

LEBOEUF, LAMB, GREENE & MACRAE  
L.L.P.

ORIGINAL

A LIMITED LIABILITY PARTNERSHIP INCLUDING PROFESSIONAL CORPORATIONS

NEW YORK  
WASHINGTON  
ALBANY  
BOSTON  
DENVER  
HARRISBURG  
HARTFORD  
JACKSONVILLE

200 NORTH THIRD STREET  
SUITE 300  
P.O. Box 12105  
HARRISBURG, PA 17108-2105  
17171 232-8199  
FACSIMILE: 17171 232-8720

LOS ANGELES  
NEWARK  
PITTSBURGH  
PORTLAND, OR  
SALT LAKE CITY  
SAN FRANCISCO  
BRUSSELS  
MOSCOW  
ALMATY  
LONDON  
(A LONDON-BASED  
MULTINATIONAL PARTNERSHIP)

December 2, 1997

James McNulty, Prothonotary  
Pennsylvania Public Utility Commission  
North Office Building  
P.O. Box 3265  
Harrisburg, PA 17105-3265

Re: Pennsylvania Public Utility Commission v. PECO Energy Company  
Docket No. R-00973953

Petition of Enron Energy Services Power, Inc.  
Docket No. P-00971265

Dear Mr. McNulty:

It has come to our attention that an inadvertent copying error appears on Page 16 at Table A of the Brief jointly submitted yesterday by Enron Energy Services Power, Inc. and Enron Power Marketing, Inc. Specifically, the last column of Table A (labeled "MAPSA") is missing. Accordingly, nine (9) copies of an errata sheet with a correct and complete Table A is enclosed herewith for filing.

If you have any questions or comments concerning this matter, please contact me at your convenience.

Sincerely,

DOCUMENT  
FOLDER

*John J. Gallagher*  
John J. Gallagher

cc: The Honorable Marlane R. Chestnut  
The Honorable Charles E. Rainey, Jr.  
John M. Quain, Chairman  
Robert K. Bloom, Vice Chairman  
John Hanger, Commissioner  
David Rolka, Commissioner  
Nora Mead Brownell, Commissioner  
Cheryl Walker Davis, OSA  
John Povilaitis, Law Bureau  
All Parties on Certificate of Service

ORIGINAL

RECEIVED  
97 DEC -3 PM 2:29  
PROTHONOTARY'S OFFICE  
P.A.P.U.C.

"all hours" market price, but also the "real world" delivery costs borne by EGSs when they attempt to compete with PECO as the PLR -- such as line losses, load factor adjustments, gross receipts taxes, etc. Most important, the credits must be adequate in the initial years of the transition period when competitive markets are still in their most vulnerable and formative stages.

Table "A" displays the various market price projections/generation credit recommendations of various parties as calculated by Enron.

TABLE A

	PECO Filing	Partial Sett <sup>1</sup>	Hieronymus	OCA <sup>2</sup>	Enviros <sup>3</sup>	PAIEUG <sup>4</sup>	Enron Choice Plan <sup>5</sup>	Enron Slater <sup>6</sup>	NEV Case 1 <sup>7</sup>	NEV Sur <sup>8</sup>	Hull <sup>9</sup>	PECC <sup>10</sup>	MAPSA <sup>11</sup>
1998					3.32		3.48						3.89
1999	2.43	2.80	2.68	3.07/3.32	3.35	3.26	3.48	3.53	3.75	3.745	3.80	3.80	4.01
2000	2.43	2.80	3.08	3.34/3.61	3.45		3.48	3.53	3.85	3.805	3.90	4.02	4.13
2001	2.43	3.20	3.66	3.90/4.12	3.55		3.61	3.58	3.95	3.930	4.00	4.41	4.25
2002	2.43	3.50	3.83	4.08/4.41	3.66		3.75	3.62	4.05	4.065	4.10	4.61	4.38
2003	2.43	3.70	4.00	4.31/4.68	3.77		3.89	3.67	4.10	4.20	4.20	4.71	4.51
2004	2.43	3.97	4.07	4.48/4.84	3.88		4.04	3.72	4.20	4.34		4.93	4.64
2005	2.43	4.07	4.35	4.72/5.10	4.00		4.19	3.77	4.30	4.485		5.10	4.78
2006	2.43	4.77	4.53	5.04/5.45	4.12		4.35	3.82	4.40	4.64		5.29	4.93
2007		5.37	4.72		4.24		4.52	3.87	4.50	4.80		5.48	5.08
2008		5.57	4.91		4.37		4.52	3.92	4.50	4.875		5.68	5.23

