramos Aponte; ramon.ramos@jsyalaw.com; legal@genera-pr.com; and regulatory@genera-pr.com.

In Guaynabo, Puerto Rico, on the 23rd day of June 2026.

/s/ Katuska Bolaños Lugo
Katuska Bolaños Lugo