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|  | COMMONWEALTH OF PENNSYLVANIAPENNSYLVANIA PUBLIC UTILITY COMMISSIONP.O. BOX 3265, HARRISBURG, PA 17105-3265 | **IN REPLY PLEASE REFER TO OUR FILE****M-2015-2514769** |

**May 18, 2017**

John L. Munsch, Esquire

FirstEnergy

800 Cabin Hill Drive

Greensburg, PA 15601

Re: Pennsylvania Power Company

CSP Contract with Oracle America, Inc.

Docket Nos. M-2015-2514769

Dear Mr. Munsch:

 This letter acknowledges that Commission staff has reviewed the revised FirstEnergy Company, Pennsylvania Power Company proposed Conservation Service Provider (CSP) contract and Ordering Document/Exhibit Amendment One with Oracle America, Inc., filed with the Commission on May 16, 2017 for the provision of Program Incentives for Phase III Residential Behavioral – Demand Response Program.

 The Implementation Order, *inter alia*, required all Electric Distribution Companies (EDCs) subject to Act 129 to submit, for Commission review, all proposed contracts with CSPs. The Commission may order modification of these proposed contracts. 66 Pa. C.S. § 2806.1(a)(8). The Commission, in its *Energy Efficiency and Conservation Program Implementation Order* at Docket No. M‑2008‑2069887 (entered January 16, 2009), delegated its authority to review and approve CSP contracts to Commission Staff.

 FirstEnergy Company is advised that the proposed revised CSP contract and Ordering Document/Exhibit Amendment One with Oracle America, Inc., filed on May 16, 2017 is approved. Furthermore, we note that approval of this filing does not constitute a determination that such filing is consistent with the public interest and that the associated costs or expenses are reasonable or prudent for the purposes of cost recovery. These issues will be addressed by the Commission in any appropriate plan approval and cost recovery proceedings.

Please direct any questions to Joseph Sherrick, Bureau of Technical Utility Services, at (717) 787-2359 or Patricia T. Wiedt, Assistant Counsel, Law Bureau, at (717) 787‑5755.

 Sincerely,


#  Rosemary Chiavetta

 Secretary

cc: Darren Gill, Deputy Director, TUS

 Joseph Sherrick, TUS

 Charles Covage, TUS

 Patricia T. Wiedt, Law Bureau

 Kathy Aunkst, Secretary’s Bureau

 Tanya J. McCloskey, Esquire, OCA

 John R. Evans, OSBA