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June 10, 2020

Via Electronic Filing

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

Re: Petition of Duquesne Light Company For Approval of Default Service Plan For The Period June 1, 2021 through May 31, 2025 Docket No. P-2020-3019522

Dear Secretary Chiavetta,

Enclosed for filing, please find a copy of the Prehearing Conference Memorandum of Duquesne Light Company in the above-captioned proceeding. Copies will be provided as indicated on the Certificate of Service. Please feel free to contact me with any questions, comments, or concerns.

Best Regards,

Michael Zimmerman

Enclosures

cc: Hon. Mark A. Hoyer Certificate of Service

CERTIFICATE OF SERVICE

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):

ELECTRONIC MAIL

Bureau of Investigation & Enforcement Scott B. Granger Commonwealth Keystone Building 400 North Street, 2nd Floor West PO Box 3265 Harrisburg, PA 17105-3265 sgranger@pa.gov

Office of Consumer Advocate David T. Evrard Aron J. Beatty 555 Walnut Street Forum Place, 5th Floor Harrisburg, PA 17101-1923 <u>DEvrard@paoca.org</u> <u>ABeatty@paoca.org</u>

Norris McLaughlin, P.A. John F. Lushis, Jr. 515 W. Hamilton Street Suite 502 Allentown, PA 18101 jlushis@norris-law.com On behalf of Calpine Retail Holdings, LLC

Excel Consulting Brian Kalcic 225 S. Meramac Avenue Suite 720-T St. Louis, MO 63105 Excel.consulting@sbcglobal.net On behalf of OSBA Office of Small Business Advocate Sharon E. Webb Steven C. Gray 555 Walnut Street, 1st Floor Harrisburg, PA 17101 <u>swebb@pa.gov</u> sgray@pa.gov

Pennsylvania Utility Law Project Elizabeth R. Marx John Sweet Ria Pereira 118 Locust Street Harrisburg, PA 17101 pulp@palegalaid.net On behalf of CAUSE-PA

Hawke McKeon & Sniscak, LLP Todd S. Stewart 100 North Tenth Street Harrisburg, PA 17101 <u>tsstewart@hmslegal.com</u> On behalf of EGS Parties

Post & Schell, P.C. Michael W. Gang Anthony D. Kanagy 17 North Second Street 12th Floor Harrisburg, PA 17101 mgang@postschell.com akanagy@postschell.com On behalf of Duquesne Light Company Barbara Alexander Consulting, LLC Barbara R. Alexander 83 Wedgewood Drive Winthrop, ME 04364 <u>barbalexand@gmail.com</u> <u>barbalex@ctel.net</u> On behalf of OCA

Phillips Lytle, LLP Thomas F. Puchner 30 South Pearl Street Albany, NY 12207 tpuchner@phillipslytle.com On behalf of StateWise

Keyes & Fox LLP James M. Van Nostrand 275 Orchard Drive Pittsburgh, PA 15228 jvannostrand@keyesfox.com On behalf of ChargePoint

Thomas, Niesen & Thomas, LLC Charles E. Thomas, Jr. 212 Locust Street, Ste 302 Harrisburg, PA 17101 <u>cthomasjr@tntlawfirm.com</u> *On behalf of MAREC Action* Phillips Lytle, LLP Gregory L. Peterson 201 West Third Street Suite 205 Jamestown, NY 14701-4907 gpeterson@phillipslytle.com On behalf of StateWise

Phillips Lytle, LLP Kevin C. Blake 125 Main Street Buffalo, NY 14203 Kblake@phillipslytle.com On behalf of StateWise

MAREC Action Bruce Burcat P.O. Box 385 Camden, DE 19934 <u>Marec.org@gmail.com</u>

