

Thomas J. Sniscak (717) 236-1300 x224 tjsniscak@hmslegal.com

Whitney E. Snyder (717) 236-1300 x260 wesnyder@hmslegal.com

Phillip D. Demanchick (717) 236-1300 x225 pddemanchick@hmslegal.com

100 North Tenth Street, Harrisburg, PA 17101 Phone: 717.236.1300 Fax: 717.236.4841 www.hmslegal.com

August 12, 2022

VIA ELECTRONIC FILING

Administrative Law Judge Jeffrey A. Watson Pennsylvania Public Utility Commission 301 Fifth Avenue, Suite 220 Pittsburgh, PA 15222 jeffwatson@pa.gov

RE: Leatherstocking Gas Company LLC 2022 General Base Rate Increase (Gas) Filing;

Docket No. R-2022-3032764; LEATHERSTOCKING PREHEARING

CONFERENCE MEMORANDUM

Dear Judge Watson:

In accordance with Your Honor's August 4, 2022 Prehearing Conference Order, enclosed is Leatherstocking Gas Company, LLC's Prehearing Conference Memorandum in connection with the above-captioned matter. A copy of the enclosed memorandum has been served as indicated on the attached Certificate of Service.

If you should have any questions, please feel free to contact me at 717-236-1300.

Very truly yours,

/s/ Phillip D. Demanchick

Thomas J. Sniscak Whitney E. Snyder Phillip D. Demanchick Counsel for Leatherstocking Gas Company LLC

PDD/das Enclosure

cc: Rosemary Chiavetta, Secretary (via efiling)

Nick Miskanic, Legal Assistant (nmiskanic@pa.gov)

Per Certificate of Service

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission

:

v. : Docket No. R-2022-3032764

Leatherstocking Gas Company, LLC

PREHEARING CONFERENCE MEMORANDUM OF LEATHERSTOCKING GAS COMPANY, LLC

TO THE HONORABLE JEFFREY A. WATSON:

Pursuant to the August 4, 2022 Prehearing Conference Order issued in the above-captioned proceeding, Leatherstocking Gas Company, LLC ("Leatherstocking" or "LGC" or the "Company"), by and through its attorneys in this matter, Hawke McKeon & Sniscak LLP, submits the following Prehearing Conference Memorandum.

I. PROCEDURAL HISTORY

On July 1, 2022, Leatherstocking, Utility Code 1214100, filed Supplement No. 17 to Tariff Gas - Pa. P.U.C. No. 1 ("Supplement No. 17") to become effective September 1, 2022, containing proposed changes in rates, rules, and regulations calculated to produce \$701,200 (32.35%) in additional annual revenues.

On July 19, 2022, the Pennsylvania Public Utility Commission's ("Commission") Bureau of Investigation and Enforcement ("I&E") filed the Notice of Appearance for Carrie B. Wright.

On July 22, 2022, the Office of Small Business Advocate ("OSBA") filed a Formal Complaint, Public Statement, and Notice of Appearance, which was docketed at Docket No. C-2022-3033978.

On August 2, 2022, the Office of Consumer Advocate ("OCA") filed a Formal Complaint, Public Statement, and Notice of Appearance, which was docketed at Docket No. C-2022-3034235.

On August 4, 2022, the Commission, pursuant to the Public Utility Code, 66 Pa. C.S. § 1308(d), suspended Supplement No. 17 by operation of law until April 1, 2023, unless permitted by Commission Order to become effective at an earlier date. The Commission also ordered an investigation to determine the lawfulness, justness, and reasonableness of the rates, rules, and regulations contained in Leatherstocking's proposed Supplement No. 17.

Also on August 4, 2022, an E-serve Notice was issued by the Commission setting a Prehearing Conference in the above-captioned proceedings for August 16, 2022, before the Honorable Jeffrey A. Watson ("ALJ Watson"). By Prehearing Conference Order dated August 4, 2022, ALJ Watson directed the parties to file Prehearing Conference Memoranda by August 12, 2022.

II. ACCEPTANCE OF SERVICE

Leatherstocking requests that each of the below attorneys be served documents in this proceeding on its behalf:

Thomas J. Sniscak, Attorney I.D. No. 33891
Whitney E. Snyder, Attorney I.D. No. 316625
Phillip D. Demanchick Jr., Attorney I.D. No. 324761
Hawke McKeon & Sniscak LLP
100 North Tenth Street
Harrisburg, PA 17101
717.236.1300
tjsniscak@hmslegal.com
wesnyder@hmslegal.com
pddemanchick@hmslegal.com

In accordance with the Commission's Order entered March 10, 2022, at Docket No. M-2021-3028321, e-mail service is acceptable to Leatherstocking. Leatherstocking also proposes the parties agree to accept service of all documents by email by 4:30 pm as satisfying in-hand delivery.

Should hard copy service become necessary as this proceeding progresses, hard copy service can be sent to the attorneys at the address listed above.

III. ISSUES AND SUB-ISSUES

The adjustments and reasons for the revenue, expense, rate base, and return are listed or appear in the Company's filing. Leatherstocking intends to address issues involving: (1) the reasonableness of the revenue increase it is seeking in this proceeding; (2) the reasonableness of the proposed allocation of the requested increase among the various customer classes; (3) the reasonableness of the rates of return proposed by Leatherstocking; and (4) general natural gas operations of the Company.

