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June 4, 2012

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

VIA ELECTRONIC FILING
AND HAND DELIVERY

**Re: Petition of Duquesne Light Company For Approval of Default Service Plan for the
Period June 1, 2013 Through May 31, 2015; Docket No. P-2012-2301664**

Dear Secretary Chiavetta:

Enclosed please find for filing with the Pennsylvania Public Utility Commission ("PUC" or "Commission") the original and three (3) copies of the Prehearing Memorandum of the Duquesne Industrial Intervenors ("DII") concerning the above-referenced proceeding.

As shown by the attached Certificate of Service, all parties to this proceeding are being duly served. Please date stamp the extra copy of this transmittal letter and Prehearing Memorandum, and kindly return them for our filing purposes. Thank you.

Sincerely,

McNEES WALLACE & NURICK LLC

By 
Pamela C. Polacek

Counsel to the Duquesne Industrial Intervenors

/lmc

c: Administrative Law Judge Katrina L. Dunderdale (via E-mail and First-Class Mail)\
Certificate of Service

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CERTIFICATE OF SERVICE

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

VIA E-MAIL AND FIRST CLASS MAIL

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Counsel to Duquesne Industrial Intervenors

Dated this 4th day of June, 2012, at Harrisburg, Pennsylvania.

BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION

Petition of Duquesne Light Company :
for Approval of Default Service Plan For the : Docket No. P-2012-2301664
Period June 1, 2013 through May 31, 2015 :

**PREHEARING MEMORANDUM
OF THE DUQUESNE INDUSTRIAL INTERVENORS**

The Duquesne Industrial Intervenors (“DII”) hereby submit this Prehearing Memorandum in the above-captioned proceeding. DII intends to participate in this proceeding as an "active" party.

I. HISTORY OF THE PROCEEDING

On April 27, 2012, the Duquesne Light Company (“Duquesne”) filed a Petition to approve its next default service plan (“DSP”) with the Pennsylvania Public Utility Commission (“PUC” or “Commission”). This Petition supersedes the original filing submitted on August 3, 2011. In the Petition, Duquesne offers an hourly-priced default service product that may be adverse to Large Commercial and Industrial (“C&I”) customers.

The Prehearing Conference for the instant proceeding will be held on June 8, 2012. Administrative Law Judge (“ALJ”) Katrina L. Dunderdale is the presiding officer.

DII submits this Prehearing Conference Memorandum in compliance with the ALJ’s Prehearing Order.

II. ANTICIPATED ISSUES AND SUB-ISSUES

DII's preliminary review of the Company's Petition indicates the addition of a significant "retail adder" associated with the hourly-priced default service option for Large C&I customers. Because there is concern that this adder does not comply with "least cost over time" default service, as required by Commission regulations, DII seeks explanation of this adder as part of this proceeding.

Moreover, DII anticipates that other parties to this proceeding will recommend proposals in their testimony that may adversely impact the terms of Large C&I default service. Under such circumstances, DII will participate in order to protect the interests of Large C&I customers. DII reserves the right to raise and address other issues of concern and to respond to issues raised by other parties.

III. PROPOSED WITNESSES

DII is in the process of evaluating whether it will sponsor testimony in this proceeding. In the event that DII decides to sponsor testimony, it will inform the parties and the ALJ as soon as possible of the intended witness(es) and topics of testimony. DII also intends to participate in this proceeding through the submission of discovery, the cross-examination of other parties' witnesses, participation in settlement negotiations as they occur, and the submission of briefs, exceptions and reply exceptions, as necessary.

IV. PROPOSED SCHEDULE AND DISCOVERY RULES

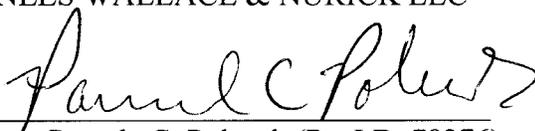
DII will work with the parties to develop an appropriate procedural schedule. DII will cooperate to develop discovery rules in accordance with the Commission's regulations and any ALJ directives.

V. POSSIBILITY OF SETTLEMENT

DII is willing to participate in discussions with the other parties to amicably resolve the issues in this proceeding.

Respectfully submitted,

McNEES WALLACE & NURICK LLC

By 

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Dated: June 4, 2012