BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Petition of PPL Electric Utilities Corporation : for Approval of Tariff Modifications and :

Waivers of Regulations Necessary to : Docket No. P-2019-3010128

Implement its Distributed Energy Resources:

Management Plan

REJOINDER TESTIMONY OF WANDA REDER

PPL Electric Statement No. 2-RJ

August 26, 2020

1	\sim		STATE YOUR	DISCIPLIA	ADDDEGG
	()	PLHASH	NIAIH VOUR	KININHAA	AIIIIKH

- 2 A. My name is Wanda Reder, and my business address is 34W676 Country Club Road, Wayne,
- 3 Illinois 60184.

4

- 5 Q. BY WHOM ARE YOU EMPLOYED AND IN WHAT CAPACITY?
- 6 A. I am the President and CEO of Grid-X Partners, LLC ("Grid-X").

7

- 8 Q. HAVE YOU PREVIOUSLY SUBMITTED IN TESTIMONY IN THIS
- 9 **PROCEEDING?**
- 10 A. Yes. My direct testimony is set forth in PPL Electric Statement No. 2, and my rebuttal
- testimony is set forth in PPL Electric Statement No. 2-R.

12

- 13 Q. WHAT IS THE PURPOSE OF YOUR REJOINDER TESTIMONY?
- 14 A. I will respond to some of the allegations and recommendations made in: OCA Statement
- No. 1-SR, the Surrebuttal Testimony of Ron Nelson submitted on behalf of the Office of
- 16 Consumer Advocate ("OCA"); and SEF Statement No. 1-SR, the Surrebuttal Testimony of
- John Costlow submitted on behalf of the Sustainable Energy Fund ("SEF"). In this
- rejoinder testimony, I will address those witnesses' surrebuttal testimony in that order.

19

- 20 O. ARE YOU SPONSORING ANY EXHIBITS WITH YOUR REJOINDER
- 21 **TESTIMONY?**
- 22 A. No.

23

1	I.	OCA STATEMENT NO. 1-SR – SURREBUTTAL TESTIMONY OF RON NELSON

- 2 Q. OCA WITNESS NELSON ALLEGES THAT PPL ELECTRIC'S DER
- 3 MANAGEMENT PLAN APPEARS TO BE DISCRIMINATORY BASED ON THE
- 4 DEFINITION IN INSTITUTE OF ELECTRICAL AND ELECTRONICS
- 5 ENGINEERS ("IEEE") 1547-2018. (OCA STATEMENT NO. 1-SR, P. 15.) DO YOU
- 6 **AGREE?**
- 7 A. No. The DER Management Plan is technology neutral, applies to all inverter-based DERs,
- and fully embraces IEEE 1547-2018 and Underwriters Laboratories ("UL") 1741. I also
- 9 disagree with Mr. Nelson that the issue of DER compensation for grid services should be
- addressed by the Pennsylvania Public Utility Commission ("Commission") in a different
- proceeding before it approves anything similar to the PPL Electric's DER Management
- Plan. The Company has provided ample evidence and has made a compelling case that it
- is prepared to implement the DER Management Plan and that no additional compensation
- to customers is warranted. Moreover, should the Commission determine that compensation
- is required, PPL Electric's tariff already has provisions in place to determine the rate of
- 16 compensation.

17

- 18 Q. MR. NELSON ALSO ASSERTS THE FOLLOWING IN HIS SURREBUTTAL
- 19 TESTIMONY: "THE SETTINGS ASSOCIATED WITH THE SMART INVERTER
- 20 ARE WHAT IEEE 1547-2018 CONSISTS OF, WHILE THE STANDARD
- 21 REQUIRES THAT DER ARE CAPABLE OF ENABLING MONITORING AND
- 22 CONTROL. PPL HAS CONFLATED THESE TWO ISSUES THROUGHOUT
- 23 BOTH DIRECT AND REBUTTAL TESTIMONIES BY ASSERTING THAT IEEE

1	1547-2018	REQUIRES	COMMUNICATION	AND	CONTROL."	(OCA
2	STATEMENT NO 1-SR P 18) PLEASE RESPOND					

A. I disagree that PPL Electric has "conflated" these two issues. To the contrary, the Company fully understands and embraces the capabilities that IEEE 1547-2018 enables. PPL Electric's DER Management proposal would allow the Company to utilize one of two communications ports, a requirement specified in IEEE 1547-2018, to monitor and manage DER that is interconnected with the Company's distribution system. PPL Electric simply is seeking approval to use the capabilities required by IEEE 1547-2018 to better manage its distribution system, increase the hosting capacity on its distribution circuits, and provide safer and more reliable service to all of its customers.

