

June 1, 2020

VIA E-File

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

Re: Pennsylvania Public Utility Commission v. Columbia Gas of Pennsylvania, Inc.

Docket No. R-2020-3018835

Prehearing Memorandum of CAUSE-PA

Dear Secretary Chiavetta:

Please find the attached **Prehearing Memorandum of the Coalition for Affordable Utility Services and Energy Efficiency in Pennsylvania (CAUSE-PA)** in the above noted proceeding.

Pursuant to the Commission's Emergency Order issued on March 20, 2020, and as indicated on the attached Certificate of Service, service on the parties was accomplished by email only.

Respectfully Submitted,

John W. Sweet, Esq. Counsel for CAUSE-PA

CC: Certificate of Service

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission

:

v. :

Docket No. R-2020-3018835

Columbia Gas of Pennsylvania, Inc.

PREHEARING MEMORANDUM OF THE COALITION FOR AFFORDABLE UTILITY SERVICES AND ENERGY EFFICIENCY IN PENNSYLVANIA

On May 22, 2020, a Prehearing Conference Order was issued by Administrative Law Judge Katrina L. Dunderdale setting a telephonic prehearing conference for Wednesday, June 3, 2020, at 9:00 a.m., and requiring parties to file a Prehearing Memorandum no later than 12:00 pm on Tuesday, June 2, 2020. In response, the Coalition for Affordable Utility Services and Energy Efficiency in Pennsylvania ("CAUSE-PA"), through its counsel at the Pennsylvania Utility Law Project, hereby files this Prehearing Conference Memorandum.

I. Background

On April 24, 2020, Columbia Gas of Pennsylvania, Inc. (Columbia) submitted a rate filing, Supplement No. 307 to Tariff Gas Pa. P.U.C. No. 9, which proposes to increase overall rates by approximately \$100.4 million per year, or 17.54% over present revenues. Columbia's proposal would increase the average residential customer bill from \$87.57 to \$103.19, or by approximately 17.84%. (Columbia St. 1 at 7).

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On May 18, 2020, CAUSE-PA filed a Petition to Intervene, requesting full intervenor status as an active party to the proceeding.

On May 21, 2020, the Commission entered a Suspension and Investigation Order suspending the Columbia tariff by operation of law, and opening an investigation to determine the lawfulness, justness, and reasonableness of the rates, rules, and regulations contained therein. (S&I Order).

II. <u>Issues to be Presented</u>

In addition to compliance with sound rate making principles, including the requirement that rates be just and reasonable, Columbia must also ensure that its rates and tariff comply with universal service requirements. See 66 Pa. C.S. § 2203(8). In determining whether rates are just and reasonable, the Commission must examine whether rates are affordable and accessible those served.

In the event that the Commission approves any natural gas distribution rate increase, the Commission should condition approval on Columbia's agreement to perform such actions as are necessary to assure compliance with applicable sections of the Public Utility Code, Commission regulations and guidelines, and settlement agreements.

CAUSE-PA has conducted an initial review of Columbia's proposed tariff changes and testimony, and opposes Columbia's request on the grounds that the proposed rate increase and tariff changes may result in unjust and unreasonable rates that would impose severe hardship on low and moderate income residential customers. CAUSE-PA identifies the following specific issues of concern, which must be addressed in this proceeding, though it reserves the right to raise additional issues which may arise through the course of this proceeding:

- i. The conformity to law and the effect of Columbia's rate filing and proposed rate increase on low income households.
- ii. The effect of Columbia's proposed \$23.00 fixed residential customer charge on low income households, and the ability to achieve appreciable bill savings through adoption of energy efficiency measures.
- iii. The effect of Columbia's rate filing and proposed rate increase on low income households enrolled in or eligible for Columbia's Universal Service Programs, and the continued adequacy of those programs in delivering universally accessible natural gas service.

III. Witnesses and Testimony

CAUSE-PA intends to present the following witness to testify in this matter, and reserves the right to call additional witnesses as may be warranted upon proper notice to Your Honor and the parties:

Mitchell Miller
Mitch Miller Consulting LLC
60 Geisel Road
Harrisburg, PA 17112
717-903-2196
Mitchmiller77@hotmail.com

Mr. Miller will address the issues identified above, as well as other issues that may arise in the course of this proceeding.