Natural Resources Defense Council Mark C. Szybist 1152 15th Street, Suite 300 Washington, DC 20005 mszybist@nrdc.org Solar United Neighbors of PA Henry McKay 327 Whipple Street Pittsburgh, PA 15218 Henry@solarunitedneighbors.org Fair Shake Enviromental Legal Services Emily Collins Andrew J. Karas 647 E. Market Street Akron, OH 44304 ecollins@fairshake-els.org akaras@fairshake-els.org On behalf of NRDC

Date: June 10, 2020

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Michael Zimmerman Duquesne Light Company 411 Seventh Avenue, 15-7 Pittsburgh, PA 15219 Phone: 412-393-6268 Email: mzimmerman@duqlight.com

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

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Petition of Duquesne Light Company For Approval of Default Service Plan For The Period of June 1, 2021 Through May 31, 2025

Docket No. P-2020-3019522

PREHEARING CONFERENCE MEMORANDUM OF DUQUESNE LIGHT COMPANY

TO ADMINISTRATIVE LAW JUDGE MARK A. HOYER:

I. INTRODUCTION AND BACKGROUND

Duquesne Light Company ("Duquesne Light" or "Company") hereby submits this Prehearing Conference Memorandum in compliance with the Prehearing Conference Order issued by Administrative Law Judge Mark A. Hoyer ("the ALJ") on April 30, 2020, for the abovecaptioned proceeding.

On April 20, 2020, Duquesne Light filed the above-captioned petition with the Pennsylvania Public Utility Commission ("Commission") requesting approval for a Default Service Plan for the period of June 1, 2021 through May 31, 2025 ("DSP IX" "Default Service Plan" or "Plan").

In the Default Service Plan, Duquesne Light proposes to continue separate default supply procurements for: (1) Residential and Lighting customers, (2) Small Commercial and Industrial ("C&I") customers, (3) Medium C&I customers with demands under 200 kW ("Medium C&I <200kW"), and (4) Medium C&I customers with demands equal to or greater than 200 kW and Large C&I customers (collectively, "HPS-Eligible"). Duquesne Light proposes to procure supplies for Residential and Lighting and Small C&I customers through the combination of twelve (12) and twenty-four (24) month fixed price, full requirements, laddered contracts. Duquesne

Light will continue to supply Medium C&I <200kW default service customers through fixed-price full requirements supply contracts with three month terms from third-party suppliers with no laddering. Duquesne Light proposes to continue to procure supply for HPS-Eligible default service customers through the day-ahead PJM energy market prices. Duquesne Light proposes to continue the current structure and administration for HPS customers, to conduct an RFP to supply HPS customers, and to preserve the demand threshold for HPS at \geq 200 kW.

In the Default Service Plan, Duquesne Light also proposes to (1) create an Electric Vehicle Time-of-Use Pilot Program ("EV-TOU") for Residential, Small C&I and Medium C&I <200kW customers who own or lease an EV or who operate EV charging infrastructure at the service location; (2) allow customers participating in the Company's Customer Assistance Program ("CAP") to purchase supply from EGSs, subject to certain protections ("CAP Shopping"), provided that there are sufficient EGSs that are willing to serve CAP customers; (3) use a thirdparty vendor to administer the Company's Standard Offer Customer Referral Program ("SOP"); and (4) enter into a long-term Solar Power Purchase Agreement to support a utility-scale solar project in Pennsylvania, preferably in Duquesne Light's service area.

On April 30, 2020, the ALJ issued a Prehearing Conference Order scheduling a Telephonic Initial Prehearing Conference on Friday, June 12, 2020 at 10:00 a.m. Duquesne Light intends to call into the initial prehearing conference.

On April 30, 2020, Calpine Retail Holdings, LLC ("Calpine") filed a Petition to Intervene.

On April 30, 2020, the Coalition for Affordable Utility Services and Energy Efficiency in Pennsylvania ("CAUSE-PA"), filed a Petition to Intervene through its counsel at the Pennsylvania Utility Law Project.

On May 1, 2020, Interstate Gas Supply, Inc., Shipley Choice LLC, NRG Energy, Inc., Vistra Energy Corp., Engie Resources LLC, WGL Energy, and Direct Energy Services, LLC (collectively, "EGS Parties"), filed a Petition to Intervene.

