

Carrie M. Dunn
Attorney330-761-2352
Fax: 330-384-3875

May 7, 2013

VIA OVERNIGHT FEDERAL EXPRESSRosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street, 2nd Floor
Harrisburg, PA 17120

Re: Supplement to Pennsylvania Electric Company's Request for Expedited Approval of Proposed Minor Act 129 EE&C Plan Changes Pursuant to the June 10, 2011 Final Order in Docket No. M-2008-2069887;
Docket No. M-2009-2112952

Dear Secretary Chiavetta:

On behalf of Pennsylvania Electric Company, I have enclosed one original and three copies for filing the Supplement to Pennsylvania Electric Company's request for Expedited Approval of Proposed Minor EE&C Plan Changes Pursuant to the June 10, 2011 Final Order in regard to the above-captioned consolidated proceeding.

Please date stamp one copy and return to me in the enclosed, postage-prepaid envelope. Should you have any questions regarding this matter, please do not hesitate to contact me.

Sincerely,



Carrie M. Dunn

Enclosures

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PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

**BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

Pennsylvania Electric Company's Request :
for Expedited Approval of Proposed Minor :
Act 129 EE&C Plan Changes Pursuant to : **Docket No. M-2009-2112952**
the June 10, 2011 Final Order in Docket :
No. M-2008-2069887 :
: :
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**SUPPLEMENT TO PENNSYLVANIA ELECTRIC COMPANY'S REQUEST FOR
EXPEDITED APPROVAL OF PROPOSED MINOR EE&C PLAN CHANGES
PURSUANT TO THE JUNE 10, 2011 FINAL ORDER IN DOCKET NO. M-2008-2069887**

Kathy J. Kolich
Attorney No. 92203
Carrie M. Dunn
OH Attorney No. 0076952
Pro Hac Vice
FirstEnergy Service Company
76 South Main Street
Akron, OH 44308
(330) 384-4580 - Telephone
(330) 384-3875 - Fax
kjkolich@firstenergycorp.com
cdunn@firstenergycorp.com

Dated: May 7, 2013

Counsel for:
Pennsylvania Electric Company

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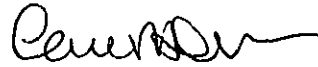
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PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

Pennsylvania Electric Company (“Penelec” or “Company”) hereby supplements its Request for Expedited Approval of Proposed Minor EE&C Plan Changes Pursuant to the June 10, 2011 Final Order in Docket No. 2008-2069887. Attached hereto are two pages inadvertently omitted from Exhibit A, which represent the red-line changes to Penelec’s EE&C Plan.

Respectfully submitted,

Dated: May 7, 2013



Kathy J. Kolich
Attorney No. 92203
Carrie M. Dunn
OH Attorney No. 0076952
Pro Hac Vice
FirstEnergy Service Company
76 South Main Street
Akron, OH 44308
(330) 384-4580 - Telephone
(330) 384-3875 - Fax
kjkolich@firstenergycorp.com
cdunn@firstenergycorp.com

- Approval of the Company's selection of Program Manager(s) and Energy Education/Communication consultants, along with related cost recovery, prior to Plan approval.

Sensitivity to Federal Initiatives – The Company is aware that certain Federal initiatives and funding opportunities are available and has incorporated such initiatives and opportunities into the Plan.¹⁵ For example, in order to harness the significant energy savings identified through the Company's market assessment, the Plan accelerates the adoption of CFLs three years before such federal standards for lighting go into effect in 2013. Based upon primary research conducted as part of FirstEnergy's market assessment, a statistically valid sample of Penelec households reported that, on average (as measured by the sample median), residential customers generally have already obtained five to six CFLs for use in their homes. Penelec's plan supports retrofitting at least four additional bulbs per household. As more fully discussed in Section 2, such acceleration will to be accomplished through a variety of program elements that will reach all of the Company's significant target markets. The Plan also leverages stimulus and other Federal Energy Efficiency funding initiatives that are currently available to Penelec customers by assisting local governments within the Penelec service territory who are taking advantage of Energy Efficiency Block Grants. Penelec will work with these and other potential communities to enhance their prospects for success through free audits for local and county buildings.

1.1.2. Summary of Proposed Minor Changes (filed February 13, 2013, approved March 14, 2013)

Penelec proposes to increase the budget for the Residential Energy Efficiency HVAC Program by \$179,900 and the Large C&I Equipment Program by \$859,503. The Residential Energy Efficiency HVAC Program has exceeded the Company's projections and is projected to exhaust its approved program budget in March 2013. The Large C&I Equipment Program has proven to be extremely popular and the Company has identified additional customer projects that it can pursue under this program to achieve additional energy and demand savings. Additionally the Large C&I Equipment Program has nearly exhausted its approved program budget. These changes will allow Penelec to continue program operations through May 31, 2013.

