PENNSYLVANIA PUBLIC UTILITY COMMISSION

PUBLIC MEETING

THURSDAY, APRIL 20, 2017 (AP) 10:00 A.M.

MAIN HEARING ROOM NO. 1 SECOND FLOOR COMMONWEALTH KEYSTONE BUILDING

The Commission will act on various matters at today's meeting, which is open to the public. However, since adequate forums have been made available for public participation in cases before the Commission, there will be no opportunity for the public to address the Commission.

The attached agenda is complete at the time of issuance, but other items may be added and some stricken without further notice.

The listing of an item on the agenda does not necessarily mean that the Commission will take final action on it at this meeting. When the Commission does take final action, its decision---except on routine, uncontested tariff filings---will be put in writing and served on the interested parties and made public at the time it is entered and served.

All public documents---such as orders, opinions, hearing transcripts, comments, initial and recommended decisions, and the like---relating to items on the agenda, may be examined in the Commission's File Room located in Room N-201, Second Floor, this Building.

The Commissioners seated on the bench are:

COMMISSIONER VICE CHAIRMAN CHAIRMAN COMMISSIONER COMMISSIONER Robert F. Powelson Andrew G. Place Gladys M. Brown John F. Coleman, Jr. David W. Sweet

THE TAKING OF PHOTOGRAPHS IS PERMITTED PROVIDED FLASH IS NOT USED.

The Next Public Meeting is Tentatively Scheduled for Thursday, May 4, 2017 at 10:00 A.M.

Minutes of the Meeting of Thursday, March 16, 2017 (JFC)

ANNOUNCEMENTS

THE NEXT PUBLIC MEETING OF THE PENNSYLVANIA PUBLIC UTILITY COMMISSION IS SCHEDULED FOR THURSDAY, MAY 4, 2017, AT 10:00 A.M. IN HEARING ROOM #1, SECOND FLOOR, COMMONWEALTH KEYSTONE BUILDING, 400 NORTH STREET. AN AGENDA FOR PUBLIC MEETING WILL BE MADE AVAILABLE TO ALL COMMISSIONERS AND INTERESTED PERSONS PRIOR TO THE PUBLIC MEETING.

ALSO, THE COMMISSION HELD AN EXECUTIVE SESSION ON WEDNESDAY, APRIL 19, 2017, AT 1:00 PM IN THE JR. EXECUTIVE CHAMBERS, THIRD FLOOR, COMMONWEALTH KEYSTONE BUILDING.

THE COMMISSION'S AGENDA WILL BE LIMITED TO:

- 1. DISCUSSING PERSONNEL MATTERS.
- 2. CONSULTING WITH ITS LEGAL OR TECHNICAL STAFF ABOUT ACTIONS WHICH THIS COMMISSION IS LITIGATING BEFORE OTHER ADMINISTRATIVE AGENCIES OR COURTS.
- 3. DISCUSSING CASES WHICH WILL BE COMMENCED OR ADJUDICATED BY COMMISSION ACTION.
- 4. REVIEWING LEGALLY PRIVILEGED OR CONFIDENTIAL MATTERS.
- 5. DISCUSSING COLLECTIVE BARGAINING ISSUES.
- 6. CONSIDERING THE PURCHASE OR LEASE OF REAL ESTATE.

AN AGENDA FOR THE EXECUTIVE SESSION WILL BE DISTRIBUTED TO ALL COMMISSIONERS IN ADVANCE OF THIS SESSION. THIS NOTICE IS PROVIDED IN ACCORDANCE WITH ACT 84 of 1986, KNOWN AS THE SUNSHINE ACT

MOTIONS AND STATEMENTS OF THE CHAIRMAN AND COMMISSIONERS WILL BE AVAILABLE ON THE COMMISSION'S WEBSITE AT WWW.PUC.PA.GOV AFTER PUBLIC MEETING.

PENNSYLVANIA PUBLIC UTILITY COMMISSION

FINAL AGENDA

April 20, 2017

BUREAU OF AUDITS

<u>AGENDA NO.</u>	DOCKET NO.	NAME AND SUBJECT
2547261-AUD	D-2016-2547261	PPL ELECTRIC UTILITIES CORPORATION

Vote 5-0.

Vote 5-0.