<sup>1</sup> Source: Partial Settlement Agreement at 8, Table A; <sup>2</sup> OCA St. 4S, Ex. LS-10, the second number is adjusted to reflect appropriate calculation of line loss adjustment and load factor consistent with other analyses. See LS-11 which acknowledges differences in OCA methodology from all other analyses referenced. For example, the appropriate delivered price resulting from OCA market projections for 1999 is as follows: 2.164 (Energy 1999 all lines) x 1.088 (Load Factor Adj.) ÷ 0.93 (Line Loss) ÷ 0.956 (Gross Rec. Adj.) = 2.65 Energy Total, \$19.72 Capacity (kWh/year market) ÷ 8,760 (all hours divisor) ÷ 0.60 (Load Factor Divisor) x 1.18 (Reserve Margin) ÷ 0.93 (Line Loss) ÷ 0.956 (Gross Rec. Adj.) = .50 Capacity Total = 3.15 cents/kWh Total + .17 A&G adder = 3.32c; <sup>3</sup> Environmentalists St. 1E (David Schoengold); Ex. DS-1, Schedule 1. Support: Env. St. No.2; <sup>4</sup> PAIEUG St. No. (Baron) Ex. SJB-6 adjusted for delivery costs at PECO Exh. TPH-31; <sup>5</sup> EESPI St. 1-R (Kean), Attachment A. Support: EESPI St. No. 4; <sup>6</sup> EESPI St. 4-R, KJS-4R, EESPI St. 4, KJS-2, calculated by taking LRMC system wide x line loss of 10%. Enron witness Slater's projections generally supports the Choice Plan's proposed generation credits particularly in the early years; <sup>7</sup> NEV St. No. DMB-2, Ex. NEV/DMG-10 (includes 10% rate cut); <sup>8</sup> NEV St. No. 1-SR at 3-4 (average MAPSA and EESPI Choice Plan); <sup>9</sup> B. Jeanine Hull market price + 0.4 cents/kWh for line loss, tax, penalty and administrative costs; <sup>10</sup> PECC Exh. SAM-8R3A @ 8% annual load growth; <sup>11</sup> Add'l Testimony of Donald E. Johnstone 9/97, Schedule A.

DUCKETED DOCUMENT

DEC 04 1997

FOLDER - 16 -

ORIGINAL

**BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

Pennsylvania Public Utility Commission	:	
	:	
v.	:	Docket No. R-00973953
	:	
PECO Energy Company	:	
	:	
Petition of Enron Energy Services Power, Inc.	:	Docket No. P-00971265
	:	

---

**CERTIFICATE OF SERVICE**

---

I hereby certify that I have on this 3rd day of December, 1997, served a true copy of the foregoing errata sheet to the Brief on behalf of Enron Energy Services Power, Inc. and Enron Power Marketing, Inc. upon the participants, listed below, in accordance with the requirements of 52 Pa.Code § 1.54:

Paul R. Bonney, Esquire  
Noel H. Trask, Esquire  
Ward L. Smith, Esquire  
Assistant General Counsel  
PECO Energy Company  
2301 Market Street, P.O. Box 8699  
Philadelphia, PA 19101-8699  
(*PECO Energy Company*)

Paul E. Russell, Esquire  
Pennsylvania Power & Light Company  
Two North Ninth Street  
Allentown, PA 18101  
(*Pennsylvania Power & Light Company*)

Senator Vincent J. Fumo  
Christopher B. Craig, Esquire  
Senate Democratic Appropriations  
Committee  
Main Capitol Building, Room 545  
Harrisburg, PA 17120  
(*Senator Vincent J. Fumo*)

Donald A. Kaplan, Esquire  
Lisa M. Helpert, Esquire  
Preston Gates Ellis & Rouvelas Meeds  
1735 New York Avenue, N.W., Suite 500  
Washington, DC 20006  
(*Pennsylvania Power & Light Company*)

RECEIVED  
97 DEC -3 PM 2:29  
PENNSYLVANIA PUBLIC UTILITY COMMISSION  
LEGISLATIVE OFFICE

Steven P. Hershey, Esquire  
Philip A. Bertocci, Esquire  
Community Legal Services  
1424 Chestnut Street, 4th Floor  
Philadelphia, PA 19102  
(*Community Legal Services*)

Roger Clark, Esquire  
Environmentalists  
905 Denston Drive  
Ambler, PA 19002-3901  
(*The Environmentalists*)

Craig A. Doll, Esquire  
214 State Street  
Harrisburg, PA 17101  
(*Delmarva Power & Light Company, d/b/a  
Conectiv Energy*)

Gordon J. Smith, Esquire  
John & Hengerer  
1200 17th Street, N.W.  
Suite 600  
Washington, DC 20036  
(*Self*), (*Duke Energy Trading & Marketing,  
LLC*), (*Noram Energy Management, Inc.*), (*Vastar Power Marketing, Inc.*), (*Electric  
Clearinghouse, Inc.*)

Walter W. Cohen, Esquire  
Andrew J. Giorgione, Esquire  
Obermayer Rebmann Maxwell & Hippel,  
L.L.P.  
204 State Street  
Harrisburg, PA 17101  
(*Indianapolis Power & Light Company*)

Joseph A. Dworetzky, Esquire  
John Lavelle, Jr., Esquire  
Hangley, Anonchick, Segal and Pudlin  
One Logan Square, 12th Floor  
Philadelphia, PA 19103  
(*New Energy Ventures, Inc.*)