On May 19, 2020, EGS Parties filed a Prehearing Memorandum.

On May 20, 2020, the Office of Small Business Advocate ("OSBA") filed a Notice of Intervention and Answer.

On May 22, 2020, the Office of Consumer Advocate ("OCA") filed a Notice of Intervention and Answer.

On June 2, Calpine filed a Motion for Admission Pro Hac Vice of James H. Laskey.

On June 3, 2020, StateWise Energy Pennsylvania LLC and SFE Energy Pennsylvania (collectively, "StateWise") filed a Petition to Intervene and Motions for Admission *Pro Hac Vice* of Thomas F. Pucher and Kevin C. Blake.

On June 5, 2020, the following entities filed Petitions to Intervene: MAREC Action ("MAREC"); ChargePoint, Inc.; the Natural Resources Defense Council ("NRDC"); and Solar

United Neighbors of Pennsylvania ("SUN-PA"). NRDC also filed an Answer on June 5, 2020.

On June 8, 2020, Calpine and CAUSE-PA each filed a Prehearing Memorandum.

On June 9, 2020, the Company filed an Answer to the Petition to Intervene of SUN-PA.

Also on June 9, 2020, the Commission's Bureau of Investigation & Enforcement ("I&E") filed a Notice of Appearance and Prehearing Memorandum.

II. <u>SERVICE OF DOCUMENTS</u>

Counsel for Duquesne Light is authorized to receive service of all documents in this matter. Counsel for Duquesne Light, together with their contact information, is listed below.

3

Tishekia E. Williams, Esquire Michael Zimmerman, Esquire Emily Farah, Esquire Duquesne Light Company 411 Seventh Avenue, 15th Fl. Pittsburgh, PA 15219 Telephone: 412-393-1541 412-393-6268

Email: twilliams@duqlight.com mzimmerman@duqlight.com efarah@duqlight.com

Michael W. Gang, Esquire Anthony D. Kanagy, Esquire Post & Schell, P.C. 17 North 2nd Street, 12th Floor Harrisburg, PA 17101-1601 Telephone: 717-612-6026 717-612-6034 Facsimile: 717-731-1985 Email: mgang@postschell.com akanagy@postschell.com

Counsel for Duquesne Light request to be served via electronic communication where

practicable.

III. WITNESSES AND ISSUES

Duquesne Light interprets the issues in this proceeding to be those addressed in the direct testimony and exhibits filed with its Default Service Plan. The list below delineates the witnesses to testify in this proceeding and their respective subject matters:

Subject Matter C. James Davis Mr. Davis introduces other witnesses. Director of Rates, Energy Procurement, and provides an overview of the Default Service Plan, addresses Duquesne Light's Default Federal/RTO Affairs Duquesne Light Company Service obligations, and proposes the 411 Seventh Avenue structure of a Solar Power Purchase Agreement program. Pittsburgh, PA 15219 John Peoples Mr. Peoples addresses power procurement Manager, Energy Supply methods, the consistency of these methods Duquesne Light Company with Act 129, and changes to the Supplier 411 Seventh Avenue Master Agreement ("SMA") template. Pittsburgh, PA 15219

Witness

4

Scott G. Fisher Partner The NorthBridge Group 30 Monument Square, Suite 105 Concord, Massachusetts 01742

David B. Ogden Manager, Rates and Tariff Services Duquesne Light Company 411 Seventh Avenue Pittsburgh, PA 15219

Katherine M. Scholl Director, Customer Experience Duquesne Light Company 411 Seventh Avenue Pittsburgh, PA 15219 Mr. Fisher addresses the models used by Duquesne Light, how the Plan supports competitive markets and provides the least cost to customers over time, and the consistency of the Plan with Act 129.

Mr. Ogden addresses changes to the default service rates; the default service supply rates for the proposed EV-TOU program, reconciliation and recovery processes; and the associated tariff modifications.