- Generation Supply Charge-1 for the 11 months ended 3/31/15 and

the 12 months ended 4/30/14.

RECOMMENDATION:

That the Commission release the Audit Report to the public.

2547262-AUD D-2016-2547262 PPL ELECTRIC UTILITIES CORPORATION

- Generation Supply Charge-2 for the 11 months ended 3/31/15 and

the 12 months ended 4/30/14.

RECOMMENDATION:

That the Commission release the Audit Report to the public.

OFFICE OF COMPETITIVE MARKET OVERSIGHT

AGENDA NO. DOCKET NO. 2577413-OCM L-2016-2577413

Vote 5-0.

NAME AND SUBJECT

RULEMAKING - STANDARDS FOR CHANGING CUSTOMER NATURAL GAS SUPPLIER

- On 12/22/16, the Commission adopted an Advanced Notice of Proposed Rulemaking to solicit comments about amending and adding to the provisions of 52 Pa. Code §§ 59.91 - 59.99 regarding standards for changing a customer's natural gas supplier (NGS). These regulations address the process for transferring a customer's account from a service of last resort (SOLR) provider to a competitive NGS, from one NGS to another NGS and from an NGS to SOLR service. The proposed regulatory changes are intended to accelerate this process while preserving safeguards to prevent the unauthorized switching of a customer's account, also known as "slamming." Comments were due and were filed on 2/21/17. With this Order, the Commission seeks additional comments on issues raised in comments filed on 2/21/17.

RECOMMENDATION:

OFFICE OF SPECIAL ASSISTANTS

AGENDA NO. DOCKET NO. 2253750-OSA

C-2011-2253750 C-2011-2253787

Statement by Chairman Brown. Vote 5-0 with Vice Chairman Place Concurring in Result Only.

NAME AND SUBJECT

CORE COMMUNICATIONS INC VS VERIZON PENNSYLVANIA LLC AND VERIZON NORTH LLC

- On 7/22/11, Core filed two Formal Complaints against Verizon alleging sudden cessation of payment for intercarrier compensation invoices that were issued by Core pursuant to the parties' interconnection agreements. On 7/11/13, ALJ Colwell's Initial Decision was issued. Exceptions were filed by both parties on 8/16/13. Replies to Exceptions were filed by both parties on 9/16/13. On 1/8/16, ALJ Colwell's Supplemental Initial Decision on Remand was issued. Exceptions on Remand were filed by both Parties on 1/28/16. Replies to Exceptions on Remand were filed by both parties on 2/8/16. By Opinion and Order entered 12/23/16, the Commission granted the each party's Exceptions, in part, and denied them, in part. On 1/9/17, Core filed a Petition for Reconsideration and Clarification. On 1/17/17, the Commission entered an Opinion and Order granting reconsideration pending further review of the merits. Also on 1/17/17, Verizon filed an Answer to the petition.

RECOMMENDATION:

That the Commission adopt the proposed Opinion and Order that grants Core's Petition, in part, and denies it, in part.

2469655-OSA C-2015-2469655

Postponed until the Public Meeting of May 4, 2017.

SUSAN KREIDER VS PECO ENERGY COMPANY

- Formal Complaint filed on 2/5/15, objecting to the installation of a smart meter at her residence. A hearing was held on 3/7/16. In an Initial Decision, issued 9/22/16, ALJs Heep and Pell dismissed the Complaint. Ms. Kreider filed Exceptions on 10/10/16. PECO filed Replies to Exceptions on 10/24/16.

RECOMMENDATION:

That the Commission adopt the proposed Opinion and Order which denies the Exceptions and adopts the Initial Decision.

2494044-OSA C-2015-2494044

Vote 4-1 with Commissioner Sweet Dissenting.

PUC - INVESTIGATION AND ENFORCEMENT VS LEWIS E ADLER

- Complaint filed on 7/21/15, alleging that Respondent failed to pay its assessment amount for Fiscal Year 2014-2015. I&E requested that the Respondent be ordered to pay \$76 (consisting of the outstanding assessment balance of \$26 and a civil penalty of \$50) and that the Respondent's Certificate of Public Convenience be revoked if it failed to pay the assessment and civil penalty. The Respondent did not file an Answer to the Complaint. On 1/11/16, I&E filed a Motion for Default Judgment, requesting that the Commission direct the Respondent to pay the outstanding assessment and civil penalty. No Answer to the Motion was filed. On 3/25/16, the Respondent's certificate was cancelled for failure to file evidence of insurance with the Commission.

