

17 North Second Street 12th Floor Harrisburg, PA 17101-1601 717-731-1970 Main 717-731-1985 Main Fax www.postschell.com

Garrett P. Lent

glent@postschell.com 717-612-6032 Direct 717-731-1979 Direct Fax File #: 180418

May 12, 2020

VIA ELECTRONIC FILING

Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission Commonwealth Keystone Building 400 North Street, 2nd Floor North P.O. Box 3265 Harrisburg, PA 17105-3265

Re: Petition of the Industrial Energy Consumers of Pennsylvania to Suspend Implementation of that Act 129 Phase IV Requirements and for Other Relief Docket No. P-2020-3019562

Dear Secretary Chiavetta:

Enclosed for filing is the Petition to Intervene of PPL Electric Utilities Corporation in the above-referenced proceeding.

Copies are being provided electronically only, as indicated on the Certificate of Service, due to the current closure of all non-life sustaining businesses in the Commonwealth upon direction of Governor Wolf.

Respectfully submitted,

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Garrett P. Lent

GPL/jl Enclosures

cc: Certificate of Service

CERTIFICATE OF SERVICE

(Docket No. P-2020-3019562)

I hereby certify that a true and correct copy of the foregoing has been served upon the following persons, in the manner indicated, in accordance with the requirements of 52 Pa. Code § 1.54 (relating to service by a participant).

VIA E-MAIL

Derrick P. Williamson, Esquire Barry A. Naum, Esquire Spilman Thomas & Battle 1100 Bent Creek Boulevard, Suite 101 Mechanicsburg, PA 17050 Industrial Energy Consumers of PA

Terrance J. Fitzpatrick, Esquire
Donna M. J. Clark, Esquire
The Energy Association of Pennsylvania
800 North Third Street
Suite 205
Harrisburg, PA 17102
Energy Association of PA

Tanya J. McCloskey, Esquire Darryl Lawrence, Esquire Office of Consumer Advocate 555 Walnut Street Forum Place, 5th Floor Harrisburg, PA 17101-1923

Steven C. Gray, Esquire Sharon Webb, Esquire Office of Small Business Advocate Forum Place 555 Walnut Street, 1st Floor Harrisburg, PA 17101 Richard A. Kanaskie, Esquire Allison C. Kaster, Esquire PA Public Utility Commission Bureau of Investigation & Enforcement Commonwealth Keystone Building 400 North Street, 2nd Floor West PO Box 3265 Harrisburg, PA 17105-3265

Pamela C. Polacek, Esquire
Susan E. Bruce, Esquire
Charis Mincavage, Esquire
Adeolu A. Bakare, Esquire
Kenneth R. Stark, Esquire
Jo-Anne S. Thompson, Esquire
McNees Wallace & Nurick LLC
100 Pine Street
P.O. Box 1166
Harrisburg, PA 17108-1166
Industrial Customers

John W. Sweet, Esquire Elizabeth R. Marx, Esquire Ria M. Pereira, Esquire 118 Locust Street Harrisburg, PA 17101 CAUSE-PA

Brianna Esteves 99 Chauncy Street 6th Floor Boston, MA 02111 *AB Energy, et al* Hamilt Lit

Garrett P. Lent

Date: May 12, 2020

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Petition of the Industrial Energy Consumers :

of Pennsylvania to Suspend Implementation of that Act 129 Phase IV Requirements and

: Docket No. P-2020-3019562

for Other Relief

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PETITION TO INTERVENE OF PPL ELECTRIC UTILITIES CORPORATION

TO THE PENNSYLVANIA PUBLIC UTILITY COMMISSION:

Pursuant to Sections 5.71-5.76 of the Pennsylvania Public Utility Commission's ("Commission") regulations, 52 Pa. Code §§ 5.71-5.76, PPL Electric Utilities Corporation ("PPL Electric" or the "Company") hereby files this Petition to Intervene in the above-captioned proceeding pending before the Commission, regarding the Petition of the Industrial Energy Consumers of Pennsylvania ("IECPA") to Suspend Implementation of that Act 129 Phase IV Requirements and for Other Relief, which was filed on April 22, 2020 (the "Petition").

