

# Morgan Lewis

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October 20, 2016

## **VIA e-FILING**

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

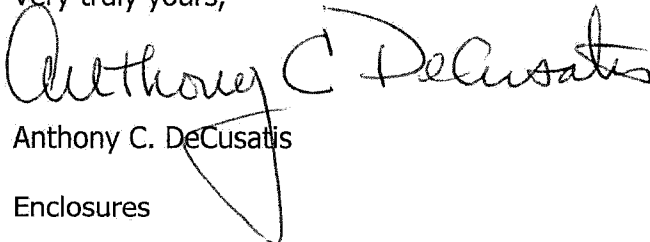
**Re: Petitions of Metropolitan Edison Company, Pennsylvania Electric Company, Pennsylvania Power Company and West Penn Power Company for Approval of A Distribution System Improvement Charge, Docket Nos. P-2015-2508942, et al  
Office of Consumer Advocate v. Metropolitan Edison Company, et al, Docket Nos. C-2016-2531040, et al.**

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Dear Secretary Chiavetta:

Enclosed for filing is the **Certificate of Service**, evidencing service of the Second Formal Status Report on Settlement Discussions in the above-referenced matters. A copy has been served on Administrative Law Judge Joel H. Cheskis and the parties / intervenors of record in accordance with the attached Certificate of Service.

Very truly yours,



Anthony C. DeCusatis

Enclosures

c: Per Certificate of Service (w/encs.)

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October 20, 2016

## **VIA ELECTRONIC AND FIRST CLASS MAIL**

The Honorable Joel H. Cheskis  
Administrative Law Judge  
Pennsylvania Public Utility Commission  
400 North Street  
Harrisburg, PA 17105-3265

**Re: Petitions of Metropolitan Edison Company, Pennsylvania Electric Company, Pennsylvania Power Company and West Penn Power Company for Approval of A Distribution System Improvement Charge, Docket Nos. P-2015-2508942, et al  
Office of Consumer Advocate v. Metropolitan Edison Company, et al  
Docket Nos. C-2016-2531040, et al.**

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Dear Judge Cheskis:

Enclosed please find the **Second Formal Status Report on Settlement Discussions** for filing in the above-captioned matters. A copy has been served on the parties / intervenors of record in accordance with the attached Certificate of Service.

Very truly yours,



Anthony C. DeCusatis

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**BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

Petition of Metropolitan Edison Company for :  
Approval of a Distribution System Improvement : P-2015-2508942  
Charge :

Office of Consumer Advocate :  
 : C-2016-2531040  
v. :  
 :  
Metropolitan Edison Company :

Petition of West Penn Power Company for :  
Approval of a Distribution System Improvement : P-2015-2508948  
Charge :

Office of Consumer Advocate :  
 : C-2016-2531019  
v. :  
 :  
West Penn Power Company :

Petition of Pennsylvania Electric Company for :  
Approval of a Distribution System Improvement : P-2015-2508936  
Charge :

Office of Consumer Advocate :  
 : C-2016-2531060  
v. :  
 :  
Pennsylvania Electric Company :

Petition of Pennsylvania Power Company for :  
Approval of a Distribution System Improvement : P-2015-2508931  
Charge :

Office of Consumer Advocate :  
 : C-2016-2531054  
v. :  
 :  
Pennsylvania Power Company :

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**SECOND FORMAL STATUS REPORT ON SETTLEMENT DISCUSSIONS**

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## SECOND FORMAL STATUS REPORT ON SETTLEMENT DISCUSSIONS

Pursuant to the Scheduling Order issued on August 12, 2016 in the above captioned consolidated proceedings, Metropolitan Edison Company (“Met-Ed”), Pennsylvania Electric Company (“Penelec”), Pennsylvania Power Company (“Penn Power”) and West Penn Power Company (“West Penn”) (collectively, the “Companies”) submit, on behalf of the parties to this case, this second formal status report with respect to the discussions that have been conducted to attempt to achieve a settlement of all, or substantially all, of the issues that have been referred to the Office of Administrative Law Judge (“OALJ”) in the Orders entered June 9, 2016 in the above-referenced dockets (the “Referred Issues”).

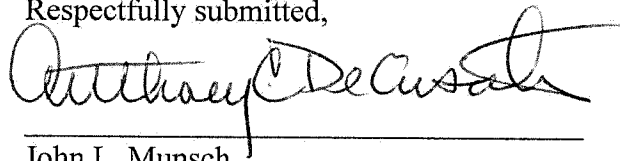
In the First Status Report, filed on September 19, 2016, the Companies reported, on behalf of the parties, that discussions had been initiated and that the parties anticipated holding additional negotiations focused on the Referred Issues during the following week to try to achieve a possible resolution. On September 27, 2016, a settlement conference was held in Harrisburg. Immediately following the conclusion of that meeting, the Companies, on behalf of the parties that attended the meeting, provided an interim status report, via e-mail, to Administrative Law Judge Joel H. Cheskis reporting, as follows:

The parties have concluded a very productive in-person meeting in Harrisburg that has materially narrowed the issues and provided several paths forward that we are actively pursuing on the remaining sub-issues. We will be convening either in person or telephonically again shortly to continue working to resolve what remains outstanding. Accordingly, we do not see the need to schedule a second prehearing conference at this time. We will, of course, continue to provide status updates, and we anticipate that there will be additional progress to report next week. Thank you for your patience.

Since the September 27, 2016, settlement meeting, the Companies have prepared and circulated to the parties a written summary of the matters discussed at the September 27 meeting

to focus the parties' attention on the matters where a consensus still needs to be achieved. It is the Companies' understanding that the other parties have been actively engaged in reviewing and analyzing the written summary. Active, on-going communications have been taking place to develop facts and clarify positions, and the parties are working cooperatively to schedule a meeting or conference this week, based on availability, to continue to work through, and hopefully resolve, the remaining issues. Accordingly, the parties do not see the need to schedule a second prehearing conference at this time.

Respectfully submitted,



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October 20, 2016




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Respectfully submitted,



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Dated: October 20, 2016