RECOMMENDATION:

That the Commission adopt the proposed Opinion and Order, which grants the Motion, consistent with the discussion therein.

2512838-OSA C-2015-2512838

Postponed until the Public Meeting of May 4, 2017.

GEORGE MANDEVILLE VS PPL ELECTRIC UTILITIES CORPORATION

- Formal Complaint filed on 11/9/15, alleging incorrect charges on his bill and that PPL was threatening to shut off his service or had already shut off his service. On 12/2/16, PPL filed an Answer to the Complaint. The Complaint was assigned to the OALJ for hearings. On 7/17/16, the Initial Decision of ALJ Johnson was issued which sustained the Complaint, in part. Exceptions were filed by PPL on 7/21/16.

RECOMMENDATION:

That the Commission adopt the proposed Opinion and Order, which grants the Exceptions, in part, denies them, in part, and adopts the ALJ's Initial Decision, as modified.

2536806-OSA M-2016-2536806

Statement by Commissioner Sweet. Vote 5-0.

GREAT AMERICAN POWER LLC

- On 10/29/13, the Bureau of Investigation and Enforcement (I&E) instituted an informal investigation of Great American Power pertaining to allegations of electric generation supplier (EGS) marketing violations. Based on its investigation, I&E determined there was sufficient data to substantiate allegations of violations of the Commission's regulations pertaining to standards for changing EGSs, and was prepared to file a formal complaint against Great American. On 3/28/16, the parties submitted a Settlement Agreement and Statements in Support of the Settlement Agreement to resolve this matter. By Order entered 9/15/16, the Commission directed the filing of Supplemental Statements in Support of the Settlement Agreement. The parties filed a Joint Supplemental Statement in Support of the Settlement on 10/17/16. By Order entered 12/8/16, the Commission issued the Settlement Agreement for comments. No comments were filed.

RECOMMENDATION:

That the Commission adopt the proposed Opinion and Order.

2537594-OSA P-2016-2537594

Motion by Commissioner
Powelson.
Statement by Chairman Brown.
Vote 4-1 with Chairman Brown
Dissenting.

UGI PENN NATURAL GAS INC

- Petition filed on 3/31/16, requesting a waiver of Section 1358(a) of the Public Utility Code, 66 Pa. C.S. § 1358(a), for the purpose of increasing the Distribution System Improvement Charge (DSIC) cap from 5% to 10% of billed distribution revenues. An evidentiary hearing was held on 9/8/16. Main and Reply Briefs were filed by the parties. On 12/1/16, the Commission issued the Recommended Decision of ALJ Jones, who recommended that the petition be granted, in part. Exceptions and Reply Exceptions were filed on 1/4/17 and 1/11/17, respectively, by UGI-CPG, the OCA, the OSBA and the Commission's Bureau of Investigation and Enforcement.

RECOMMENDATION:

The Office of Special Assistants recommends that the Commission adopt the proposed Opinion and Order.

2537609-OSA P-2016-2537609

Motion by Commissioner
Powelson.
Statement by Chairman Brown.
Vote 4-1 with Chairman Brown
Dissenting.

UGI CENTRAL PENN GAS INC

- Petition filed on 3/31/16, requesting a waiver of Section 1358(a) of the Public Utility Code, 66 Pa. C.S. § 1358(a), for the purpose of increasing the Distribution System Improvement Charge (DSIC) cap from 5% to 10% of billed distribution revenues. An evidentiary hearing was held on 9/8/16. Main and Reply Briefs were filed by the parties. On 12/5/16, the Commission issued the Recommended Decision of ALJ Jones, who recommended that the petition be granted, in part. Exceptions were filed on 1/4/17, by UGI-CPG, the OCA, the OSBA, the Commission's Bureau of Investigation and Enforcement and the Central Penn Large Users Group (CPGLUG). Replies to Exceptions were filed by all the parties that filed Exceptions, except CPGLUG.

RECOMMENDATION:

That the Commission adopt a proposed Opinion and Order.

2540404-OSA C-2016-2540404

Vote 5-0.