I. INTRODUCTION

On April 22, 2020, IECPA filed the above-captioned Petition with the Commission. In the Petition, IECPA requests that the Commission: (a) suspend or delay the implementation of Phase IV of Act 129 Energy Efficiency and Conservation ("EE&C") Plans; (b) extend the Phase III of Act 129 for a commensurate time period; (c) mandate a reduction in the surcharges imposed on customers for the remaining duration of electric distribution companies' ("EDC") Phase III EE&C Plans; (d) mandate that any in progress or planned energy efficiency and demand reduction projects be continued or commenced as soon as feasibly possible; and (e)

¹ Simultaneously herewith, PPL Electric has filed an Answer to the Petition in Docket No. P-2020-3019562.

suspend or waive all penalties applicable to an EDC's failure to meet specified energy or peak demand reduction targets for Phase III.

For the reasons explained below, the relief sought by IECPA directly, immediately and substantially affects PPL Electric's interests. Therefore, PPL Electric respectfully requests that it be granted intervenor status in the above-captioned proceeding and that the Commission deny the relief requested in the Petition.

In support of this petition to intervene, PPL Electric states the following:

II. PPL ELECTRIC

- 1. PPL Electric is a public utility and an electric distribution company ("EDC") as defined in Sections 102 and 2803 of the Pennsylvania Public Utility Code, 66 Pa. C.S. §§ 102, 2803. PPL Electric furnishes electric distribution, transmission, and default supply services to approximately 1.4 million customers throughout its certificated service territory, which includes all or portions of 29 counties and encompasses approximately 10,000 square miles in eastern and central Pennsylvania.
- 2. Pursuant to Act 129 of 2008, P.L. 1592, 66 Pa. C.S. §§ 2806.1 and 2806.2 ("Act 129"), PPL Electric designed and implemented Phase I and Phase II EE&C Plans.
- 3. On July 1, 2009, PPL Electric filed its Phase I EE&C Plan with the Commission in accordance with to Act 129 and various related Commission orders. The Commission approved PPL Electric's Phase I EE&C Plan, with modifications, on October 26, 2009,² and further revisions were approved on February 17, 2010.³

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² See Petition of PPL Electric Utilities Corporation for Approval of its Energy Efficiency and Conservation Plan, Docket No. M-2009-2093216 (Order Entered Oct. 26, 2009).

³ See Petition of PPL Electric Utilities Corporation for Approval of its Energy Efficiency and Conservation Plan, Docket No. M-2009-2093216 (Order Entered Feb. 17, 2010).

- 4. On November 15, 2012, PPL Electric filed its initial Phase II EE&C Plan. The Commission approved PPL Electric's initial Phase II EE&C Plan, with modifications, on March 14, 2013.⁴ PPL Electric's subsequent compliance filing was approved by the Commission on July 11, 2013.⁵
- 5. On November 30, 2015, PPL Electric filed its initial Phase III EE&C Plan with the Commission pursuant to Act 129 and various related Commission orders. The Commission approved PPL Electric's initial Phase III EE&C Plan, with modifications, on March 17, 2016.⁶ Pursuant to the *March 2016 Order*, PPL Electric submitted a compliance filing on April 22, 2016. The Company subsequently filed an Errata to its compliance filing on May 24, 2016. The Commission approved PPL Electric's compliance filing, as amended, on June 27, 2016.⁷
- 6. PPL Electric's Phase I, Phase II, and Phase III EE&C Plans have included broad portfolios of energy efficiency and energy education programs and initiatives. PPL Electric's portfolios of programs were designed to provide customer benefits and to meet the energy reduction goals set forth in Act 129. All of these EE&C Plans have included a range of energy efficiency programs that included every customer segment in PPL Electric's service territory. For Phase I, the Company achieved 1,642,067 MWh/yr of verified gross energy savings and 340.9 MW of verified gross peak demand reduction, well in excess of its compliance targets of 1,146,4310 MWh/yr and 297 MW respectively. For Phase II, PPL Electric achieved 1,194,372

⁴ See Petition of PPL Electric Utilities Corporation for Approval of its Act 129 Phase II Energy Efficiency and Conservation Plan, Docket No. M-2012-2334388 (Order Entered Mar. 14, 2013).

