

March 9, 2016

E-FILED

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

Re:

Petition of Pennsylvania Electric Company for Approval to Establish and Implement a Distribution System Improvement Charge Docket No. P-2015-2508936

Dear Secretary Chiavetta:

Enclosed for filing please find the Notice of Appearance, Notice of Intervention, Answer, Public Statement, Verification, and Certificate of Service on behalf of the Office of Small Business Advocate, in the above-captioned proceeding.

Copies have been served today on all known parties in this proceeding, as indicated on the enclosed Certificate of Service. If you have any questions, please do not hesitate to contact me.

Sincerely,

Daniel G. Asmus

Assistant Small Business Advocate

Attorney ID No. 83789

Enclosures

cc:

The Honorable Charles E. Rainey, Jr.

Parties of Record Brian Kalcic

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Petition of Pennsylvania Electric

Company for Approval to Establish and : Docket No. P-2015-2508936

Implement a Distribution System :

Improvement Charge :

NOTICE OF INTERVENTION OF THE SMALL BUSINESS ADVOCATE

1. The Intervenor is:

John R. Evans Small Business Advocate 300 North Second Street, Suite 202 Harrisburg, PA 17101 (717) 783-2525 (717) 783-2831 (fax)

2. The name and address of the Intervenor's attorney is:

Daniel G. Asmus
Assistant Small Business Advocate
Office of Small Business Advocate
300 North Second Street, Suite 202
Harrisburg, PA 17101
(717) 783-2525
(717) 783-2831 (fax)
dasmus@pa.gov

3. The respondent utility is:

Pennsylvania Electric Company 800 Cabin Hill Drive Greensburg, PA 15601

4. The Intervenor is authorized and directed by the Small Business Advocate Act, Act 181 of 1988, 73 P.S. §§ 399.41 - 399.50, to represent the interests of small business consumers of utility services in matters before the Pennsylvania Public Utility Commission ("Commission").

- 5. This Intervention is filed regarding the Petition of Pennsylvania Electric Company for Approval to Establish and Implement a Distribution System Improvement Charge ("Petition") that was filed with the Commission on February 16, 2016.
- 6. In view of the foregoing, the Small Business Advocate respectfully requests that the Pennsylvania Public Utility Commission:
 - A. Direct the Office of Administrative Law Judge to holding hearings on the *Petition* and prepare an initial decision; and
 - B. Grant such other relief as may be necessary or appropriate.

Respectfully submitted,

Daniel G. Asmus

Assistant Small Business Advocate

Attorney ID No. 83789

Office of Small Business Advocate 300 North Second Street, Suite 202 Harrisburg, PA 17101 (717) 783-2525 (717) 783-2831 (fax)

Dated: March 9, 2016

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Petition of Pennsylvania Electric

Company for Approval to Establish and :

Docket No. P-2015-2508936

Implement a Distribution System

Improvement Charge

ANSWER OF THE OFFICE OF SMALL BUSINESS ADVOCATE TO THE PETITION OF PENNSYLVANIA ELECTRIC COMPANY FOR APPROVAL TO ESTABLISH AND IMPLEMENT A DISTRIBITION SYSTEM IMPROVEMENT CHARGE

Procedural History

On or about February 16, 2016, Pennsylvania Electric Company ("Penelec" or "the Company") filed a Petition of Pennsylvania Electric Company for Approval to Establish and Implement a Distribution System Improvement Charge ("Petition") with the Pennsylvania Public Utility Commission ("Commission") pursuant to 66 Pa. C.S. § 1353(b).

The Office of Small Business Advocate filed a Notice of Intervention and Public Statement on March 9, 2016.

The Office of Small Business Advocate files the following Answer in response to the corresponding numbered averments in the Company's Petition.

ANSWER

The averments in the first paragraph at the beginning of the Petition constitute a prayer for relief. Therefore, no response to these averments is required.

I. <u>INTRODUCTION AND BACKGROUND</u>

- 1 Admitted.
- 2. Admitted.
- 3. Admitted.
- 4. Admitted.

II. PENELEC'S LONG-TERM INFRASTRUCTURE IMPROVEMENT PLAN ("LTIIP" OR THE "PLAN")

- 5. Admitted. By way of further answer, Section 1352(a) of the Public Utility Code, referenced in this paragraph, being a writing, speaks for itself and no response is required.
- 6. It is admitted that on October 19, 2015, Penelec filed its LTIIP for the period 2016 through 2020, and that a copy of that LTIIP is provided with the Petition as Penelec Exhibit KMS-1. The remaining averments of this paragraph are conclusions of law to which no response is required.
- 7. The averments in this paragraph constitute a prayer for relief, to which no response is required.
- 8. It is admitted the Commission, in its final order entered February 11, 2016, at this docket, approved Penelec's LTIIP.

III. SECTION 1353(B) AND THE FINAL IMPLEMENTATION ORDER

- 9. The averments of this paragraph cite to section 1353(b) of the Public Utility Code, which, being a writing, speaks for itself and therefore, no response is required.
- 10. The averments of this paragraph cite to the Commission's *Final Implementation*Order section 1353(b) of the Public Utility Code, which, being a writing, speaks for itself and therefore, no response is required.