PUC - INVESTIGATION AND ENFORCEMENT VS SAFDER ZAMAN & HAIDRI WAHEED T/A AMERICAN CAB COMPANY

- Complaint filed on 4/18/16, alleging that Respondent violated Section 510(b) of the Public Utility Code, 66 Pa. C.S. § 510(b), by failing to file assessment reports for the 2013, 2014 and 2015 calendar years. I&E requested that the Respondent be ordered to pay a \$3,000 civil penalty and that the Respondent's Certificate of Public Convenience be revoked if it failed to pay the civil penalty. The Respondent did not file an Answer to the Complaint. On 5/18/16, I&E filed a Motion for Default Judgment, requesting that the Commission enter a default Order against Respondent that, inter alia, directs the Respondent to pay the \$3,000 civil penalty within 30 days of the Commission's Order, and that if the outstanding civil penalty is not paid, the Bureau of Technical Utility Services be directed to cancel the Respondent's certificate.

RECOMMENDATION:

That the Commission adopt the proposed Opinion and Order which grants the Motion for Default Judgment.

BUREAU OF TECHNICAL UTILITY SERVICES

<u>AGENDA NO.</u> <u>DOCKET NO.</u> <u>NAME ANI</u> 2580585-TUS P-2016-2580585 WARWICK

P-2016-2580585 A-00117316

Verbal Statement by Commissioner Sweet.

Verbal Statement by Vice Chairman Place.

Vote 5-0.

2582768-TUS A-2017-2582768

Vote 5-0.

NAME AND SUBJECT

WARWICK COMMUNITY AMBULANCE ASSOCIATION EMS

- Petition filed 12/14/16, requesting a waiver from 52 Pa. Code § 29.503 relating to age requirements.

RECOMMENDATION:

That the Commission grant the petition.

TELEVERGENCE SOLUTIONS INC

- Application filed on 12/28/16, seeking Commission approval for the discontinuance and abandonment of Interexchange Carrier Reseller services to the public within PA. No protests were filed and no hearings were held.

RECOMMENDATION:

That the Commission adopt the proposed Order.

2584781-TUS M-2017-2584781

ELECTRIC GENERATION SUPPLIER (EGS) LICENSE CANCELLATIONS

Vote 5-0.

- EGS license cancellations of companies with an expired financial security or insufficient financial security amount.

RECOMMENDATION:

That the Commission adopt the proposed Tentative Order.

2585765-TUS A-2017-2585765

ENERGY PARADIGM LLC

Vote 5-0.

- Application filed on 1/26/17, for approval for a license to offer, render, furnish or supply electricity or electric generation services as a broker/marketer to small commercial, large commercial and industrial customers in all of the electric distribution company service territories throughout PA.

RECOMMENDATION:

That the Commission adopt the proposed Order.

2587663-TUS A-2017-2587663

NORTHEAST ENERGY ADVISORS LLC

Vote 5-0.

- Application filed on 2/8/17, for approval to offer, render, furnish, or supply natural gas services as a broker/marketer to small commercial, large commercial, industrial and governmental customers in the natural gas distribution company service territories of Columbia Gas, NFGD Corp., PECO, Peoples Natural Gas, Peoples Natural Gas - Equitable Division, Peoples TWP, PGW, UGI Central Penn Gas, UGI Penn Natural Gas, UGI, and Valley Energy, within PA.

RECOMMENDATION:

S-2017-2591197 2591197-TUS

THE COLUMBIA WATER COMPANY

Vote 5-0.

- Securities certificate filed on 2/28/17, for the issuance of a term loan in the amount of \$1,635,000. No protests were filed and no hearings were held. Columbia voluntarily extended the consideration period to 4/21/17.

RECOMMENDATION:

That the Commission register the securities certificate consistent with the proposed Order.

2591319-TUS S-2017-2591319

THE COLUMBIA WATER COMPANY

Vote 5-0.

- Securities certificate filed on 2/28/17, for the issuance of a term loan in the amount of \$220,000. No protests were filed and no hearings were held. Columbia voluntarily extended the consideration period to 4/21/17.

RECOMMENDATION:

That the Commission register the securities certificate consistent with the proposed Order.