Leatherstocking reserves the right to present additional testimony and exhibits on any other issues that may arise during this proceeding.

IV. WITNESSES

Below is a list of the witnesses and the areas of their testimony that comprises Leatherstocking's direct case in this proceeding. The subject matters listed below represent as complete a statement of issues that Leatherstocking can provide at this stage of the proceeding. Further definition of contested issues by the parties will develop within the scope of the subject matter listed below during the proceeding.

Leatherstocking currently intends to offer the following witnesses to testify in the base rate proceeding on the following subject matters:

Testimony	Witness	Issues Covered
LGC Statement No. 1	Accounting and Rate Panel	A) Historic Financial
		Data and Intercompany
	Charles Lenns	Cost Allocations
	Vice President and Chief Financial Officer	B) Capital Structure
	Corning Natural Gas Holding Corporation	C) Rate of Return
	330 West William Street	D) Rate Base
	Corning, New York 14830	E) Cost of Service

clenns@corninggas.com	F) Sales and Revenue
	G) Rate Design,
Richard Kane	Construction Build-Out
Rate Case Consultant	CIAC Fee, Rate
77 Leland Avenue	Allocation, and Bill
Pleasantville, New York 10570	Impact Analysis
snorunner1@msn.com	

Leatherstocking reserves the right to offer additional witnesses and exhibits as may be necessary to address the testimony, exhibits, or evidence that may be presented by any party in this proceeding.

V. PROPOSED LITIGATION SCHEDULE

Leatherstocking proposes the following litigation schedule in this proceeding for Your Honor's consideration.

Prehearing Conference	August 16, 2022	
Other Parties' Direct Testimony	September 13, 2022	
In-Person Public Input Hearings	Week of September 19, 2022	
Rebuttal Testimony	October 5, 2022	
Surrebuttal Testimony	October 18, 2022	
Written Rejoinder	October 24, 2022	
Evidentiary Hearings	October 26 – 27, 2022	
Receipt of Transcripts	October 31, 2022	
Main Briefs	November 18, 2022	
Reply Briefs	December 1, 2022	
Recommended Decision	January 10, 2023	
Public Meeting	March 16, 2023	

As the proposed litigation schedule contemplates public input hearings convening after the filing of the other parties' direct testimony, Leatherstocking proposes that parties respond to the public input hearing testimony in rebuttal testimony. Parties would then have the opportunity to respond to that rebuttal testimony at the surrebuttal stage of the proceeding.

VI. DISCOVERY

On July 1, 2022, Leatherstocking filed its direct case in this matter, which included all supporting documentation and direct testimony. To date, Leatherstocking has responded and is responding to discovery requests received from I&E. In an effort to expedite the discovery process, Leatherstocking proposes the following discovery modifications:

Proposed Discovery Modifications:

- (1) Answers to written interrogatories shall be served in-hand within ten (10) calendar days of service.
- (2) Objections to interrogatories shall be communicated orally within three (3) calendar days of service of the interrogatories; unresolved objections shall be served upon the ALJ within five (5) calendar days of service of the interrogatories.
- (3) Motions to dismiss objections and/or direct the answering of interrogatories shall be filed within three (3) calendar days of service of such motions.
- (4) Answers to motions to dismiss objections and/or answering of interrogatories shall be filed within three (3) calendar days of service of such motions.
- (5) Responses to requests for document production, entry for inspection, or other purposes must be served in-hand within ten (10) calendar days of service.
- (6) Requests for admission will be deemed admitted unless answered within ten (10) calendar days or objected to within five (5) calendar days of service.
- (7) Answers to on-the-record data requests shall be served in-hand within seven (7) calendar days of the requests.
- (8) Discovery and all discovery-related pleadings, such as objections, motions, or answers, served after 12:00 noon on a Friday or after 12:00 noon the day before a holiday recognized by the Commission will be deemed to have been served on the following business day for purposes of tracking due dates.

VII. SETTLEMENT

Leatherstocking will actively seek to participate in settlement discussions with the other parties. Leatherstocking will not be utilizing the Commission's mediation process.

WHEREFORE, Leatherstocking Gas Company, LLC respectfully submits this Prehearing Conference Memorandum.

Respectfully submitted,

/s/ Phillip D. Demanchick

Thomas J. Sniscak, Attorney I.D. No. 33891
Whitney E. Snyder, Attorney I.D. No. 316625
Phillip D. Demanchick Jr., Attorney I.D. No. 324761
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wesnyder@hmslegal.com
pddemanchick@hmslegal.com

Dated: August 12, 2022 Counsel for Leatherstocking Gas Company, LLC

CERTIFICATE OF SERVICE

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

SERVICE BY EMAIL ONLY:

Aron J. Beatty, Esquire Office of Consumer Advocate 555 Walnut Street 5th Floor, Forum Place Harrisburg, PA 17101-1923 abeatty@paoca.org

Sharon E. Webb, Esquire Commonwealth of Pennsylvania Office of Small Business Advocate 555 Walnut Street 1st Floor, Forum Place Harrisburg, PA 17101 swebb@pa.gov Carrie B. Wright, Esq.
Pennsylvania Public Utility Commission
Bureau of Investigation & Enforcement
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17120
carwright@pa.gov

/s/ Phillip D. Demanchick

Thomas J. Sniscak, Esq. Whitney E. Snyder, Esq. Phillip D. Demanchick, Esq.

Dated: August 12, 2022