

100 Pine Street • PO Box 1166 • Harrisburg, PA 17108-1166 Tel: 717.232.8000 • Fax: 717.237.5300 Adeolu A. Bakare Direct Dial: 717.237.5290 Direct Fax: 717.260.1744 abakare@mwn.com

December 28, 2011

VIA HAND DELIVERY

Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission Commonwealth Keystone Building 400 North Street, 2nd Floor Harrisburg, PA 17120 RECEIVED 2011 DEC 28 PH 2: 11 SECRETARY'S BUREAU

RE: Pennsylvania Public Utility Commission v. Philadelphia Gas Works, Docket No. R-2008-2073938

Dear Secretary Chiavetta:

On November 23, 2011, Philadelphia Gas Works ("PGW" or "Company") and numerous natural gas suppliers ("NGSs") filed a Joint Petition for Settlement ("Joint Petition" or "Settlement") in the above-captioned proceeding with the Pennsylvania Public Utility Commission ("PUC" or "Commission"). The Joint Petition addresses PGW's Alternative Default Service Supply Collaborative Process ("DSS Collaborative"). Along with PGW, the Joint Petitioners consist of Interstate Gas Supply, Inc., Dominion Retail, Inc., Hess Corporation, and Direct Energy Services, LLC.

The Philadelphia Industrial and Commercial Gas Users Group ("PICGUG") was a party to this proceeding; however, PICGUG was not made aware of the Settlement reached among PGW and the NGSs until the Joint Petition was filed with the PUC. PICGUG did not file an Answer to the Petition due to an expectation that the Commission would refer the contested matter to the Office of Administrative Law Judge for hearings pursuant to the directives contained in the April 13, 2011 Secretarial Letter issued in this proceeding.

Upon further review of the Joint Petition, PICGUG realized that the Joint Petition fails to specifically identify all parties opposing the Settlement or taking no position on the Settlement as required under Commission regulations. See 52 Pa. Code § 5.232(b)(2)-(3). Accordingly, in light of the fact that Answers in opposition to the Joint Petition were previously filed by the Bureau of Investigation and Enforcement ("I&E"), the Office of Consumer Advocate ("OCA"), and the Office of Small Business Advocate ("OSBA"), stating their positions on the Settlement, PICGUG finds it incumbent to identify its position with regards to the Joint Petition.

To that end, and in order to facilitate the Commission's determination of this matter, PICGUG hereby notifies the Commission that it opposes the Settlement. Rather, PICGUG concurs with the Answers

www.mwn.com

Rosemary Chiavetta, Secretary December 28, 2011 Page 2

filed by l&E, OCA, and OSBA recommending denial of the Joint Petition for several reasons, including the fact that the Joint Petition does not address cost allocation issues.

As indicated on the attached Certificate of Service, all parties to this proceeding are being duly served. Please date stamp the extra copy of this letter and kindly return to us for our filing purposes. Thank you.

Sincerely,

McNEES WALLACE & NURICK LLC

By

Pala

Charis Mincavage (Pa. I.D. No. 82039) Adeolu A. Bakare (Pa. I.D. No. 208541)

Counsel to Philadelphia Industrial and Commercial Gas Users Group

lmc

c: Chief Administrative Law Judge Charles E. Rainey, Jr. (via e-mail and First Class Mail) Certificate of Service Certificate of Service Docket No. R-2008-2073938

CERTIFICATE OF SERVICE

I hereby certify that I have this day served a true copy of the foregoing document upon the participants listed below in accordance with the requirements of Section 1.54 (relating to service by a participant).

VIA E-MAIL AND FIRST CLASS MAIL

Johnnie E. Simms, Esq. Richard A. Kanaskie, Esq. Bureau of Investigation and Enforcement PA Public Utility Commission P.O. Box 3265 Harrisburg, PA 17105-3265 josimms@state.pa.us rkanaskie@state.pa.us

Aron J. Beatty, Esq. Office of Consumer Advocate 5th Floor Forum Place 555 Walnut Street Harrisburg, PA 17101-1923 ctunilo@paoca.org tmccloskey@paoca.org abeatty@paoca.org

Sharon Webb, Esq. Office of Small Business Advocate Commerce Building, Suite 1102 300 North 2nd Street Harrisburg, PA 17101 swebb@state.pa.us

John F. Povilaitis, Esq. Buchanan Ingersoll & Rooney, PC 17 North Second Street, 15th Floor Harrisburg, PA 17101-1503 jpovilaitis@bipc.com

Todd Stewart, Esq. Hawke McKeon & Sniscak, LLP P.O. Box 1778 Harrisburg, PA 17105 tsstewart@hmslegal.com

Thu B. Tran, Esq. Philip A. Bertocci, Esq. Community Legal Services, Inc. 1424 Chestnut Street Philadelphia, PA 19102 ttran@clsphila.org pbertocci@clsphila.org

Daniel Clearfield, Esq. Eckert Seamans Cherin & Mellott LLC 213 Market Street - 8th Floor Harrisburg, PA 17101 dclearfield@eckertseamans.com

Philip L. Hinerman, Esq. Fox Rothschild LP 2000 Market Street, 10th Floor Philadelphia, PA 19103-3291 phinerman@foxrothschild.com

Greg Stunder, Assistant General Counsel Philadelphia Gas Works 800 W. Montgomery Avenue Philadelphia, PA 19122 Gregory.Stunder@pgworks.com