Penelec proposes to decrease funding for the Residential Behavioral Modification & Education Program by \$179,900 and the PJM Demand Response Program – Large C&I by \$859,503. Critical program activity for the PJM Demand Response Program – Large C&I occurred during the summer of 2012 and the Company does not anticipate any further significant activity through this program prior to the expiration of the Company's EE&C Plan on May 31, 2013. These programs are projected to be under budget in excess of these amounts on May 31, 2013.

These changes will have no effect on the remainder of the Current Plan or the Company's Residential or Large C&I rates reflected in Rider EEC-C. These budget transfers are summarized in Appendices D-6.

1.1.3. Summary of Proposed Minor Changes (filed May 3, 2013)

Penelec proposes to increase the budget for the Small C&I Equipment Program by \$90,000 and the Large C&I Equipment Program by \$375,000. The Company has identified additional customer projects that it can pursue under these programs to achieve additional energy savings. These changes

¹⁵ While the Company has incorporated the concept of Federal funding and initiatives into the Plan, the Plan assumes that such funding opportunities will exist only in the early years of this long term Plan. Thus, the portfolio of programs were developed to stand on their own, irrespective of such initiatives and funding.

will allow Penelec to continue program operations and support customer participation in these programs through May 31, 2013.

Penelec proposes to decrease funding for the PJM Demand Response Program – Small C&I by \$90,000 and the PJM Demand Response Program – Large C&I by \$375,000. Critical program activity for the PJM Demand Response Program occurred during the summer of 2012 and the Company does not anticipate any further significant activity through this program prior to the expiration of the Company’s EE&C Plan on May 31, 2013. These programs are projected to be under budget in excess of these amounts on May 31, 2013.

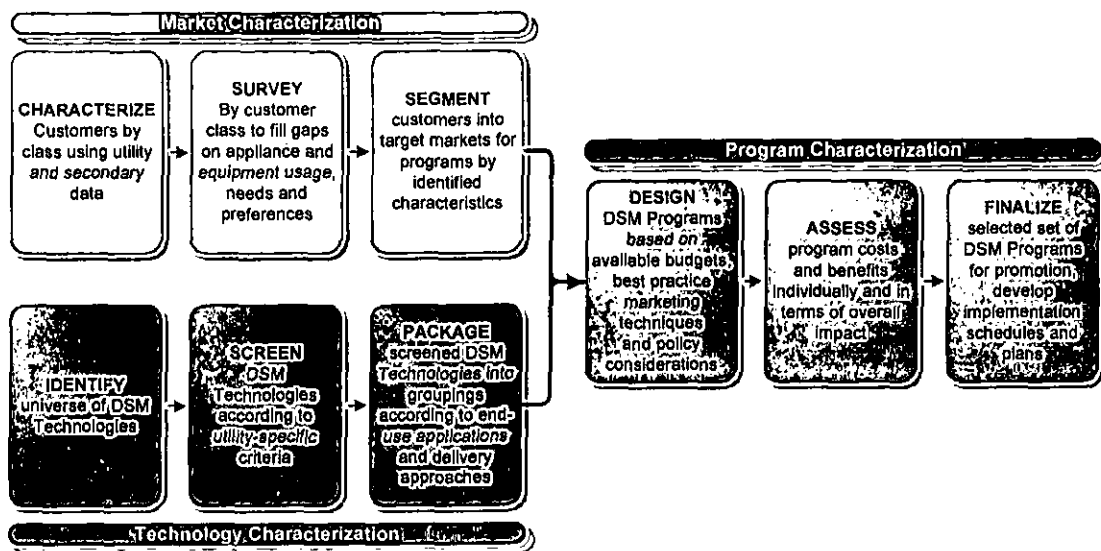
These changes will have no effect on the remainder of the Current Plan or the Company’s C&I rates reflected in Rider EEC-C. These budget transfers are summarized in Appendices D-6.

1.2. Summary description of process used to develop the EE&C plan and key assumptions used in preparing the plan

Process

Figure 1, below illustrates the process undertaken by the planning team to develop the EE&C Plan:

Figure 1: FirstEnergy EE&C Plan Development Process



The Company’s approach balances four key sources of information:

- External stakeholder experience and opinions captured in Stakeholder meetings;
- CSP and implementation vendor experience in delivering programs captured in a Request for Information survey;
- Industry experience as reflected in the literature and previous contractor evaluation studies; and
- Customer attitudes and preferences through mail and telephone surveys and interviews.

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the June 10, 2011 Final Order in Docket :
No. M-2008-2069887 :
: :
: :
: :

CERTIFICATE OF SERVICE

I hereby certify that I have this day served a true and correct copy of the foregoing document upon the individuals listed below, in accordance with the requirements of 52 Pa. Code § 1.54 (relating to service by a participant).

