BOEHM, KURTZ & LOWRY

ATTORNEYS AT LAW 36 EAST SEVENTH STREET SUITE 1510 CINCINNATI, OHIO 45202 TELEPHONE (513) 421-2255

TELECOPIER (513) 421-2764

VIA ELECTRONIC FILING

August 1, 2016

Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission Commonwealth Keystone Building 400 North Street Harrisburg, PA 17105-3265

Re: Pennsylvania Public Utility Commission v. West Penn Power Company; Docket No. R-2016-2537359, et. al.

Dear Secretary Chiavetta:

Please find enclosed the PREHEARING MEMORANDUM OF AK STEEL CORPORATION for filing in the above-captioned proceeding.

By copy of this letter, all parties listed on the Certificate of Service have been served.

Respectfully submitted,

David F. Boehm, Esq. (PA Attorney I.D. # 72752)

BOEHM, KURTZ & LOWRY

COUNSEL FOR AK STEEL CORPORATION

DFBkew Enclosure

cc: Certificate of Service

ALJ Mary D. Long

Pa. Public Utility Commission

P.O. Box 3265

Harrisburg, PA 17105

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission, et al. : R-2016-2537349, et al.

I.

Metropolitan Edison Company

Pennsylvania Public Utility Commission, et al. : R-2016-2537352, et al.

Pennsylvania Electric Company :

Pennsylvania Public Utility Commission, et al. : R-2016-2537355, et al.

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Pennsylvania Power Company

Pennsylvania Public Utility Commission, et al. : R-2016-2537359, et al.

V.

West Penn Power Company :

PREHEARING MEMORANDUM OF THE AK STEEL CORPORATION

Since AK Steel's application to intervene was submitted and granted only after the June 16, 2016 deadline set by Administrative Law Judge ("ALJ") Mary D. Long for the filing of Prehearing Memoranda pursuant to her June 9, 2016 Prehearing Order, AK Steel only now submits the required Prehearing Memorandum in satisfaction of that order for filing in the above-captioned proceedings.

I. HISTORY OF THE PROCEEDING

On April 28, 2016, West Penn Power Company ("West Penn" or "Company") filed with the Pennsylvania Public Utility Commission ("Commission" or "PUC") Supplement No. 10 to West Penn's Tariff Electric – Pa. PUC No. 38, and Supplement No. 15 to the West Penn's Tariff Electric Pa. P.U.C. No. 40, proposing an annual increase in rates of \$98.2 million to become effective on June 27, 2016. The Commission suspended the filings further until January 27, 2017. AK Steel is a customer of West Penn served pursuant to Rate Schedule 46. The increase to Rate 46 customers calculated as an increase in West Penn's distribution charges is approximately 36.16%.

II. **SERVICE LIST**

For purposes of service in the above-captioned proceeding, please direct all communications to:

David F. Boehm, Esq. (PA Attorney I.D. # 72752)

BOEHM, KURTZ & LOWRY

36 East Seventh Street, Suite 1510

Cincinnati, Ohio 45202

Ph: (513) 421-2255 Fax: (513) 421.2764

Email: dboehm@BKLlawfirm.com

III. ANTICIPATED ISSUES AND SUB ISSUES:

AK Steel has already filed its testimony in this case and has addressed issues concerning the class cost of

service study (CCOSS), revenue allocation among the rate classes and rate design. AK Steel anticipates

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

to all matters raised by other parties.

IV. PROPOSED WITNESSES

AK Steel has sponsored testimony regarding the aforementioned issues by the following witness:

Richard A. Baudino

J. Kennedy & Associates

570 Colonial Park Drive, Suite 305

Roswell, GA 30075

Ph: (770) 992-2027 Fax: (770) 992-0806

rbaudino@jkenn.com

AK Steel reserves the right to modify or supplement this witness list during the course of this

proceeding. In the event that AK Steel decides to modify or supplement the witness list, it will inform the

parties and the ALJ as soon as possible of the intended witnesses. AK Steel also intends to participate in this

proceeding 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

AK Steel accepts the discovery and litigation schedule ordered by the ALJ in this case.

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VI. POSSIBILITY OF SETTLEMENT

AK Steel was an active participant in the negotiations that lead to the settlement of the previous West Penn rate case and welcomes the opportunity to participate in the negotiations of a settlement in this case.

Respectfully submitted,

David F. Boehm, Esq. (PA Attorney I.D. #72752)

BOEHM, KURTZ & LOWRY 36 East Seventh Street, Suite 1510

Cincinnati, Ohio 45202

Ph: 513.421.2255 Fax: 513.421.2764 e-mail: <u>dboehm@BKLlawfirm.com</u>

August 2, 2016

COUNSEL FOR AK STEEL CORPORATION

CERTIFICATE OF SERVICE

I hereby certify that on this 2nd day of August, 2016 I served a true copy of the PREHEARING MEMORANDUM OF AK STEEL CORPORATION on the following persons listed on the attached Certificate of Service in the matter specified in accordance with the requirements of 52 Pa. Code §1.54.