IV. PENELEC'S REQUEST TO ESTABLISH A DSIC SATISFIES ALL OF THE REQUIREMENTS SET FORTH IN SECTION 1353(B) AND THE FINAL IMPLEMENTATION ORDER

A. Initial Tariff (Section 1353(b)(1))

11. The averments of this paragraph constitute a prayer for relief, to which no response is required.

B. Testimony, Affidavits, Exhibits or Other Evidence (Section 1353 (b)(2))

12. The averments of this paragraph cite to the Direct Testimony and accompanying exhibits of witness Kevin M. Siedt. This testimony, being a writing, speaks for itself and therefore, no response is required. Further, the contents of this testimony constitute a prayer for relief, to which no response is required.

C. Penelec's LTIIP (Section 1353(b)(3))

13. The averments of this paragraph reference Penelec's LTIIP, which, being a writing, speaks for itself and therefore, no response is required.

D. Certification That a Base Rate Case Has Been filed Within Five Years (Section 1353(b)(4))

14. The averments of this paragraph describe the procedural history of Penelec's last base rate case and certify that Penelec has filed a base rate case within five years of the filing of

this Petition, which is required by Section 1353(b)(4) of the Public Utility Code and therefore, constitutes a prayer for relief to which no response is required.

V. NOTICE TO CUSTOMERS

- 15. The averments of this paragraph constitute a prayer for relief to which no response is required.
- 16. The averments of this paragraph constitute a prayer for relief to which no response is required. Further, to the extent that this paragraph quotes the Final Implementation Order, that document, being a writing, speaks for itself and therefore, no response is required.

VI. CONCLUSION

The averments of this paragraph constitute a prayer for relief and conclusions of law to which no response is required.

WHEREFORE, the OSBA respectfully requests that the Commission refer the Company's Petition to the Office of Administrative Law Judge for hearings and the preparation of an initial decision.

Daniel G. Asmus

Assistant Small Business Advocate

Attorney ID No. 83789

For:

John R. Evans.

Small Business Advocate

Office of Small Business Advocate 300 North Third Street, Suite 202 Harrisburg, PA 17101 717-783-2525 717-783-2831 (fax)

March 9, 2016

VERIFICATION

I, Daniel G. Asmus, hereby state that the facts set forth herein above are true and correct to the best of my knowledge, information and belief and that I expect to be able to prove the same at a hearing held in this matter. I understand that the statements herein are made subject to the penalties of 18 Pa. C.S. §4904 (relating to unsworn falsification to authorities).

Date: March 9, 2016

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Petition of Pennsylvania Electric

Company for Approval to Establish and :

Docket No. P-2015-2508936

Implement a Distribution System

Improvement Charge

:

PUBLIC STATEMENT OF THE SMALL BUSINESS ADVOCATE

The Small Business Advocate is authorized and directed to represent the interests of small business consumers of utility services in Pennsylvania under the provisions of the Small Business Advocate Act, Act 181 of 1988, 73 P.S. §§ 399.41 - 399.50 ("Act"). The Act further provides that the Small Business Advocate is to issue publicly a written statement setting forth concisely the specific interest of small business consumers to be protected by his initiation of or intervention in any proceeding involving those interests before the Pennsylvania Public Utility Commission ("Commission") or any other agency or court. This public statement relates to the Small Business Advocate's intervention in the above-captioned Commission proceedings.

On February 16, 2016, Pennsylvania Power Company ("Penelec"), filed a Petition for approval to establish and implement a distribution system improvement charge, initiating the above-captioned proceeding.

The Small Business Advocate is intervening in the above-captioned proceeding in order to protect the interests of Penelec's small business customers. A thorough inquiry by the Commission into all of the elements of Penelec's petition is necessary to ensure that Penelec's proposals for making and paying for distribution system improvements are in accord with the Public Utility Code and with the Commission's regulations and policies.

In view of the foregoing, the Small Business Advocate is requesting that the petition be subject to investigation and evidentiary hearings before the Commission. The Small Business Advocate will ask the Commission to deny or modify any aspect of the Penelec's proposal that is

not proven by Penelec to be in accord with the Public Utility Code and with the Commission's

regulations and policies.

Dated: March 9, 2016

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BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Petition of Pennsylvania Electric

Company for Approval of its Long-Term:

Infrastructure Improvement Plan

Docket No. P-2015-2508936

CERTIFICATE OF SERVICE

I hereby certify that true and correct copies of the foregoing have been served via email and/or first-class mail (unless other noted below) upon the following persons, in accordance with the requirements of 52 Pa. Code § 1.54 (relating to service by a participant).

The Honorable Charles E. Rainey, Jr. Chief Administrative Law Judge PA Public Utility Commission 400 North Street, 2nd Floor West Commonwealth Keystone Building Harrisburg, PA 17120 crainey@pa.gov

(E-mail and Hand Delivery)

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DATE: March 9, 2016

Daniel G. Asmus

Assistant Small Business Advocate

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