

Advanced Energy Economy Institute 1000 Vermont Ave. NW, Floor 3 Washington, DC 20005 (202) 380-1950

May 31, 2017

Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission P.O. Box 3265 Harrisburg, PA 17105-3265

Re: Comments of the Advanced Energy Economy Institute on Alternative Ratemaking Methodologies, Docket No. M-2015-2518883

Dear Secretary Chiavetta,

The Advanced Energy Economy Institute (AEE Institute) respectfully submits these comments in response to the Commission's Tentative Order on March 2, 2017. Our comments provide perspectives on 1) the promise of performance-based regulation and ratemaking for Pennsylvania; and 2) specific rate design methodologies outlined in the Tentative Order. We also attach a recent AEE Institute whitepaper, titled Performance Based Regulation for Pennsylvania.

If there are any questions, comments, or concerns related to these comments or the whitepaper, feel free to contact me directly.

Regards,

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