ATTORNEYS AT LAW

Barry A. Naum Direct Dial (717) 795-2742 bnaum@spilmanlaw.com

June 15, 2016

**VIA ELECTRONIC FILING** 

Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission Commonwealth Keystone Building 400 North Street, 2<sup>nd</sup> Floor Harrisburg, PA 17120

Re: Pennsylvania Public Utility Commission v. West Penn Power Company;

Docket No. R-2016-2537359

Dear Secretary Chiavetta:

Please find enclosed for filing with the Pennsylvania Public Utility Commission ("PUC" or "Commission") the Prehearing Conference Memorandum of Wal-Mart Stores East, LP and Sam's East, Inc. (collectively, "Walmart"), in the above-referenced matters.

This document was filed electronically with the Commission on this date. All parties are being served a copy of this document in accordance with the enclosed Certificate of Service.

Please contact me if you have any questions concerning this filing.

Sincerely,

SPILMAN THOMAS & BATTLE, PLLC

By

Derrick Price Williamson

Barry A. Naum

BAN/sds Enclosures

c: Administrative Law Judge Mary D. Long (via E-mail and First-Class Mail)
Certificate of Service

## BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission

Docket No. R-2016-2537359

West Penn Power Company

v.

#### CERTIFICATE OF SERVICE

I hereby certify that I have this day served a true copy of the foregoing document upon the following parties to this proceeding in accordance with the requirements of 52 Pa. Code § 1.54 (relating to service by participant).

### VIA E-MAIL & FIRST-CLASS MAIL

Tori L. Giesler, Esquire FirstEnergy Service Company 2800 Pottsville Pike Reading, PA 19612 tgiesler@firstenergycorp.com

Thomas P. Gadsen, Esquire
Anthony C. DeCusatis, Esquire
Catherine G. Vasudevan, Esquire
Brooke E. McGlinn, Esquire
Morgan, Lewis & Bockius LLP
1701 Market Street
Philadelphia, PA 19103
thomas.gadsden@morganlewis.com
anthony.decusatis@morganlewis.com
catherine.vasudevan@morganlewis.com
brooke.mcglinn@morganlewis.com

Allison C. Kaster, Esquire
Gina L. Lauffer, Esquire
Bureau of Investigation & Enforcement
Pennsylvania Public Utility Commission
400 North Street, 2<sup>nd</sup> Floor
P.O. Box 3265
Harrisburg, PA 17105-3265
akaster@pa.gov
ginlauffer@pa.gov

Darryl Lawrence, Esquire
Lauren M. Burge, Esquire
David T. Evrard, Esquire
Candis A. Tunilo, Esquire
Office of Consumer Advocate
5<sup>th</sup> Floor, Forum Place
555 Walnut Street
Harrisburg, PA 17101
dlawrence@paoca.org
lburge@paoca.org
devrard@paoca.org
ctunilo@paoca.org

Certificate of Service Docket No. R-2016-2537359 Page 2

Daniel Asmus, Esquire
Office of Small Business Advocate
Commerce Building, Suite 1102
300 North Second Street
Harrisburg, PA 17101
dasmus@pa.gov

Joseph Otis Minott, Esquire Ernest Logan Welde, Esquire Clean Air Council 135 S. 19<sup>th</sup> Street Suite 300 Philadelphia, PA 19103 joe\_minott@cleanair.org lwelde@cleanair.org

Scott J. Rubin, Esquire Law Office of Scott J. Rubin 333 Oak Lane Bloomsburg, PA 17815-2036 scott.j.rubin@gmail.com Susan E. Bruce, Esquire
Charis Mincavage, Esquire
Vasiliki Karandrikas, Esquire
Kenneth Stark, Esquire
Alessandra L. Hylander, Esquire
McNees Wallace & Nurick LLC
100 Pine Street
P.O. Box 1166
Harrisburg, PA 17108-1166
sbruce@mcneeslaw.com
cmincavage@mcneeslaw.com
vkarandrikas@mcneeslaw.com
kstark@mcneeslaw.com
ahylander@mcneeslaw.com

Joline Price, Esquire
Elizabeth R. Marx, Esquire
Patrick M. Cicero, Esquire
Pennsylvania Utility Law Project
118 Locust Street
Harrisburg, PA 17101
pulp@palegalaid.net

George Jugovic, Jr.
Citizens for Pennsylvania's Future
200 First Avenue, Suite 200
Pittsburgh, PA 15222
jugovic@pennfuture.org

