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April 24, 2024

Via Electronic Filing

Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission 400 North Street Harrisburg, PA 17120

Re: Petition of PPL Electric Utilities Corporation for Approval of a Default Service Program and Procurement Plan from June 1, 2025 Through May 31, 2029 – Docket No. P-2024-3047290

Dear Secretary Chiavetta:

Enclosed for electronic filing please find NRG Energy Inc.'s ("NRG") Prehearing Memorandum with regard to the above-referenced matter. Copies to be served in accordance with the attached Certificate of Service.

Sincerely

Karen O. Moury

KOM/lww Enclosure

cc: Hon. F. Joseph Brady w/enc. Cert. of Service w/enc.

CERTIFICATE OF SERVICE

I hereby certify that this day I served a copy of NRG's Prehearing Memorandum upon the persons listed below in the manner indicated in accordance with the requirements of 52 Pa. Code

Section 1.54.

Via Email Only

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April 24, 2024

Karen O. Moury, Esq.

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

:

Petition of PPL Electric Utilities Corporation for Approval of a Default Service Program and Procurement Plan from June 1, 2025 Through May 31, 2029

Docket No. P-2024-3047290

PREHEARING MEMORANDUM OF NRG ENERGY, INC.

Pursuant to 52 Pa. Code §§ 5.72-5.75, the Prehearing Conference Order dated April 16, 2024, and subject to the granting of its Petition to Intervene filed on April 18, 2024, NRG Energy, Inc. ("NRG")¹ submits this Prehearing Memorandum.

I. <u>BACKGROUND</u>

On March 12, 2024, PPL Electric Utilities Corporation ("PPL" or the "Company") filed a petition with the Pennsylvania Public Utility Commission ("Commission" or "PUC") proposing to establish the terms and conditions under which it will procure default service supplies, provide default service to non-shopping customers, satisfy requirements imposed by the Alternative Energy Portfolio Standards Act ("AEPS Act") and recover all associated costs on a full and current basis for the period from June 1, 2025 through May 31, 2029. By public notice published in the *Pennsylvania Bulletin* on March 30, 2024, the Commission established a deadline of April 19, 2024 for formal protests, petitions to intervene and answers. A telephonic prehearing conference has been scheduled for April 26, 2024 before Administrative Law Judge ("ALJ") F. Joseph Brady.

As electric generation suppliers ("EGSs") operating in Pennsylvania, NRG subsidiaries hold licenses as follows: Direct Energy Business, LLC – Docket No. A-11025; Direct Energy Business Marketing, LLC – Docket No. A-2013-2368464; Direct Energy Services, LLC – Docket No. A-110164; Energy Plus Holdings LLC – Docket No. A-2009-2139745; Gateway Energy Services Corporation – Docket No. A-2009-2137275; Independence Energy Group LLC d/b/a Cirro Energy – Docket No. A-2011-2262337; Reliant Energy Northeast LLC d/b/a NRG Home/NRG Business/NRG Retail Solutions – Docket No. A-2010-2192350; Green Mountain Energy Company – Docket No. A-2009-2139745; Stream Energy Pennsylvania, LLC – Docket No. A-2010-2181867; and XOOM Energy Pennsylvania, LLC – Docket No. A-2012-2283821.

The adjudication of PPL's Petition will have a direct impact on the ability of NRG's subsidiaries to provide competitive electric supply to retail customers in PPL's service territory because the structure of the default service product, including how supply is procured and how the resulting retail price is portrayed to customers, directly impacts whether or not NRG's subsidiaries are well positioned to develop and offer customer competitive retail options. In addition, PPL, as the default service supplier and the historical monopoly provider, continues to maintain direct access and control of necessary information, data and operations necessary to facilitate the ability of NRG's subsidiaries to access critical operations necessary to provide competitive supply to retail customers. NRG seeks to intervene in this proceeding for the purpose of evaluating the proposed changes by PPL as well as other parties who may intervene in this proceeding and any associated impacts on the ability of EGSs to continue to operate in the PPL service territory by offering competitive supply options to retail end user customers.

II. <u>ISSUES</u>

As explained in its Petition to Intervene, many NRG subsidiaries are licensed to provide electric supply to retail customers in the PPL service territory and will be specifically and substantially affected by the outcome of this proceeding, which may alter the terms and conditions under which EGSs provide service to retail end users. NRG is continuing to evaluate PPL's proposals and the forthcoming positions of other parties in relation to their interests and will determine to what extent, if necessary, it identifies issues necessary to bring to the Commission's attention. As such, NRG reserves the right to raise other issues identified through its continued review and analysis in this case.

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III. <u>PROCEDURAL SCHEDULE</u>

NRG will cooperate with the parties and presiding officers to develop a reasonable procedural schedule.

IV. <u>HEARINGS</u>

At this time, NRG continues to evaluate the issues in this proceeding and is unable to estimate the amount of hearing time (if any) that may be needed.

V. <u>WITNESSES</u>

NRG is still considering whether or not to present testimony in this matter. NRG reserves the right to present a witness, as may be necessary, depending on the course of the proceeding. If NRG decides to present testimony, NRG will provide reasonable notice to ALJ Brady, as well as the parties. NRG also reserves its right to add or change the identity of its witnesses at any time, upon appropriate notice to the ALJ and the parties.

VI. <u>POSSIBILITY OF SETTLEMENT</u>

NRG is willing to participate in settlement discussions with the parties to narrow the issues in this matter.

VII. <u>SERVICE OF DOCUMENTS</u>

NRG's attorneys in this matter are:

Deanne M. O'Dell, Esquire (PA Atty I.D. 81064) Karen O. Moury, Esquire (PA Atty I.D. 36879) Eckert Seamans Cherin & Mellott, LLC 213 Market St., 8th Floor Harrisburg, PA 17101 717.237.6000 Fax 717.237.6019 dodell@eckertseamans.com kmoury@eckertseamans.com Lauren M. Burge, Esq. (PA Atty I.D. 311570) Eckert Seamans Cherin & Mellott, LLC 600 Grant Street, 44th Floor Pittsburgh, PA 15219 412.566.6000 Fax 412.566.6019 Iburge@eckertseamans.com NRG prefers that documents be served electronically to the above email addresses and agrees to receive service of documents electronically in this proceeding. To the extent that materials are not available electronically, NRG requests that only one hard copy of documents, if any, be served upon Deanne O'Dell at the above mailing address.

Respectfully submitted,

Is Karen O. Moury

Karen O. Moury, Esquire (PA Atty I.D. 36879) Deanne M. O'Dell, Esquire (PA Atty I.D. 81064) Lauren M. Burge, Esq. (PA Atty I.D. 311570) Eckert Seamans Cherin & Mellott, LLC 213 Market St., 8th Floor Harrisburg, PA 17101 717.237.6000 Fax 717.237.6019

Attorneys for NRG Energy, Inc.

Dated: April 24, 2024