2591324-TUS S-2017-2591324

THE COLUMBIA WATER COMPANY

Vote 5-0.

- Securities certificate filed on 2/28/17, for the issuance of a term loan in the amount of \$233,000. No protests were filed and no hearings were held. Columbia voluntarily extended the consideration period to 4/21/17.

RECOMMENDATION:

That the Commission register the securities certificate consistent with the proposed Order.

2591331-TUS S-2017-2591331

THE COLUMBIA WATER COMPANY

Vote 5-0.

- Securities certificate filed 2/28/17, for the issuance of a term loan in the amount of \$490,000. No protests were filed and no hearings were held. Columbia voluntarily extended the consideration period to 4/21/17.

RECOMMENDATION:

That the Commission register the securities certificate consistent with the proposed Order.

S-2017-2591338 2591338-TUS

Vote 5-0.

THE COLUMBIA WATER COMPANY

- Securities certificate filed 2/28/17, for the issuance of a term loan in the amount of \$950,000. No protests were filed and no hearings were held. Columbia voluntarily extended the consideration period to 4/21/17.

RECOMMENDATION:

That the Commission register the securities certificate consistent with the proposed Order.

2592217-TUS A-2017-2592217

Vote 5-0.

MOUNTAIN COMMUNICATIONS LLC D/B/A PROCOM

- Application filed 3/3/17, seeking Commission approval for the discontinuance and abandonment of Interexchange Carrier Reseller (IXC-R) and Competitive Local Exchange Carrier (CLEC) services to the public within PA. No protests were filed and no hearings were held.

RECOMMENDATION:

That the Commission adopt the proposed Order.

A-2017-2593475 2593475-TUS

Vote 5-0.

DUQUESNE LIGHT COMPANY

- Letter of Notification filed on 3/13/17, for approval to reconfigure two existing 138 kV transmission lines located in the Boroughs of West Mifflin, Dravosburg, and Jefferson Hills, and the City of Clairton, Allegheny County, PA. No protests were filed and no hearings were held.

RECOMMENDATION:

That the Commission adopt the proposed Order.

2593812-TUS R-2017-2593812

PEOPLES TWP LLC

Vote 5-0.

- Tariff Supplement No. 38 to Tariff Gas PA. P.U.C. No. 8 filed on 3/16/17, to be effective 5/15/17, proposing updates to the company's tariff to comply with the changes to 49 CFR Part 192 mandated by the Pipeline and Hazardous Materials Safety Administration's Final Rule issued on 10/14/16, and to become effective on 4/14/17. This filing requires that excess flow valves be installed at the customer's request.

RECOMMENDATION:

2595591-TUS A-2017-2595591

Vote 5-0.

NATIONAL ENERGY COST SERVICES INC

- Application filed on 3/28/17, for approval for a license to offer, render, furnish or supply electricity or electric generation services as a broker/marketer to small commercial, large commercial, and industrial customers in all of the electric distribution company service territories throughout PA.

RECOMMENDATION:

LAW BUREAU

AGENDA NO. DOCKET NO. 2500632-LAW L-2015-2500632

NAME AND SUBJECT

Vote 5-0.

RULEMAKING RE ELECTRIC SAFETY REGULATIONS

- On 11/19/16, the Commission adopted and entered a Proposed Rulemaking Order titled "Rulemaking Re Electric Safety Regulations, 52 Pa. Code Chapter 57. The rulemaking proposed to add a definition for "EDC" (electric distribution company) and to modify the definition of "service terminal" and replace that term with the new term "service point/point of delivery" in 52 Pa. Code § 57.1, and also add electric safety standards at 52 Pa. Code § 57.28. The Proposed Rulemaking Order sought comments from all interested parties on the proposed regulations. The Commission has reviewed the comments filed to the Proposed Rulemaking Order and issues this Final Rulemaking Order.

RECOMMENDATION:

That the Commission adopts the proposed Order.

2517831-LAW M-2016-2517831

CERTIFICATION OF DISTRIBUTED ANTENNAE SYSTEM PROVIDERS

Vote 5-0.

