



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

Anthony D. Kanagy

akanagy@postschell.com
717-612-6034 Direct
717-731-1985 Direct Fax
File #: 163980

October 14, 2016

VIA ELECTRONIC FILING

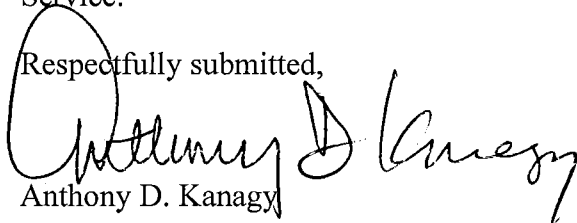
Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street, 2nd Floor North
P.O. Box 3265
Harrisburg, PA 17105-3265

**Re: Petition of Duquesne Light Company for Approval of a Distribution System
Improvement Charge - Docket No. P-2016-2540046**

Dear Secretary Chiavetta:

Enclosed please find the Prehearing Conference Memorandum of Duquesne Light Company in the above-referenced proceeding. Copies will be provided as indicated on the Certificate of Service.

Respectfully submitted,



Anthony D. Kanagy

ADK/skr
Enclosure

cc: Certificate of Service
Honorable Katrina L. Dunderdale

CERTIFICATE OF SERVICE

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

VIA E-MAIL AND FIRST CLASS MAIL

Gina L. Lauffer, Esquire
Bureau of Investigation & Enforcement
Commonwealth Keystone Building
400 North Street, 2nd Floor West
PO Box 3265
Harrisburg, PA 17105-3265

Erin L. Gannon, Esquire
Darryl Lawrence, Esquire
Office of Consumer Advocate
555 Walnut Street
Forum Place, 5th Floor
Harrisburg, PA 17101-1923

Sharon E. Webb, Esquire
Office of Small Business Advocate
300 North Second Street, Suite 1102
Harrisburg, PA 17101

Theodore S. Robinson, Esquire
Citizen Power Inc.
2121 Murray Avenue
Pittsburgh, PA 15217
Counsel for Citizen Power

Scott J. Rubin, Esquire
Public Utility Consulting
333 Oak Lane
Bloomsburg, PA 17815
*Counsel for International Brotherhood
Of Electrical Workers, Local 29*

Derrick P. Williamson, Esquire
Barry A. Naum, Esquire
Spilman Thomas & Battle
1100 Bent Creek Boulevard, Suite 101
Mechanicsburg, PA 17050
Counsel for United States Steel Corporation

Pamela C. Polacek, Esquire
Teresa K. Schmittberger, Esquire
McNees Wallace & Nurick LLC
100 Pine Street
PO Box 1166
Harrisburg, PA 17108-1166
Counsel for Duquesne Industrial Intervenors

Todd S. Stewart, Esquire
Hawke McKeon & Sniscak LLP
100 N. 10th Street
Harrisburg, PA 17101
Counsel for Interstate Gas Supply, Inc.

Patrick M. Cicero, Esquire
Pennsylvania Utility Law Project
118 Locust Street
Harrisburg, PA 17101
*Counsel for Coalition for Affordable Utility
Services and Energy Efficiency in PA*

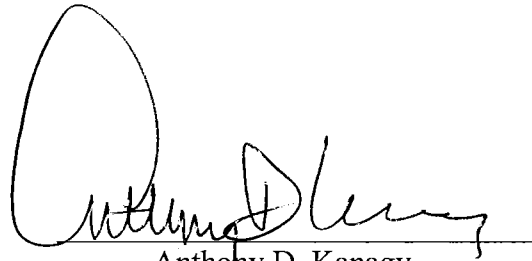
Joseph L. Vullo, Esquire
Burke Vullo Reilly Roberts
1460 Wyoming Avenue
Forty Fort, PA 18704
*Counsel for Community Action Association
of PA*

David P. Zambito, Esquire
Cozen O'Connor
17 North Second Street, Suite 1410
Harrisburg, PA 17101
Counsel for NRG Companies

George Jugovic Jr., Esquire
Citizens for Pennsylvania's Future
200 First Avenue, Suite 200
Pittsburgh, PA 15222
*Counsel for Citizens for Pennsylvania's
Future*

John F. Povilaitis, Esquire
Alan Michael Seltzer, Esquire
Buchanan Ingersoll & Rooney PC
409 N. Second Street, Suite 500
Harrisburg, PA 17101-1357
*Counsel for Beaver Falls Municipal
Authority*

Date: October 14, 2016



Anthony D. Kanagy

**BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

Petition of Duquesne Light Company for :
Approval of a Distribution System : Docket No. P-2016-2540046
Improvement Charge :

**PREHEARING CONFERENCE MEMORANDUM
OF DUQUESNE LIGHT COMPANY**

TO ADMINISTRATIVE LAW JUDGE KATRINA L. DUNDERDALE:

I. INTRODUCTION

Duquesne Light Company (“Duquesne Light” or the “Company”) hereby submits this Prehearing Conference Memorandum pursuant to the Prehearing Conference Order issued by the Honorable Administrative Law Judge Katrina L. Dunderdale (the “ALJ”) on October 6, 2016 in the above-referenced proceeding.

