



COMMONWEALTH OF PENNSYLVANIA

June 10, 2019

**E-FILED**

Rosemary Chiavetta, Secretary  
Pennsylvania Public Utility Commission  
Commonwealth Keystone Building  
400 North Street  
Harrisburg, PA 17120

**Re: Pennsylvania Public Utility Commission v. Eaton Water and Sewer Company, Inc.  
Docket No. R-2019-3009559**

Dear Secretary Chiavetta:

Enclosed for filing please find the Prehearing Memorandum, on behalf of the Office of Small Business Advocate (“OSBA”), in the above-captioned proceeding. I respectfully request that a copy of any documents filed in this case also be shared with our witness at the address below:

Brian Kalcic  
Excel Consulting  
225 S. Meramec Avenue, Suite 720 T  
St. Louis, MO 63105  
[excel.consulting@sbcglobal.net](mailto:excel.consulting@sbcglobal.net)

Copies will be served on all known parties in this proceeding, as indicated on the attached Certificate of Service.

If you have any questions, please do not hesitate to contact me.

Sincerely,

A handwritten signature in blue ink, appearing to read 'MA Linton-Keddie'.

Shelby A. Linton-Keddie  
Assistant Small Business Advocate  
Attorney ID No. 206425

cc: Brian Kalcic  
Parties of Record



## **II. FILING BACKGROUND**

This proceeding involves the rates, terms, and other provisions of Supplement No. 2 to Tariff Water – Pa. P.U.C. No. 3 (“Supplement No. 2”), which was filed on April 29, 2019 by Eaton Water and Sewer Company, Inc. (“Eaton” or “Company”). The proposed tariff supplement, if approved by the Commission, would increase the Company’s base rates, customer charges, and availability fees for all customer classes served by Eaton’s wastewater division. The total increase would be approximately \$73,973. The OSBA filed a Complaint on May 10, 2019. At the Public Meeting of May 23, 2019, the Commission entered an Order suspending the filing until March 1, 2020, and referring the matter to the Office of Administrative Law Judge for Alternative Dispute Resolution, if possible, and for prompt scheduling of hearing and disposition.

## **III. IDENTIFICATION OF WITNESSES**

Assisting in the development and presentation of the OSBA’s case in this proceeding will be:

Mr. Brian Kalcic  
Excel Consulting  
225 S. Meramec Avenue, Suite 720  
St. Louis, MO 63105  
(314)725-2511  
[excel.consulting@sbcglobal.net](mailto:excel.consulting@sbcglobal.net)

The OSBA requests that all parties provide courtesy copies of all documents, including discovery, testimony and briefs, to Mr. Kalcic, simultaneously with service upon the OSBA.

#### **IV. IDENTIFICATION OF ISSUES**

The OSBA is participating in the case to assure that the interests of small business customers of PECO are adequately represented and protected. After an initial review of the materials submitted by Eaton, the OSBA has identified the following issues for further examination:

1. Whether Eaton has properly justified its revenue requirement request;
2. Whether the Company's claimed rate of return of common equity is excessive;
3. Whether the Company's proposed revenue allocation and rate design would result in unjust and/or unreasonable rates; and
4. Any other issues that may arise in the course of the OSBA's review of the Company's filing that affect small business customers.

As appropriate and necessary, the OSBA will investigate and analyze the claims and proposals of the Company and other parties through discovery, through the cross-examination of witnesses appearing for those parties, through the filing of testimony, and through briefing. The OSBA will particularly focus on any issue where the impact on the interests of the Company's small business consumers would be unjustifiably different than, or disproportionate to, the impact on another class of customers, or otherwise lacking in reasonableness or basic fairness. The OSBA reserves the right to pursue additional issues as they arise throughout the proceeding.

**IV. SERVICE OF DOCUMENTS**

The OSBA requests that all parties serve a hard copy of any document filed in this case upon the OSBA and the OSBA witness identified above. In addition to hard copies of pleadings, briefs, and exceptions, the OSBA requests hard copies of responses to discovery propounded by the OSBA or any other party. Service by electronic mail *only* is not acceptable.

**V. SETTLEMENT**

The OSBA notes its willingness to enter into settlement discussions at the appropriate phase of this proceeding.

**VI. HEARING AND BRIEFING SCHEDULE**

The OSBA will cooperate with the other parties to develop a procedural schedule.

Respectfully submitted,



Shelby A. Linton-Keddie  
Assistant Small Business Advocate  
PA Attorney ID No. 206425

For:

John R. Evans  
Small Business Advocate

Office of Small Business Advocate  
300 North Second Street, Suite 202  
Harrisburg, PA 17101

Dated: July 10, 2019

**BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

**Pennsylvania Public Utility Commission** :  
: **Docket No. R-2019-3009559**  
v. : **Docket No. C-2019-3009809**  
**Eaton Sewer & Water Company, Inc.** :

**CERTIFICATE OF SERVICE**

I hereby certify that true and correct copies of the foregoing have been served via email and/or First-Class mail (*unless otherwise noted below*) upon the following persons, in accordance with the requirements of 52 Pa. Code § 1.54 (relating to service by a participant).

The Honorable Andrew Calvelli  
Administrative Law Judge  
Pennsylvania Public Utility Commission  
400 North Street  
Commonwealth Keystone Building  
Harrisburg, PA 17120  
[acalvelli@pa.gov](mailto:acalvelli@pa.gov)  
**(Email and Hand Delivery)**

Allison C. Kaster, Esquire  
Bureau of Investigation & Enforcement  
400 North Street  
Commonwealth Keystone Building  
Harrisburg, PA 17120  
[akaster@pa.gov](mailto:akaster@pa.gov)  
(Counsel for BIE)  
**(Email and Hand Delivery)**

Tanya J. McCloskey, Esquire  
Acting Consumer Advocate  
Office of Consumer Advocate  
555 Walnut Street, 5th Floor  
Harrisburg, PA 17101  
[tmccloskey@paoca.org](mailto:tmccloskey@paoca.org)  
(Counsel for OCA)  
**(Email and Hand Delivery)**

Charis Mincavage, Esquire  
Kenneth R. Stark, Esquire  
McNees Wallace & Nurick LLC  
100 Pine Street, PO Box 1166  
Harrisburg, PA 17108  
[cmincavage@mcneeslaw.com](mailto:cmincavage@mcneeslaw.com)  
[kstark@mcneeslaw.com](mailto:kstark@mcneeslaw.com)  
(Counsel for Eaton)

Lauren E. Guerra, Esquire  
Christine Maloni Hoover, Esquire  
Office of Consumer Advocate  
555 Walnut Street, 5th Floor  
Harrisburg, PA 17101  
[LGuerra@paoca.org](mailto:LGuerra@paoca.org)  
[CHoover@paoca.org](mailto:CHoover@paoca.org)  
(Counsel for OCA)  
**(Email and Hand Delivery)**

DATE: July 10, 2019



Shelby A. Linton-Keddie  
Assistant Small Business Advocate  
Attorney ID No. 206425