Ms. Scholl addresses the implementation of proposed retail market initiatives, including CAP Shopping, the EV-TOU Pilot Program, and changes to the SOP.

The subject matters listed above, as further supported by the testimony and exhibits, represent Duquesne Light's statement of the issues on this proceeding. Further definition of the issues will be developed by the parties during the course of this proceeding. Duquesne Light reserves the right to call additional witnesses to present testimony on additional issues and subject matters that may arise during the course of this proceeding.

IV. PROCEDURAL SCHEDULE

Duquesne Light proposes the following schedule:

Non-Company Parties' Direct Testimony	July 17, 2020
Rebuttal Testimony	August 14, 2020
Surrebuttal Testimony	August 28, 2020
Rejoinder Outlines	September 4, 2020
Evidentiary Hearing	September 9, 2020
Main Briefs	September 30, 2020

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Reply Briefs
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Duquesne Light has been in communication with the parties in an effort to develop a mutually agreeable schedule. As of the filing of this Prehearing Memorandum, no parties have indicated objection to the schedule proposed above.

V. <u>DISCOVERY</u>

Duquesne Light proposes the following modifications to the Commission's procedural rules regarding discovery for the remainder of the proceeding:

- Answers to written interrogatories shall be served in-hand within ten (10) calendar days of service.
- Objections to interrogatories shall be communicated orally within three (3) calendar days of service of the interrogatories; unresolved objections shall be served in writing within five (5) days of service of the interrogatories.
- 3. Motions to dismiss objections and/or direct the answering of interrogatories shall be filed within three (3) calendar days of service of the written objections.
- 4. Answers to motions to dismiss objections and/or answering of interrogatories shall be filed within three (3) calendar days of service of such motions.
- 5. Rulings over such motions shall be issued, if possible, within seven (7) calendar days.
- 6. Requests for admissions will be deemed admitted unless answered within ten (10) calendar days or objected to within five (5) calendar days of service.
- Answers to on-the record data requests shall be served in-hand within seven (7) calendar days of the requests.

- Duquesne Light proposes that any discovery served after 12 Noon on a Friday or the day before a holiday will be deemed to have been served on the following business day for purposes of tracking due dates.
- Duquesne Light proposes that all discovery due dates be "in-hand" and that electronic service on the due date will satisfy the "in-hand" requirement. Hard copy service of discovery responses will not be required.

Duquesne Light has communicated these proposed discovery rule modifications to the parties. As of the filing of this Prehearing Memorandum, no party has indicated objection to these proposed modifications.

Duquesne Light has been engaged in discovery in this proceeding, and is not aware of any discovery issues to date.

VI. <u>PROTECTION OF CONFIDENTIAL INFORMATION</u>

Duquesne Light intends to timely submit an appropriate Motion for Protective Order. Duquesne Light intends to collaborate with the parties in an effort to develop the proposed Protective Order.

VII. <u>SETTLEMENT</u>

Though there have not yet been any formal settlement discussions, Duquesne Light is willing to enter settlement discussions with all parties on all issues in this proceeding.

Respectfully submitted,

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Michael W. Gang, Esquire (ID# 25670) Anthony D. Kanagy, Esquire (ID# 85522) Post & Schell, P.C. 17 North 2nd Street, 12th Floor Harrisburg, PA 17101-1601 Telephone: 717-612-6026 717-612-6034 Facsimile: 717-731-1985 Email: mgang@postschell.com akanagy@postschell.com Tishekia E. Williams (ID# 208977) Director, Regulatory Michael Zimmerman (ID #323715) Senior Counsel, Regulatory Emily Farah (ID #322559) Counsel, Regulatory Duquesne Light Company 411 Seventh Avenue, 15th Floor Pittsburgh, PA 15219 Phone: 412-393-1541 412-393-6268 Email: twilliams@duqlight.com mzimmerman@duqlight.com

Date: June 10, 2020