- Q. DO YOU AGREE WITH MR. NELSON'S ARGUMENT THAT PPL ELECTRIC'S INTERPRETATION OF THE NATIONAL ASSOCIATION OF REGULATORY UTILITY COMMISSIONERS ("NARUC") RESOLUTION IS MISLEADING? (OCA STATEMENT NO. 1-SR, PP. 16-20.)
- A. No. As Mr. Nelson noted in his surrebuttal testimony, "[t]he NARUC Resolution encourages regulators to move quickly to implement IEEE 1547-2018. There are many operational issues that can be avoided by upgrading smart inverters in the near term."

 (OCA Statement No. 1-SR, p. 18.) PPL Electric agrees and requests approval of the DER Management Plan to move forward accordingly. While the NARUC Resolution does not explicitly address monitoring and management, IEEE 1547-2018 requires this functionality in smart inverters. Clearly, IEEE 1547-2018 envisioned the need for monitoring and management of DERs by requiring smart inverters to have specified communication

capabilities.	The suggestion th	at these capabilities	s should not b	e utilized by	PPL E	lectric
undermines a	a critical componer	nt of the IEEE 1547	-2018 effort.			

- 4 II. <u>SEF STATEMENT NO. 1-SR SURREBUTTAL TESTIMONY OF JOHN</u> <u>COSTLOW</u>
- 6 Q. SEF WITNESS COSTLOW ARGUES THAT YOUR PROJECTIONS FOR SOLAR
- 8 REJECTED BECAUSE "[R]ESPECTFULLY, MS. REDER IS NOT ON THE

ADOPTION IN PPL ELECTRIC'S SERVICE TERRITORY SHOULD BE

- 9 GROUND IN PENNSYLVANIA AND DOES NOT HAVE A COMPREHENSIVE
- 10 UNDERSTANDING OF THE PENNSYLVANIA, AS [HE] DO[ES]." (SEF
- 11 STATEMENT NO. 1-SR, P. 7.). WOULD YOU PLEASE RESPOND?
 - A. Mr. Costlow's characterization of my qualifications and "understanding" of the Pennsylvania market should be rejected entirely. Throughout my career, I have had the opportunity to gain significant knowledge of what is happening in Pennsylvania, in the United States, and around the world, giving me substantial context, perspective, and insight that should not be overlooked in this proceeding. In terms of Pennsylvania, I have spent significant time here in the Commonwealth in the past year, even living in Allentown, Pennsylvania part-time. Furthermore, when I was a Vice President and an officer for Exelon Energy Delivery, I was directly responsible for PECO Energy Company's Electric Delivery Asset Management, Planning, Work Management, Standards, Engineering and more. This required an acute awareness and understanding of the assets, reliability, safety, financial and regulatory elements of the electric system in Pennsylvania and the communities served. Also, through my consulting services, I have gained an in-depth understanding of the challenges faced by PPL Electric and the solar market in Pennsylvania

and have brought my experience and knowledge from other jurisdictions to provide insight and solutions to those challenges. Therefore, contrary to Mr. Costlow's allegation, I am and have been "on the ground in Pennsylvania." (SEF Statement No. 1-SR, p. 7.)

More broadly, for the United States, I currently serve as the Chair of the U.S. Department of Energy ("DOE") Electricity Advisory Committee ("EAC"). Prior to becoming chair, I led the U.S. DOE EAC Smart Grid Sub-Committee, and my co-chair formerly led the Pennsylvania OCA. From a global perspective, I was the President of the IEEE Power & Energy Society, which sponsored the development of IEEE 1547-2018 to address the challenges posed by DERs and the opportunities that smart inverters offer. The standard development has progressed as planned and as represented in my rebuttal testimony, IEEE 1547.1 was approved earlier this year. Thus, respectfully, I disagree with Mr. Costlow and maintain that in addition to having comprehensive knowledge of the industry at large, I have specific understanding and experience in Pennsylvania. Therefore, my perspective on projections for solar adoption in the Company's service territory should be considered.

Q. DOES THIS CONCLUDE YOUR REJOINDER TESTIMONY AT THIS TIME?

A. Yes, although I reserve the right to supplement my rejoinder testimony.