David F. Boehm, Esq. (PA Attorney I.D. # 72752)
COUNSEL FOR AK STEEL CORPORATION

TORI L GIESLER ESQUIRE
FIRSTENERGY
2800 POTTSVILLE PIKE, P0 BOX 16001
READING PA 19612-6001
Accepts E-service
Representing Metropolitan Edison
Company, Pennsylvania Electric
Company, Pennsylvania Power
Company, and West Penn Power Company

THOMAS P GADSDEN ESQUIRE
ANTHONY C DECUSATIS ESQUIRE
CATHERINE G VASUDEVAN ESQUIRE
BROOKE E MCGLINN ESQUIRE
MORGAN LEWIS & BOCKIUS LLP
1701 MARKET STREET
PHILADELPHIA PA 19103-2921
Accepts E-service
Representing Metropolitan Edison Company,
Pennsylvania Electric Company, Pennsylvania
Power Company, and West Penn Power Company

DARRYL A LAWRENCE ESQUIRE*
LAUREN M BURGE ESQUIRE
DAVID T EVRARD ESQUIRE
CANDIS A TUNILO ESQUIRE
5TH FLOOR FORUM PLACE
555 WALNUT STREET
HARRISBURG PA 17101-1923
Accepts E-service
Representing Office of Consumer Advocate

DANIEL GASMUS ESQUIRE 300 NORTH SECOND STREET, SUITE 202 HARRISBURG PA 17101 Representing Office of Small Business Advocate

ALLISON C KASTER RATE ESQUIRE
GINA L LAUFFER ESQUIRE
SECOND FLOOR WEST
400 NORTH STREET
HARRISBURG PA 17120
Accepts E-service
Representing PUC Bureau of investigation and
Enforcement

JOSEPH OTIS MINOTT ESQUIRE LOGAN WELDE ESQUIRE CLEAN AIR COUNCIL 135 S 19TH STREET, SUITE 300 PHILADELPHIA PA 19103 Accepts E-service Representing Clean Air Council, Intervenor SCOTT J RUBIN ESQUIRE
LAW OFFICE OF SCOTT J RUBIN
333 OAK LANE
BLOOMSBURG PA 178 15-2036
Accepts E-service
Intervenor Pennsylvania Electric Company
Representing International Brotherhood
of Electrical Workers, Local 459

JOLINE PRICE ESQUIRE
PENNSYLVANIA UTILITY LAW PROJECT
118 LOCUST STREET
HARRISBURG PA 17101
Accepts E-service
Representing CA USE-PA

SUSAN E BRUCE ESQUIRE
MCNEES WALLACE & NURICK LLC
100 PINE STREET, P0 BOX 1166
HARRISBURG PA 17108-1166
Accepts E-service
Representing West Penn Power
Industrial Intervenors

GEORGE JUGOVIC JR ESQUIRE
ROBERT ALTENBURG ESQUIRE
CITIZENS FOR PENNSYLVANIA'S FUTURE
200 FIRST AVENUE, SUITE 200
PITTSBURGH PA 15222
Accepts E-service
Representing Citizens for Pennsylvania's Future

CHARIS MINCAVAGE ESQUIRE
VASILIKI KARANDRIKAS ESQUIRE
KENNETH STARK ESQUIRE
ALESSANDRA L. HYLANDER
MCNEES WALLACE & NURICK
100 PINE STREET, P0 BOX 1166
HARRISBURG PA 17108
Accepts E-service
Representing Met-Ed Industrial Users
Group and Peneec Industrial Users Group

BARRY A NAUM ESQUIRE
DERRICK PRICE WILLIAMSON ESQUIRE
SPILMAN THOMAS & BATTLE PLLC 1100 BENT CREEK BOULEVARD
SUITE 101
MECHECANICS PA 17050
Accepts E-service
Representing Wal-Mart Stores East,
LLP and Sam's East, Inc.

GEORGE W KERR BOROUGH

COUNCIL PRESIDENT
WORTHINGTON BOROUGH STREET
LIGHTS
P0 BOX 66, STREET LIGHT STREET
WORTHINGTON PA 16262
Representing Worthington Borough Street Lights

JANINE AND JEFF RIBBLETT 240 CHURCHILL STREET JOHNSTOWN PA 15904

ROBERT REDINGER 1881 PAINTERS RUN RD PITTSBURGH PA 15241

JEANETTE LIPPY 3672 CENTENNIAL ROAD HANOVER PA 17331

DENNIS P MILLER 1446 RT 143 PC BOX 24 LENHARTSVILLE PA 19534

KENNETH C SPRINGIRTH 4720 CLIFF DRIVE ERIE PA 16511

LARRY E COLE 74 E LAUREL STREET MONROETON PA 18832

JOHN S MCDOWELL 51 WASSER ROAD GREENVILLE PA 16125 JR KENNETH L HALL 115 GROUSE LANE MOSHANNON PA 16859

ERIC L HETRICK 143 WATERLOO STREET FRIEDENS PA 15541

ROBERT MOORE 316 BRAZIL LANE JOHNSTOWN PA 15909

REBECCA A STILES 372 EAST JACKSON STREET JOHNSTOWN PA 15909

RICHARD COLLINS ENGINEER 440 MONMOUTH DRIVE CRANBERRY TOWNSHIP PA 16066-