

GOVERNOR'S OFFICE OF GENERAL COUNSEL October 12, 2010

717-787-7060

Fax: 717-783-7911

Honorable Rosemary Chiavetta, Secretary Public Utility Commission P.O. Box 3265 Harrisburg, PA 17105-3265

RE: Joint Application of West Penn Power Company, D/B/A Allegheny Power, Trans-Allegheny Interstate Line Company and FirstEnergy Corporation for a Certificate of Public Convenience under Section 1102(a)(3) of the Public Utility Code Approving a Change of Control of West Penn Power Company and Trans-Allegheny Interstate Line Company PUC Docket No. A-2010-2176520 A-2010-2176732

Dear Secretary Chiavetta:

Enclosed for filing is an original and three copies of the Petition of the Pennsylvania Department of Environmental Protection for interlocutory Commission review and answer to the material question presented regarding the Order Granting the Motion to Strike the Department's Statement Numbers 1 and 2 ("Order"). The motion to strike was filed by Joint Applicants and granted by the presiding Administrative Law Judges ("ALJs)" Long and Weismandel on October 12, 2010.

The Department requests the ALJs to stay the proceedings and certify to the Commission to conduct interlocutory review of the Order. If the ALJs choose not to stay the proceedings and certify to the Commission, the Department requests the Commission to conduct interlocutory review and answer the material question presented regarding the Order.

OFFICE OF CHIEF COUNSEL | DEPARTMENT OF ENVIRONMENTAL PROTECTION BUREAU OF REGULATORY COUNSEL Rachel Carson State Office Building [P.O. Box 8464 | Harrisburg, PA 17105 www.depweb.state.pa.us



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Per the attached Certificate of Service, copies of the Petition are being served on the Administrative Law Judges and the other parties to the proceeding.

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Thank you for your assistance.

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Sincerely,

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Kurt E. Klapkowski Assistant Counsel

cc: Judge Wayne Weismandel Judge Mary Long Certificate of Service

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COMMONWEALTH OF PENNSYLVANIA BEFORE THE PUBLIC UTILITY COMMISSION

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JOINT APPLICATION OF WEST PENN	
POWER COMPANY, D/B/A ALLEGHENY	
POWER, TRANS-ALLEGHENY	
INTERSTATE LINE COMPANY AND	
FIRSTENERGY CORPORATION FOR A	
CERTIFICATE OF PUBLIC CONVENIENCE	
UNDER SECTION 1102(A)(3) OF THE	
PUBLIC UTILITY CODE APPROVING A	
CHANGE OF CONTROL OF WEST PENN	
POWER COMPANY AND TRANS-	
ALLEGHENY INTERSTATE LINE	
COMPANY	

Docket No. A-2010-2176520 A-2010-2176732

PETITION BY THE PENNSYLVANIA DEPARTMENT OF ENVIRONMENTAL PROTECTION FOR AN INTERLOCUTORY COMMISSION REVIEW AND ANSWER TO THE MATERIAL QUESTION PRESENTED

The Department of Environmental Protection ("Department"), by its undersigned

counsel, pursuant to 66 Pa. C.S. § 331(e) and 52 Pa. Code § 5.302(a), hereby moves the

presiding Administrative Law Judges ("ALJs)" Long and Weismandel to certify to the

Commission and/or moves The Public Utility Commission ("Commission") to conduct

interlocutory Commission review and answer the material question presented regarding

the ALJs' Order Granting the Motion to Strike ("ALJs Order") the Department's

Statement Numbers 1 and 2 ("Department Testimony") filed by the Joint Applicants in

the above captioned matter, and in support thereof states as follows:

1. The Department requests in this petition the interlocutory Commission review

and answer of the following material question:

- a. **Material Question**: Did the ALJs commit error in granting the Joint Applicant's motion to strike the Department Testimony?
- b. **Proposed Answer**: Yes. The Department Testimony is subject to the Commission's jurisdiction and within the scope of this hearing, so the ALJs' Order must be reversed on interlocutory Commission review.

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2. Substantial prejudice occurs when "the alleged error, and any prejudice flowing from that issue, could not be satisfactorily cured during the normal Commission review process." *Re Knights Limousine Serv., Inc.,* 59 Pa. PUC 538 (1985). Exclusion of the Department's testimony in this case could *not be satisfactorily cured* during the normal Commission review process.

