



An Exelon Company

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**RECEIVED**

JUN 23 2017

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU

June 23, 2017

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

**SUBJECT: Compliance Filing on PECO Energy Company's Revised 2016-2018 Universal Service and Energy Conservation Plans (USECP) at Docket No. M-2015-2507139**

Dear Secretary Chiavetta:

In the above listed docket, PECO Energy had refiled the Revised 2016-2018 USECP on February 17, 2017. According to PECO's response to directives #11 & #15 in the Commission's Final Order, PECO stated it would file an addendum providing:

- 1) A description of finalized implementation details about its defacto heating pilot which includes the estimated number of jobs and yearly budget allocations.
- 2) Providing an estimate of the number of additional LIURP jobs and related budgeted costs related to the additional \$1 million LIURP funding.

Therefore, PECO is submitting Addendum F as a supplement to the February 17, 2017 filing. This filing is only adding Addendum F with no changes to the previously submitted 2016-2018 USECP.

Thank you for your assistance in this matter and please direct any questions regarding the above to Richard Schlesinger, Manager, Retail Rates at (215) 841-5771.

Would you please acknowledge receipt of the foregoing on the enclosed copy of this letter.

Sincerely,

A handwritten signature in black ink, appearing to read "R.G.W.", followed by a horizontal flourish.

Copies to: Certificate of Service  
Joseph Magee, Bureau of Consumer Services  
Sarah Dewey, Bureau of Consumer Services  
Louise Fink Smith, Law Bureau

JUN 23 2017

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU**PECO De-facto heating program description**

The PECO De-facto Heating program is designed to assist the customer's ability to reduce their dependency and need to utilize electric portable space heating as their primary source of heating.

**Eligibility:** The income and usage eligibility is the same as LIURP, in addition to participated in the LIURP program, (Electric or gas) as a requirement. Referrals will be accepted from the Pa. Weatherization programs within PECO's services territory.

If the use of portable electric space-heating is not resolvable though the De-Facto program than the account will be treated under the "additional" LIURP funding. An assessment will be conducted to determine if there are any additional opportunities for electric usage reduction.

Presently, the only exclusion from the De-Facto Heating program will be customers who have lost their primary heating source due to non- payment of their heating source bill. Under this scenario an assessment will be conducted to determine the appropriate remedial action if any.

**Program Description**

The De- facto program and LIURP extension will be a three year program. The program will begin in October 1, 2017 with an ending date of September 30, 2020.

The company has estimated approximately four hundred and ten customers who are potentially eligible for the program. The pool of candidates will be drawn from the 2016 / 2017 LIURP program. The projected monthly level of complete jobs for the first program year is 20 with an average cost per property of \$3,500. Total number of projected completed jobs for program year one (2017-18) is 240. De-facto Heating participants who are LIURP participants will continue to receive the LIURP post-treatment follow-up.

**Customer Interaction**

The customer will be informed during their LIURP audit of the potential for additional services to be provided under the De-facto heating program. Currently, we are considering providing the customer with a brochure which explains the De-facto Heating program.

The initial contact with the customer will be by telephone. If the call is unsuccessful a letter will be mailed to the customer requesting and encouraging them to call and schedule an appointment. The letter will be follow-up with a telephone call. Customer contact and scheduling of appointments for October will begin in September 2017. A dedicated 1.800 number will be provided to the customer.

## **Addendum F**

### **Customer Education**

The De-facto Heating participants will be provided with direct education that informs them of the appliance installed, reviewed of warranty, maintenance and usage reduction.

### **Measures: Following is a partial list of measure that maybe installed**

The following is a partial list of the measures that may be installed: Heater Replacement/ Repair (Electric/ Gas), Air Sealing, Weatherization, Remediation of health and safety issues, and Water Heater Replacement. Presently, the company is considering refrigerator replacement to LIURP tenants to capture addition electric savings. This measure will be funded through the LIURP extension budget

### **Projected Budget**

Attached is the budget for program year 2017- 2018 for the \$700,000 for De-facto heating jobs. Also attached is the budget additional \$1M LIURP funds for program year 2017- 2018.

### **Vendor Selection**

Vendor selection was completed with a sign contract in June 2017. The selected vendor is G&C Environmental Services

### **Pre- Implementation Review**

PECO will host a review of the De-facto Heating Program with members of the Universal Service Committee prior to implementation date of October 2, 2017. In addition to, PECO will host a meeting of the County Pa. Weatherization manager to formalize the opportunities for coordination

### **Performance**

PECO will track the installed measures as well as the number of participants on monthly basis.