⁵ See Petition of PPL Electric Utilities Corporation for Approval of its Act 129 Phase II Energy Efficiency and Conservation Plan, Docket No. M-2012-2334388 (Order Entered July 11, 2013).

⁶ See Petition of PPL Electric Utilities Corp. for Approval of its Act 129 Phase III Energy Efficiency and Conservation Plan, Docket No. M-2015-2515642 (Order Entered Mar. 17, 2016) ("March 2016 Order").

⁷ Petition of PPL Electric Utilities Corp. for Approval of its Act 129 Phase III Energy Efficiency and Conservation Plan, Docket No. M-2015-2515642 (Tentative Order Entered June 9, 2016) ("June 2016 Order"); Secretarial Letter, Docket No. M-2015-2515642 (June 27, 2016) ("June 2016 Secretarial Letter") (stating that PPL Electric's compliance EE&C Plan had become final without further action by the Commission).

MWh/yr of verified gross energy savings (698,736 MWh/yr from energy efficiency programs and 495,636 MWh/yr from carryover in Phase I), which was in excess of the compliance target of 821,072 MWh/yr. For Phase III, PPL Electric is currently on track to achieve its compliance targets of 1,443,035 MWh/yr and 92 MW/yr.

7. PPL Electric is also an active participant in the Commission's Phase IV Energy Efficiency and Conservation Program proceeding at Docket No. M-2020-3015228.

III. PPL ELECTRIC'S INTEREST IN THE PROCEEDING

- 8. IECPA seeks relief that, if granted, directly affect PPL Electric's administration of its Phase III EE&C programs and its implementation of its Phase IV EE&C Plan. Specifically, Specifically, IECPA seeks to extend Phase III by a number of days commensurate with any delay of the implementation of Phase IV. Although PPL Electric is currently administering its Phase III EE&C Plan, and is currently on track to achieve its compliance targets of 1,443,035 MWh/yr and 92 MW/yr, IECPA's request to extend Phase III by 270-days would affect PPL Electric's administration of its Phase III EE&C Plan and its implementation of its Phase IV EE&C Plan.
- 9. IECPA's Petition also would affect PPL Electric's Act 129 Compliance Rider Phase III ("ACR-3"), which the Company uses to timely recover the costs of its Phase III EE&C Plan. In its Petition, IECPA requests that the Commission immediately reduce the Phase III EE&C surcharges of EDCs by 50%, including PPL Electric's ACR-3. This relief could eliminate funding for beneficial programs and frustrate PPL Electric's timely recovery of expenditures made to furnish these programs. Furthermore, it would undermine the reconciliation already provided for by EE&C surcharges, including PPL Electric's ACR-3.
- 10. Moreover, IECPA's Petition could negatively affect PPL Electric's ratepayers.

 PPL Electric submits that implementing Phase IV of Act 129 pursuant to the schedule set forth in

the Phase IV Tentative Implementation Order will benefit the public, by providing continued

opportunities for customers to participate in EE&C programs and reduce their electric

consumption and demand. Importantly, the Commission has repeatedly recognized that

increasing energy efficiency and reducing consumption benefits the Commonwealth as well as

participating customers. By enabling customers to participate in the Company's EE&C

programs and consequently reducing their bills for electric service, PPL Electric believes that its

EE&C programs can help alleviate some of the economic hardship caused by the COVID-19

outbreak.

11. Finally, IECPA's further request to suspend or waive penalties for non-

compliance with Phase III targets will affect PPL Electric's rights and obligations under Act 129.

IV. **REQUEST FOR RELIEF**

12. Given PPL Electric's significant interest in the continued administration of its

Phase III EE&C Plan, the implementation of its Phase IV EE&C Plan, and its ability to timely

recover the costs incurred under its Phase III EE&C Plan, PPL Electric respectfully requests that

it be permitted to intervene and participate as a full party in the above-captioned proceeding and

that it be placed on the Commission's official Service List for the associated docket.