### **VIA FIRST-CLASS MAIL**

Jeanette Lippy 3672 Centennial Road Hanover, PA 17331

Kenneth Springirth 4720 Cliff Drive Erie, PA 16511 Janine & Jeff Ribblett 240 Churchill Street Johnstown, PA 15904

Richard Collins, Engineer 440 Monmouth Drive Cranberry Township, PA 16066-5756 Certificate of Service Docket No. R-2016-2537359 Page 3

Robert Redinger, Jr. 1881 Painters Run Road Pittsburgh, PA 15241 George W. Kerr, Borough Council President Worthington Borough Street Lights P.O. Box 66 Worthington, PA 16262

Barry A. Naum

Dated: June 15, 2016

## BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission

:

v.

Docket No. R-2016-2537359

West Penn Power Company

# PREHEARING CONFERENCE MEMORANDUM OF WAL-MART STORES EAST, LP AND SAM'S EAST, INC.

Pursuant to the Prehearing Conference Order issued on June 9, 2016, by Administrative Law Judge ("ALJ") Mary D. Long, Wal-Mart Stores East, LP and Sam's East, Inc. (collectively, "Walmart"), hereby submit this Prehearing Memorandum in the above-captioned proceeding.

#### I. HISTORY OF THE PROCEEDING

On April 28, 2016, West Penn Power Company ("West Penn" or "Company"), filed with the Pennsylvania Public Utility Commission ("PUC" or "Commission") Supplement No. 10 to West Penn's Tariff Electric – Pa. P.U.C. No. 38 and Supplement No. 15 to the Company's Tariff Electric Pa. P.U.C. No. 40 (collectively, the "Filing"), representing a request for a general increase in the Company's electric distribution rates of approximately \$98.2 million, or 5.51% above current rates. On June 15, 2016, Walmart filed a Petition to Intervene to participate in this proceeding. A description of Walmart is set forth in its Petition to Intervene.

#### II. REPRESENTATION AND SERVICE CONTACT

Walmart is represented by counsel with contact information as follows:

Derrick Price Williamson

Barry A. Naum

SPILMAN THOMAS & BATTLE, PLLC

1100 Bent Creek Boulevard, Suite 101

Mechanicsburg, PA 17050

Phone: (717) 795-2742

Fax: (717) 795-2743

dwilliamson@spilmanlaw.com

bnaum@spilmanlaw.com

#### III. ANTICIPATED ISSUES

Walmart is still evaluating West Penn's Filing and anticipates being informed by the record created in this case. At this preliminary stage, however, Walmart plans to pay careful attention to the proposed overall revenue increase, the allocation of costs among the various rate schedules, and West Penn's proposed overall Return on Equity of 10.9%. Walmart anticipates

pursuing these issues during this proceeding and reserves the right to raise further issues and to

respond to all matters raised by other parties.

#### IV. PROPOSED WITNESSES AND EVIDENCE

Walmart is still in the process of evaluating whether it will sponsor testimony in this proceeding. In the event Walmart decides to sponsor testimony, Walmart will likely submit testimony from Steve W. Chriss, Senior Manager, Energy Regulatory Analysis, and will promptly inform the parties and the ALJ if this changes. Regardless, Walmart reserves the right to participate in this proceeding and adduce evidence through the submission of discovery, cross-examination of other parties' witnesses, and the submission of briefs, exceptions, and reply exceptions, if necessary.

#### V. PROPOSED SCHEDULE AND DISCOVERY RULES

Walmart will cooperate with the ALJ and the parties to formulate a reasonable procedural schedule and discovery rules in accordance with the Commission's regulations and ALJ directives.

#### VI. SETTLEMENT

Walmart is willing to participate in settlement discussions so as to narrow or resolve issues in dispute among the parties.

Respectfully submitted,

By

Derrick Price Williamson (Pa. I.D. No. 69274)

Barry A. Naum (Pa. I.D. No. 204869)

SPILMAN THOMAS & BATTLE, PLLC

1100 Bent Creek Boulevard, Suite 101

Mechanicsburg, PA 17050

Phone: (717) 795-2742 Fax: (717) 795-2743

dwilliamson@spilmanlaw.com

bnaum@spilmanlaw.com

Counsel to Wal-Mart Stores East, LP and Sam's East, Inc.

Dated: June 15, 2016