John L. Munsch, Esquire  
Allegheny Power  
800 Cabin Hill Drive  
Greensburg, PA 15601  
(*Allegheny Power*)

Stephanie Sugrue, Esquire  
Mary Ann Ralls, Esquire  
Duane, Morris & Heckscher  
L.L.P.  
1667 K Street, N.W.  
Suite 700  
Washington, DC 20006  
(*QST Energy, Inc.*)

Audrey Van Dyke, Associate Counsel  
Naval Facilities Engineering Command  
Washington Navy Yard, Bldg 218,  
Room 200  
901 M Street, S.E.  
Washington, DC 20374-5018  
(*Department of Navy*)

Bernard Ryan, Esquire  
Karen Oill Moury, Esquire  
Office of Small Business Advocate  
Suite 1102, Commerce Building  
300 North Second Street  
Harrisburg, PA 17101  
(*OSBA*)

Tanya McCloskey, Esquire  
Steven K. Steinmetz, Esquire  
Office of the Consumer Advocate  
1425 Strawberry Square  
Harrisburg, PA 17120  
(OCA)

Robert Mills, Esquire  
McNees, Wallace & Nurick  
100 Pine Street, P.O. Box 1166  
Harrisburg, PA 17108-1166  
(PA Retailers' Association)

Terrance J. Fitzpatrick, Esquire  
David M. DeSalle, Esquire  
Ryan, Russell, Ogden & Seltzer, L.L.P.  
800 North Third Street, Suite 101  
Harrisburg, PA 17102-2025  
(GPU)

William T. Hawke, Esquire  
Janet Miller, Esquire  
Todd Stewart, Esquire  
Malatesta, Hawke & McKeon, L.L.P.  
Harrisburg Energy Center  
100 North Tenth Street  
Harrisburg, PA 17105-1778  
(Mid-Atlantic Power Supply Association)

Usher Fogel, Esquire  
Roland, Fogel, Koblenz & Carr, L.L.P.  
1 Columbia Place  
Albany, NY 12207  
(Pennsylvania Petroleum Association), (PA  
Association Plumbing, Heating and Cooling  
Contractors)

David Kleppinger, Esquire  
Derrick P. Williamson, Esquire  
McNees, Wallace & Nurick  
100 Pine Street, P.O. Box 1166  
Harrisburg, PA 17108-1166  
(Philadelphia Area Industrial Energy  
Users Group)

Linda C. Smith, Esquire  
Dilworth, Paxton, Kalish & Kauffman,  
L.L.P.  
305 North Front Street - Suite 403  
Harrisburg, PA 17101-1236  
(American Association of Retired Persons)

Kenneth L Mickens, Senior Prosecutor  
Charles D. Shields, Prosecutor  
The Office of Trial Staff  
Pennsylvania Public Utility Commission  
P.O. Box 3265  
Harrisburg, PA 17105-3265  
(OTS)

Joseph J. Malatesta, Esquire  
Lillian Smith Harris, Esquire  
Malatesta, Hawke & McKeon, L.L.P.  
Harrisburg Energy Center  
100 North Tenth Street  
Harrisburg, PA 17105-1778  
(Municipal Group)

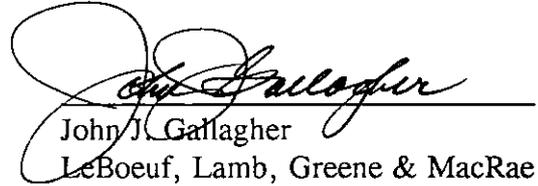
Mr. Lance Haver  
6803 Lawton Avenue  
Philadelphia, PA 19126  
(Self)

Paul Nordstrom, Esquire  
Verner, Lipfert, Bernhard,  
McPherson & Hand  
901 North 15th Street, NW  
Washington, DC 20005-2301  
(*Allegheny Power*)

Kenneth G. Hurwitz, Esquire  
Maureen Z. Hurley, Esquire  
Venable, Baetjer, Howard & Civiletti,  
L.L.P.  
1201 New York Avenue, N.W.  
Suite 1000  
Washington, DC 20005-3917  
(*Septa*)

Richard Silkman  
163 Main Street  
Yarmouth, ME 04096  
(*CEPA Witness*)

Vincent Walsh, Jr., Esquire  
Assistant Deputy Counsel  
Southeastern Pennsylvania Transportation  
Authority  
1234 Market Street  
Fifth Floor  
Philadelphia, PA 19107-3780  
(*Septa*)

  
John J. Gallagher  
LeBoeuf, Lamb, Greene & MacRae  
L.L.P.

200 North Third Street, Suite 300  
P.O. Box 12105  
Harrisburg, PA 17108-2105  
(717) 232-8199

Attorney for Enron Energy  
Services Power, Inc.

RECEIVED  
97 DEC -3 PM 2:29  
P.A.J.U.C.  
PROTHONOTARY'S OFFICE