- By Order entered 2/23/16, the Commission initiated a formal investigatory proceeding to examine issues surrounding the certification of providers and operators of distributed antennae systems (DAS) networks as public utilities in PA. Comments and replies were filed. Commission reviewed the comments and reply comments, and all information provided therein. By Order entered 3/17/17, the Commission concluded that operators of DAS networks are not public utilities under the Public Utility Code and, therefore, are not subject to Commission jurisdiction and are not entitled to a certificate of public convenience issued by the Commission. On 4/3/17, ExteNet Systems, Inc. and Crown Castle both filed separate Petitions for Reconsideration of the 3/17/17 Order. Due to the fact that the 30-day period to act on the Petitions for Reconsideration is 4/16/17, via a Final Order we granted petitions pending review of, and consideration on, the merits, which was adopted by notational vote on 4/10/17 and was served same day.

RECOMMENDATION:

That the action be recorded and entered in the minutes of this Public Meeting.

2578704-LAW P-2016-2578704 (PP from 04/06/2017)

FULL SERVICE NETWORK LP

Vote 5-0.

- On 12/6/16, FSN filed a petition requesting an order to extend the currently effective waiver of Chapter 64 regulations as applied to prepaid landline service.

RECOMMENDATION:

OFFICE OF ADMINISTRATIVE LAW JUDGE

AGENDA NO.	DOCKET NO.
2514773-ALJ	C-2015-2514773

NAME AND SUBJECT

Vote 5-0.

PUC - INVESTIGATION AND ENFORCEMENT VS PECO ENERGY COMPANY

- Complaint filed on 11/25/15, concerning a natural gas explosion that occurred on 8/7/13, at Rosemont College, resulting in 2 injuries. PECO filed its Answer and New Matter on 1/8/16. On 3/20/17, a Joint Petition for Settlement was filed.

COMMISSION REVIEW:

That the Commission adopt ALJ Salapa's Recommended Decision approving the settlement.

2540046-ALJ

P-2016-2540046 P-2016-2540046 **DUQUESNE LIGHT COMPANY**

Vote 5-0.

- Duquesne Light filed two separate petitions: one, on 4/15/16 which seeks to accelerate the repair, improvement and replacement of aging infrastructure beginning 1/1/17; and one on 5/26/16 which seeks approval of a Distribution System Improvement Charge (DSIC). A hearing was held on 1/24/17, and a Joint Settlement Petition was filed on 3/1/17, signed by Duquesne Light, the Bureau of Investigation and Enforcement and OCA. OSBA and Community Action Association of PA did not object. The record closed on 3/3/17.

COMMISSION REVIEW:

That the Commission adopt ALJ Dunderdale's Recommended Decision granting Duquesne Light's request to approve a Long-Term Infrastructure Improvement Plan and a Distribution System Improvement Charge as outlined in the settlement.

PENNSYLVANIA PUBLIC UTILITY COMMISSION

Carry-In Agenda April 20, 2017

OFFICE OF SPECIAL ASSISTANTS

AGENDA NO.	DOCKET NO.
2554150-OSA	R-2016-2554150
	C-2016-2556342
Vote 5-0.	C-2016-2556376
	C-2016-2557459

NAME AND SUBJECT

CITY OF DUBOIS - BUREAU OF WATER

- Supplement No. 22 to Tariff Water Pa. P.U.C. No. 4 filed on 6/30/16, proposing an annual increase in base rate revenues of \$257,604 (subsequently revised to \$229, 551), to become effective 8/29/16. On 1/13/17, the Commission issued ALJ Hover's Recommended Decision which recommended that DuBois be authorized to file tariffs to produce an annual revenue increase of \$97,534. On 2/2/17, DuBois, I&E, the OCA, the OSBA and Sandy Township filed Exceptions. On 2/13/17, DuBois, I&E and the OCA filed Replies to Exceptions. On 2/15/17, I&E and the OCA filed Motions to Strike Portions of the Exceptions filed by DuBois. On 3/28/17, the Commission issued an Opinion and Order addressing the Exceptions and Motions to Strike filed by the parties. On 4/12/17, DuBois filed a Petition for Reconsideration and Clarification and the OSBA filed a Petition for Reconsideration of the 3/28/17 Opinion and Order.

RECOMMENDATION:

That the Commission adopt the proposed Opinion and Order granting the petitions, pending further review of, and consideration on, the merits.

Verbal Statement by Commissioner Coleman on Pennsylvania One Call System Safe Digging Month of April 2017.