Addendum F

Month Work Completed	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	YTD
<b>Electric Defacto - 2017-18</b>													
<b>Administration</b>													
Electric - Budget	\$20,983	\$20,983	\$20,983	\$20,983	\$20,983	\$20,983	\$20,983	\$20,983	\$20,983	\$20,983	\$20,983	\$20,983	\$251,796
Electric Actual	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Conservation</b>													
Electric - Budget	\$12,450	\$12,450	\$12,450	\$12,450	\$12,450	\$12,450	\$12,450	\$12,450	\$12,450	\$12,450	\$12,450	\$12,454	\$149,404
Electric - Actual	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Weatherization</b>													
Electric - Budget	\$24,900	\$24,900	\$24,900	\$24,900	\$24,900	\$24,900	\$24,900	\$24,900	\$24,900	\$24,900	\$24,900	\$24,900	\$298,800
Electric - Actual	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Estimated #of Jobs</b>	10	15	25	25	25	25	20	20	20	20	20	15	
<b>Totals - Electric</b>													
Budget	\$58,333	\$58,333	\$58,333	\$58,333	\$58,333	\$58,333	\$58,333	\$58,333	\$58,333	\$58,333	\$58,333	\$58,337	\$700,000
Actual	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Variance													

Addendum F

<i>Month Work Completed</i>	Mar-17	Apr-17	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	YTD	
<b>LJURP- 2017-18</b>																					
<b>Administration</b>																					
Electric - Budget	\$60,000	\$60,000	\$60,000	\$50,000	\$40,000	\$20,000	\$10,000	\$20,000	\$30,000	\$30,000	\$30,000	\$30,000	\$30,000	\$30,000	\$30,000	\$30,000	\$20,000	\$20,000	\$20,000	\$620,000	
Actual	\$42,333	\$56,896	\$55,271																	\$154,500	
<b>Conservation</b>																					
Electric - Budget	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$5,000	\$6,000	\$6,000	\$6,250	\$6,250	\$6,250	\$6,000	\$5,000	\$5,000	\$5,000	\$5,000	\$3,000	\$64,750	
Electric - Actual							0	0	0	0	0	0	0	0	0	0	0	0	0	0	
<b>Weatherization</b>																					
Electric - Budget	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$20,000	\$30,000	\$35,000	\$35,000	\$35,000	\$30,000	\$30,000	\$25,000	\$25,000	\$25,000	\$15,000	10,250	315,250	
Electric - Actual							0	0	0	0	0	0	0	0	0	0	0	0	0	0	
<b>Totals - Electric</b>																					
Budget	\$60,000	\$60,000	\$60,000	\$50,000	\$40,000	\$20,000	\$10,000	\$45,000	\$66,000	\$71,000	\$71,250	\$71,250	\$66,250	\$66,000	\$60,000	\$60,000	\$50,000	\$40,000	33,250	1,000,000	
Actual	\$42,333	\$56,896	\$55,271	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$154,500	
Variance	(\$17,667)	(\$3,104)	(\$4,729)	(\$50,000)	(\$40,000)	(\$20,000)	(\$10,000)	(\$45,000)	(\$66,000)	(\$71,000)	(\$71,250)	(\$71,250)	\$66,250	\$66,000	\$60,000	\$60,000	\$50,000	\$40,000	\$33,250	\$845,500	

**BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

PECO Energy Company Universal Services  
And Energy Conservation Plan for 2016-2018  
Submitted in Compliance with  
52 Pa. Code §§ 54.74 and 62.4

Docket No. M-2015-2507139

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**CERTIFICATE OF SERVICE**

I, Richard G. Webster Jr, hereby certify on this day served copies of PECO Energy Company's Compliance Filing for the Revised 2016-2018 Universal Service and Energy Conservation Plans of CAUSE-PA and TURN et al, in accordance with S2 Pa. Code § 1.54.

**VIA EMAIL:**

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JUN 23 2017

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU

Date: June 23, 2017

  
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2ND FLOOR NORTH, CKB  
400 NORTH ST.  
HARRISBURG PA 17120

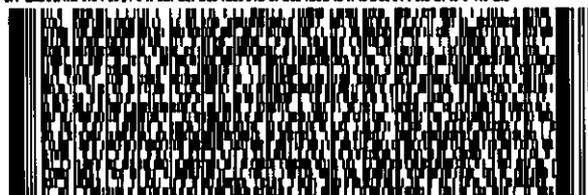
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(717) 772-7777

REF: ADDENDUM F TO 3 YEAR PLAN

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