

March 9, 2023

E-FILED

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

Re: Pennsylvania Public Utility Commission v. Philadelphia Gas Works / Docket No. (R-2023-3037933)

Dear Secretary Chiavetta:

Enclosed please find the Complaint, Public Statement, and Verification, on behalf of the Office of Small Business Advocate ("OSBA"), in the above-captioned proceeding.

Copies will be served on all known parties in this proceeding, as indicated on the attached Certificate of Service.

If you have any questions, please do not hesitate to contact me.

Sincerely,

/s/ Sharon E. Webb

Sharon E. Webb Assistant Small Business Advocate Attorney ID No. 73995

Enclosures

cc: Robert D. Knecht

Nakea S. Hurdle, Esq. Parties of Record

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission:

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v. : Docket Nos. R-2023-3037933

:

Philadelphia Gas Works :

COMPLAINT OF THE SMALL BUSINESS ADVOCATE

1. The Complainant is:

NazAarah Sabree Small Business Advocate 555 Walnut Street, 1st Floor Forum Place Harrisburg, PA 17101 (717) 783-2525

2. The names and addresses of the Complainant's attorneys are:

Sharon E. Webb
Nakea S. Hurdle, Esq.
Assistant Small Business Advocates
Office of Small Business Advocate
555 Walnut Street, 1st Floor
Forum Place
Harrisburg, PA 17101
(717) 783-2525
(717) 783-2831 (fax)
swebb@pa.gov
nhurdle@pa.gov

3. The respondent utility is:

Philadelphia Gas Works 800 W. Montgomery Avenue Philadelphia, PA 19122

4. The Complainant is authorized and directed by the Small Business Advocate Act,

Act 181 of 1988, 73 P.S. §§ 399.41 - 399.50, to represent the interests of small business

consumers of utility services in matters before the Pennsylvania Public Utility Commission ("Commission").

- 5. This Complaint is filed against the rates, terms, and other provisions of Supplement No. 159 to Philadelphia Gas Work's Gas Service Tariff—Pa. P.U.C. No. 2 ("Supplement No. 159"), and proposed Supplement No. 105 to Philadelphia Gas Works Supplier Tariff—Pa. P.U.C. No. 1 ("Supplement No. 105") which were filed on February 27, 2023. The proposed Tariffs, if approved by the Commission, would increase the retail distribution rates of Philadelphia Gas Works ("PGW" or "Company") by \$85.5 million per year. After preliminary review of the materials filed by the Company in support of the proposed Tariff, Complainant believes, and therefore avers, that those materials may be insufficient to justify the rate increase requested and that the Company's present and proposed rates, rules, and conditions of service may be unjust, unreasonable, unduly discriminatory, and otherwise contrary to law, particularly as they pertain to small business customers.
- 6. Complainant believes, and therefore avers, that PGW's proposed rates, rate design, and cost and revenue allocation are or may be unjust, unreasonable, and unlawfully discriminatory in violation of, *inter alia*, Sections 1301 and 1304 of the Public Utility Code, 66 Pa.C.S. §§1301 and 1304, and contrary to appropriate public policy and sound ratemaking considerations, and may not be supported by the materials filed by PGW.
- 7. In view of the foregoing, the Small Business Advocate respectfully requests that the Pennsylvania Public Utility Commission:
 - A. Suspend and investigate the operation of Supplement No. 159 to PGW's Gas Service Tariff –Pa. P.U.C. No. 2;

- B. Suspend and investigate the operation of Supplement No. 105 to PGW's Supplier Tariff –Pa. P.U.C. No. 1;
- B. At the conclusion of such investigation, reject the proposed new rates and other tariff changes in Supplement No. 159 to PGW's Gas Service Tariff Pa. P.U.C. No. 2, and proposed Supplement No. 105 PGW's Supplier Tariff No. 1, to the extent required to insure that PGW's rates are lawful, just, reasonable, and not unduly discriminatory; and
- C. Grant such other relief as may be necessary or appropriate.

Respectfully submitted,

/s/ Sharon E. Webb

Sharon E. Webb Assistant Small Business Advocate Attorney ID No. 73995

Office of Small Business Advocate 555 Walnut Street, 1st Floor Forum Place Harrisburg, PA 17101 (717) 783-2525 (717) 783-2831 (fax)

Dated: March 9, 2023

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission:

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v. : Docket Nos. R-2023-3037933

:

Philadelphia Gas Works :

PUBLIC STATEMENT OF THE OFFICE OF SMALL BUSINESS ADVOCATE

The Small Business Advocate is authorized and directed to represent the interests of small business consumers of utility services in Pennsylvania under the provisions of the Small Business Advocate Act, Act 181 of 1988, 73 P.S. §§ 399.41 – 399.50 ("the Act"). The Act further provides that the Small Business Advocate issue publicly a written statement setting forth concisely the specific interest of small business consumers to be protected by the initiation of, or intervention in, any proceeding involving those interests before the Pennsylvania Public Utility Commission ("Commission") or any other agency or court. This public statement relates to the filing today by the Small Business Advocate of a Complaint in the above-captioned proceeding.

This proceeding involves a request by Philadelphia Gas Works ("PGW") for the approval of Supplement No. 159 to PGW's Gas Service Tariff No. 2 (Supplement No. 159), and proposed Supplement No. 105 to Philadelphia Gas Works Supplier Tariff- Pa. P.U.C. No. 1 which provide for an annual \$85.5 million base rate increase.

The Small Business Advocate has filed a formal Complaint against PGW's proposed rate increase in order to protect the interests of PGW's small business customers. A preliminary review of the data filed by PGW in support of its request for a

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rate increase indicates that the costs claimed by the utility for ratemaking purposes may

be excessive. A thorough inquiry by the Commission into all elements of PGW's request

for a rate increase is necessary to ensure that PGW's rates, including any new rates that

may result from this proceeding, are just, reasonable, and non-discriminatory.

In view of the foregoing, the Small Business Advocate will participate in

proceedings before the Commission to investigate the reasonableness of the proposed

rates in PGW's Tariff No. 2 ("Supplement No. 159") and PGW's Supplier Tariff No. 105

("Supplement No. 105"). The Small Business Advocate will ask the Commission to deny

any proposed rate increase or other changes in PGW's present tariffs that apply to small

business customers that are not proven by PGW to be lawful, just, reasonable and non-

discriminatory.

Dated: March 9, 2023

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VERIFICATION

I, NazAarah Sabree, hereby state that the facts set forth herein above are true and correct to the best of my knowledge, information and belief and that I expect to be able to prove the same at a hearing held in this matter. I understand that the statements herein are made subject to the penalties of 18 Pa. C.S. § 4904 (relating to unsworn falsification to authorities).

Date: March 9, 2023

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission :

:

v. : Docket No. R-2023-3037933

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Philadelphia Gas Works

CERTIFICATE OF SERVICE

I hereby certify that true and correct copies of the foregoing have been served via email (*unless other noted below*) upon the following persons, in accordance with the requirements of 52 Pa. Code § 1.54 (relating to service by a participant).

The Honorable Charles E. Rainey Jr. Chief Administrative Law Judge Pennsylvania Public Utility Commission 400 North Street Commonwealth Keystone Building Harrisburg, PA 17120 crainey@pa.gov

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DATE: March 9, 2023

/s/ Sharon E. Webb

Sharon E. Webb Assistant Small Business Advocate Attorney ID No. 73995