Service via overnight, as follows:

Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street, 2nd Floor
Harrisburg, PA 17120

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PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

Service via First Class and Electronic Mail, as follows

Tanya McCloskey, Esquire
Christy M. Appleby, Esquire
Office of Consumer Advocate
5th Floor, Forum Place
555 Walnut Street
Harrisburg, PA 17101
tmccloskey@paoca.org
cappleby@paoca.org

Sharon Webb, Esquire
Office of Small Business Advocate
300 North Second Street, Suite 1102
Harrisburg, PA 17101
swebb@pa.gov

Charles Daniel Shields, Esquire
Carrie B. Wright, Esquire
Office of Trial Staff
Pennsylvania Public Utility Commission
Commonwealth Keystone Bldg., 2nd Fl. West
P.O. Box 3265
Harrisburg, PA 17105-3265
chshields@pa.gov, carwright@pa.gov

Harry S. Geller, Esquire
Patrick Cicero, Esquire
Pennsylvania Utility Law Project
118 Locust Street
Harrisburg, PA 17101
hgellerpulp@palegalaid.net
pciceropulp@palegalaid.net

Susan E. Bruce, Esquire
Vasiliki Karandrikas, Esquire
Barry Naum, Esquire
Charis MinCavage, Esquire
Shelby A. Linton-Keddie, Esquire
Pamela C. Polacek, Esquire
McNees Wallace & Nurick LLC
100 Pine Street
PO Box 1166
Harrisburg, PA 17108-1166
sbruce@mwn.com
vkandrikas@mwn.com
cmincavage@mwn.com
bnaum@mwn.com
skeddie@mwn.com
ppolacek@mwn.com
Daniel Clearfield, Esquire
Kevin J. Moody, Esquire
Eckert Seamans Cherin & Mellott
213 Market Street, 8th Floor
Harrisburg, PA 17101
dclearfield@eckertseamans.com
kmoody@eckertseamans.com

Carolyn Pengidore, Esquire
Clearchoice Energy
180 Fort Couch Road, Suite 265
Pittsburgh, Pa 15241
carolyn@clearchoice-energy.com

Lee E. Hartz, Esquire
Assistant General Counsel
National Fuel Gas Distribution Corporation
PO Box 2081
Erie, PA 16512
hartzl@natfuel.com

Ruben S. Brown
The E Cubed Company LLC
1700 York Avenue, B1
New York, NY 10128
rsbrown@ecubdllc.com

Scott H. DeBroff, Esquire
Rhoads & Sinon LLP
One South Market Square
PO Box 1146
Harrisburg, PA 17108-1146
sdebroff@rhoads-sinon.com
Christopher A. Sharp, Esquire
Christopher A. Lewis, Esquire
Melanie J. Tambolas, Esquire
Blank Rome LLP
One Logan Square
130 North 18th Street
Philadelphia, PA 19103-6998
sharp@blankrome.com
lewis@blankrome.com
tambolas@blankrome.com

Thomas J. Sniscak, Esquire
Lillian S. Harris Esq.
Hawke McKeon & Sniscak LLP
100 North 10th Street
PO Box 1778
Harrisburg, PA 17105
tjsniscak@hmslegal.com
lharris@hmslegal.com

Dated: May 7, 2013



Kathy J. Kolich
Attorney No. 92203
Carrie M. Dunn
OH Attorney No. 0076952
Pro Hac Vice
FirstEnergy Service Company
76 South Main Street
Akron, OH 44308
(330) 384-4580 - Telephone
(330) 384-3875 - Fax
kjkolich@firstenergycorp.com
cdunn@firstenergycorp.com

From: (330) 761-2352
 Carrie M. Dunn
 FirstEnergy Corp
 76 S. Main St.

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Rosemary Chiavetta, Secretary
 PA Public Utility Commission
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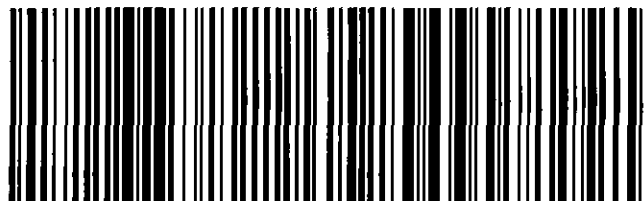
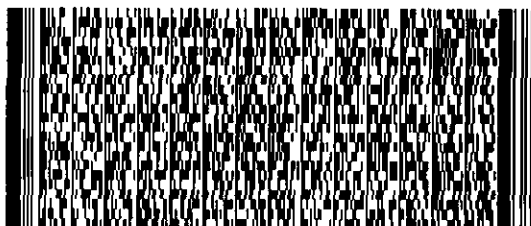
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