3. In *City of York v. Pa. Public Utility Comm'n*, 449 Pa. 136, 141, 295 A.2d 825, 828 (1972), the Supreme Court established that "the proponents of a merger [must] demonstrate that the merger will affirmatively promote the 'service, accommodation, convenience, or safety of the public' in some substantial way." The Commonwealth Court made clear that the PUC has "the power to deny a certificate of public convenience that was inconsistent with the public interest, including environmental concerns." *ARIPPA v. Pa. Public Utility Comm'n*, 792 A.2d 636, 657 (Pa. Cmwlth. 2002). In *ARIPPA*, parties presented environmental testimony and the ALJ made a specific determination that the merger neither benefited nor harmed the environment. *See id.*

4. Joint Applicants have submitted testimony and evidence pertaining to environmental compliance that is on the record of this proceeding. (*See* Department's Answer to Joint Applicants' Motion to Strike pages 3-4). Fairness requires that the scope of the proceeding be identical for both the Department and Joint Applicants.

5. To determine the impact of the merger on the public safety, the Commission should include environmental compliance issues in the scope of this proceeding.

6. The Commission has agreed to interlocutory review in a similar instance, where the scope of the hearing required resolution before the hearing to avoid substantial prejudice to a party. *Re Structural Separation of Bell Atlantic-Pennsylvania, Inc. Retail*

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and Wholesale Operations, Docket No. M-00001353 2000 Pa. PUC LEXIS 49 (July 20, 2000).

7. Interlocutory Commission review of the material question presented will ultimately expedite the conduct of the proceedings. At issue is the testimony of two Department witnesses. For the Commission to review now and answer the material question in the Department's favor is certainly more efficient than for each of the numerous parties in this case to go through time consuming appeals regarding the

material question that should, ultimately, result in a remand for the Commission to hear

the Department's testimony. The Commission has previously found "that the material

question should be answered now rather than later so as to ensure the development of a

complete record that will enable the Commission to make an informed decision " Re

Structural Separation of Bell Atlantic-Pennsylvania, Inc. Retail and Wholesale

Operations, Docket No. M-00001353 2000 Pa. PUC LEXIS 59 (September 28, 2000).

WHEREFORE, the Department of Environmental Protection requests that:

 (1) the ALJs stay the proceeding and certify to the Commission to conduct interlocutory commission review of the ALJs' Order; AND/OR
(2) the Commission stay the proceeding and conduct interlocutory Commission review of the ALJs' Order; AND
(3) the Commission answer the material question in the affirmative; AND

(4) the Commission reverse the ALJs' Order.

Respectfully submitted,

Kurt E. Klapkowski (PA No. 70281) Assistant Counsel, Commonwealth of Pennsylvania Department of Environmental Protection RCSOB, 9th Floor, 400 Market Street Harrisburg, PA 17101-2301 (717) 787-7060

Dated: October 12, 2010

COMMONWEALTH OF PENNSYLVANIA BEFORE THE PUBLIC UTILITY COMMISSION



JOINT APPLICATION OF WEST	:
PENN POWER COMPANY, D/B/A	:
ALLEGHENY POWER, TRANS-	:
ALLEGHENY INTERSTATE LINE	:
COMPANY AND FIRSTENERGY	:
CORPORATION FOR A	:
CERTIFICATE OF PUBLIC	:
CONVENIENCE UNDER SECTION	:
1102(A)(3) OF THE PUBLIC UTILITY	:
CODE APPROVING A CHANGE	:
OF CONTROL OF WEST PENN	:
POWER COMPANY AND TRANS-	:
ALLEGHENY INTERSTATE	:
LINE COMPANY	:

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Docket No. A-2010-2176520 A-2010-2176732

CERTIFICATE OF SERVICE

I hereby certify that this day I served a copy of the attached Petition of the Pennsylvania Department of Environmental Protection for interlocutory Commission review of the Order regarding the Joint Applicants' Motion to Strike Testimony of the Pennsylvania Department of Protection upon the persons listed below in the manner indicated in accordance with the requirements of 52 Pa. Code § 1.54.

VIA HAND DELIVERY, ELECTRONIC AND OVERNIGHT MAIL

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Dated: October 12, 2010

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