IV. <u>Discovery</u>

CAUSE-PA supports the discovery modifications requested by the Office of Consumer Advocate (OCA) in its Prehearing Memorandum.

V. <u>Settlement</u>

CAUSE-PA is willing and ready to engage in settlement discussions in an attempt to resolve or narrow the issues in this proceeding, with any and all parties, and encourages the parties to engage in settlement early in the process.

VI. Service on CAUSE-PA

CAUSE-PA is represented by the attorneys at the Pennsylvania Utility Law Project. All documents should be served on CAUSE-PA as follows:

John W. Sweet, Esq.
Elizabeth R. Marx, Esq.
Ria M. Pereira, Esq.
PENNSYLVANIA UTILITY LAW PROJECT
118 Locust Street
Harrisburg, PA 17102

Telephone: 717-236-9486 Facsimile: 717-233-4088 E-mail: pulp@palegalaid.net

We request that parties serve one hard copy in addition to an electronic copy of all documents served in this proceeding.

VII. Representation of CAUSE-PA at Prehearing Conference

For the purposes of the Prehearing Conference, CAUSE-PA will be represented by John W. Sweet, Esq.

VIII. <u>Litigation Schedule</u>

CAUSE-PA is involved in discussions with Columbia and other parties to reach a mutually agreeable litigation schedule.

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WHEREFORE, CAUSE-PA respectfully submits this Prehearing Conference

Memorandum.

Date: June 1, 2020

Respectfully submitted,

PENNSYLVANIA UTILITY LAW PROJECT Counsel for CAUSE-PA

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John W. Sweet, Esq., PA ID: 320182 Elizabeth R. Marx, Esq., PA ID: 309014 Ria M. Pereira, Esq., PA ID: 316771

118 Locust Street Harrisburg, PA 17101 Tel.: 717-236-9486 Fax: 717-233-4088

pulp@palegalaid.net

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission

:

v. : Docket No. R-2020-3018835

Columbia Gas of Pennsylvania, Inc.

Certificate of Service

I hereby certify that I have this day served copies of the **Prehearing Memorandum of the Coalition for Affordable Utility Services and Energy Efficiency in Pennsylvania** upon the parties of record in the above captioned proceeding in accordance with the requirements of 52 Pa. Code § 1.54 and consistent with the Commission's March 20 Emergency Order at Docket M-2020-3019262.

VIA Email

Amy E. Hirakis, Esq. Columbia Gas of Pennsylvania, Inc. 800 North 3rd Street, Suite 204 Harrisburg, PA 17102 ahirakis@nisource.com

Barrett Sheridan, Esq.
Darryl A. Lawrence, Esq.
Laura Antinucci, Esq.
Office of Consumer Advocate
555 Walnut Street
5th Floor Forum Place
Harrisburg, PA 17101-1923
OCACGPA2020@paoca.org

Steven C. Gray, Esq.
Daniel G. Asmus, Esq.
Office of Small Business Advocate
300 North Second Street
Suite 202
Harrisburg, PA 17101
sgray@pa.gov
dasmus@pa.gov.

Meagan B. Moore, Esq. Columbia Gas of Pennsylvania, Inc. 121 Campion Way, Suite 100 Canonsburg, PA 15317 mbmoore@nisource.com

Michael W. Hassell, Esq.
Lindsay A. Berkstresser, Esq.
Post & Schell, PC
17 North Second Street
12th Floor
Harrisburg, PA 17101
mhassell@postschell.com
lberkstresser@postschell.com

Honorable Charles E. Rainey, Jr. Chief Administrative Law Judge PA Public Utility Commission P.O. Box 3265
Harrisburg, PA 17105
crainey@pa.gov

Joseph L. Vullo, Esq. Burke, Vullo, Reilly, Roberts 1460 Wyoming Ave. Forty Fort, PA 18704 ilvullo@aol.com Erika McLain, Esq.
Bureau of Investigation & Enforcement
PA Public Utility Commission
PO Box 3265
Harrisburg, PA 17105-3265
ermclain@pa.gov

Respectfully Submitted,
PENNSYLVANIA UTILITY LAW PROJECT
Counsel for CAUSE-PA

John W. Sweet, Esq., PA ID: 320182

118 Locust Street Harrisburg, PA 17101

717-710-3839 pulp@palegalaid.net

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