On April 15, 2016, Duquesne Light filed its Long-Term Infrastructure Improvement Plan (“LTIIP”) with the Pennsylvania Public Utility Commission (“Commission”). Therein, the Company explained its proposal for accelerating the repair, improvement and replacement of aging infrastructure for the six-year period beginning January 1, 2017 through December 31, 2022.

On May 5, 2016, the Office of Small Business Advocate (“OSBA”) filed a Notice of Appearance.

On May 9, 2016, the Bureau of Investigation and Enforcement (“I&E”) filed a Notice of Appearance.

On May 13, 2016, I&E and the Office of Consumer Advocate (“OCA”) filed Comments in response to the LTIP.

On May 16, 2016, Citizen Power filed Comments in response to the LTIP.

On May 26, 2016, Duquesne Light filed its Petition for Approval of a Distribution System Improvement Charge (“DSIC”) at the above-captioned docket. Duquesne Light also included the Direct Testimony of three witnesses, Mr. C. James Davis, Mr. John C. Hilderbrand, II and Mr. David B. Ogden, with the DSIC Petition.

On June 15, 2016, I&E filed Answers to Duquesne Light’s DSIC Petition.

On September 15, 2016, the Commission issued an Order approving the LTIP and DSIC. Therein, the Commission referred the following two issues to the Office of Administrative Law Judge for hearing and preparation of a Recommended Decision:

- a. DSIC - recovery of costs associated with Duquesne Light’s Microgrid Property; and
- b. The inclusions of riders in distribution revenues when calculating the DSIC mechanism.

(Order, p. 40.)

On October 6, 2016, the ALJ issued a Prehearing Conference Order setting forth rules for the Prehearing Conference to be held on October 17, 2016.

II. COUNSEL

Duquesne Light will be represented in the above-referenced proceeding by the following counsel:

Michael W. Gang (ID # 25670)
Anthony D. Kanagy (ID # 85522)
Post & Schell, P.C.
17 North Second Street, 12th Floor
Harrisburg, PA 17101-1601
Phone: (717) 731-1970
Fax: (717) 731-1985
E-mail: mgang@postschell.com
akanagy@postschell.com

Tishekia E. Williams (ID # 208997)
Adrienne D. Kurtanich (ID # 92078)
Duquesne Light Company
411 Seventh Avenue, 16th Fl.
Pittsburgh, PA 15219
Phone: 412-292-1541
Fax: 412-393-5757
E-mail: twilliams@duqlight.com
akurtanich@duqlight.com

Duquesne Light's counsel are authorized to receive copies of all documents served in this proceeding. In addition, Duquesne Light agrees to receive service of documents electronically in this proceeding.

III. WITNESSES AND ISSUES

The Commission's September 15, 2016 Order sets forth the issues to be addressed in this proceeding. The names, addresses and subject of testimony for Duquesne Light's anticipated witnesses are below:

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

Inclusion of Riders in Distribution Revenues
when Calculating the DSIC

Benjamin B. Morris
Senior Manager, Strategy Planning &
Operational Analytics
Duquesne Light Company
411 Seventh Avenue
Pittsburgh, PA 15219

DSIC Recovery of Microgrid Costs

Duquesne Light reserves the right to call additional witnesses to present testimony, if necessary.

IV. SCHEDULE

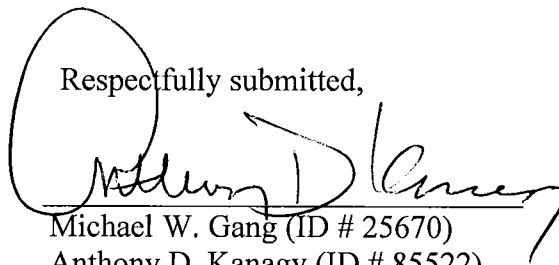
Duquesne Light proposes the following schedule for this proceeding:

Duquesne Light Direct Testimony	November 3, 2016
Other Parties Responsive Testimony	November 30, 2016
Hearings (including Company Rejoinder)	December 6, 2016
Main Briefs	December 20, 2016
Reply Briefs	January 4, 2016

Duquesne Light will continue to work with the parties to attempt to develop a mutually agreeable schedule.

Tishekia E. Williams (ID # 208997)
Adrienne D. Kurtanich (ID # 92078)
Duquesne Light Company
411 Seventh Avenue, 16th Fl.
Pittsburgh, PA 15219
Phone: 412-292-1541
Fax: 412-393-5757
E-mail: twilliams@duqlight.com

Respectfully submitted,



Michael W. Gang (ID # 25670)
Anthony D. Kanagy (ID # 85522)
Post & Schell, P.C.
17 North Second Street, 12th Floor
Harrisburg, PA 17101-1601
Phone: 717-731-1970
Fax: 717-731-1985
E-mail: mgang@postschell.com
E-mail: akanagy@postschell.com

Of Counsel:
Post & Schell, P.C.

Date: October 14, 2016

Attorneys for Duquesne Light Company