13. All pleadings, correspondence and other documents in this proceeding should be

directed to PPL Electric's attorneys in this matter:

David B. MacGregor (ID # 28804)

Post & Schell, P.C.

Four Penn Center

1600 John F. Kennedy Boulevard

Philadelphia, PA 19103-2808

Phone: 215-587-1197

Fax:

215-320-4879

E-mail: dmacgregor@postschell.com

Devin T. Ryan (ID # 316602)

Garrett P. Lent (ID #321566)

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Post & Schell, P.C.

17 North Front Street, 12th Floor

Harrisburg, PA 17101-1601

Phone: 717-731-1970

717-731-1985

Fax: E-mail: dryan@postschell.com

E-mail: glent@postschell.com

Michael J. Shafer (ID # 205681)

PPL Services Corporation

Two North Ninth Street

Allentown, PA 18101

Phone: 610-774-2599

Fax:

610-774-4102

E-mail: mjshafer@pplweb.com

14. Eligibility to intervene in Commission proceedings is governed by the

Commission's regulations found at 52 Pa. Code § 5.72. The Commission's regulations provide

that in order to have the ability to intervene, a party must have a "right or interest" sufficient to

warrant intervention, which includes an interest that may be "directly affected" by the

proceeding and "which is not being adequately represented by existing participants, and as to

which the petitioner may be bound by the actions of the Commission in the proceeding" or where

the right or interest is otherwise in the public interest. *Id.*

15. PPL Electric has a direct and substantial interest in the outcome of this

proceeding. As explained above, IECPA's various requests for relief, if granted, would directly

affect PPL Electric in several ways, including: (1) PPL Electric's administration of its Phase III

EE&C Plan; (2) PPL Electric's compliance targets under its Phase III EE&C Plan; (3) PPL

Electric's recovery of costs incurred under its Phase III EE&C Plan; and (4) the timing and

implementation of PPL Electric's Phase IV EE&C Plan.

PPL Electric's rights and obligations are not adequately represented by other 16.

parties in this proceeding. No other party can adequately represent PPL Electric's interests in the

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administration of its Commission-approved Phase III EE&C Plan and ACR-3 or PPL Electric's implementation of its Phase IV EE&C Plan.

- 17. PPL Electric intends to participate in any formal or informal proceedings which may result in this proceeding.
- 18. Therefore, and for the reasons more fully explained above, PPL Electric respectfully requests that the Commission grant its intervention and deny the relief requested in the Petition.

V. <u>CONCLUSION</u>

WHEREFORE, PPL Electric Utilities Corporation respectfully requests that the Pennsylvania Public Utility Commission grant PPL Electric status as a party in the above-captioned proceeding, and deny the Petition of the Industrial Energy Consumers of Pennsylvania to Suspend Implementation of that Act 129 Phase IV Requirements and for Other Relief.

Respectfully submitted,

Michael J. Shafer (ID # 205681)
PPL Services Corporation
Two North Ninth Street

Allentown, PA 18101

Phone: 610-774-2599 Fax: 610-774-4102

E-mail: mjshafer@pplweb.com

David B. MacGregor (ID # 28804)

Hauth Let

Post & Schell, P.C. Four Penn Center

1600 John F. Kennedy Boulevard Philadelphia, PA 19103-2808

Phone: 215-587-1197 Fax: 215-320-4879

E-mail: dmacgregor@postschell.com

Devin T. Ryan (ID # 316602)

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Post & Schell, P.C.

17 North Front Street, 12th Floor

Harrisburg, PA 17101-1601

Phone: 717-731-1970 Fax: 717-731-1985

E-mail: dryan@postschell.com E-mail: glent@postschell.com

Date: May 12, 2020 Counsel for PPL Electric Utilities Corporation

VERIFICATION

I, DIRK S. CHILES, being the Manager – Energy Efficiency at PPL Electric Utilities Corporation, hereby state that the facts above set forth are true and correct to the best of my knowledge, information and belief and that I expect PPL Electric Utilities Corporation 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: May 12, 2020

Dirk S. Chiles