



John F. Povilaitis 717 237 4825 john.povilaitis@bipc.com 409 North Second Street Suite 500 Harrisburg, PA 17101-1357 T 717 237 4800 F 717 233 0852

February 15, 2024

#### **VIA EFILING**

Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission Commonwealth Keystone Building 400 North Street, 2nd Floor Harrisburg, PA 17120

Re: Initiative to Review and Revise the Existing Low-Income Usage Reduction

Program (LIURP) Regulations at 52 Pa. Code §§ 58.1-58.18;

Docket No. L-2016-2557886

Dear Secretary Chiavetta:

Enclosed please find the Reply to Comments of The Pennsylvania Coalition of Local Energy Efficiency Contractors, Inc. in the above-referenced proceeding.

Copies are being served as indicated in the attached Certificate of Service.

Very truly yours,

John F. Povilaitis

JFP/ja Enclosure

cc: Certificate of Service

# BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Initiative to Review and Revise : Docket No. L-2016-2557886

the Existing Low-Income

Usage Reduction Program (LIURP) Regulations

at 52 Pa. Code §§ 58.1-58.18

# REPLY TO COMMENTS OF THE PENNSYLVANIA COALITION OF LOCAL ENERGY EFFICIENCY CONTRACTORS, INC.

#### I. INTRODUCTION

The Pennsylvania Coalition of Local Energy Efficiency Contractors, Inc. ("PA-CLEEC"), is a non-profit entity composed of 14 local community-based contractors and community-based organizations ("CBOs"), specializing in the delivery of field work for public utility Universal Service Energy and Conservation Programs ("USECP") that benefit low-income customers of Electric Distribution Companies ("EDCs") and Natural Gas Distribution Companies ("NGDCs"). For decades, PA-CLEEC members have been the utility "boots on the ground" installing conservation and energy efficiency measures for customers participating in Pennsylvania Public Utility Commission ("PaPUC" or "Commission") Low-Income Usage Reduction Programs ("LIURP"). PA-CLEEC promotes: (i) the use of adequate LIURP budgets that make meaningful progress toward meeting low-income customers' needs, (ii) fair and transparent public utility request for proposal ("RFP") processes that support the delivery of energy efficiency and conservation services which create actual customer savings, and (iii) sensible, cost-effective program structures that work to benefit low-income customers. PA-CLEEC offers the following replies to comments for the Commission's consideration.

#### II. PA-CLEEC'S REPLY TO COMMENTS

## A. Relationship between LIURP as Investment vs. CAP as Expense.

The Energy Association of Pennsylvania ("EAP") comments that "The Commission's suggested edits to the LIURP budget factors appear to treat utilities as social service agencies..." (EAP Comments, p. 13.). One does not have to agree with EAP's assertion to recognize that there is a more accurate thought model available to consider the relationship between Customer Assistance Programs ("CAP") and LIURP programs. PA-CLEEC submits to the Commission that it would be more useful to consider the relationship between these two Universal Service Programs in a more accounting-like manner: consider LIURP as investment and CAP as expense. The Commission should more aggressively lean into the idea that LIURPs are, in fact, investments that can reasonably be expected to reduce the expense of CAPs. The particulars of this accounting can be defined within USECPs, individually. The entire formulation comes together logically: LIURPs are (and should be) primarily about creating efficiencies: energy savings for payment-challenged low-income ratepayers yield lower bills for them which they can better afford, and in turn yield savings in CAP expenditures for the utilities and their residential ratepayers who are the source of the funding. These programs should work this way. From this premise it follows that the utilities would be allocating more of their USP budget dollars to LIURP, to in turn reduce their expenditures on CAP. We would think EAP would agree that it is *squarely within the purview* of a regulated utility to pursue greater efficiency in the application of residential ratepayer funds in these assistance programs, and indeed they do make (or imply) this argument fairly frequently. Increasing the number of customers served multiplied by higher performance LIURPs must be the most effective way to achieve greater savings for all parties involved - both in energy and dollars. Shifting some fraction of CAP budget to LIURP would appear to be consistent with EAP's perspective. Should EAP contend that LIURP savings just aren't great enough to make the equation work, PA-CLEEC's reply would be that as stewards of ratepayer funds, *solving that problem* should be of exceptionally high importance to the utilities: ensuring LIURPs reach the performance benchmark where "lift overcomes drag" and real savings against CAP expenses start accumulating

#### III. CONCLUSION

PA-CLEEC appreciates the opportunity to reply to comments on recommended amendments to the Commission's LIURP regulations at 52 Pa. Code §§ 58-1-58.18.

By:

Respectfully submitted,

BUCHANAN, INGERSOLL & ROONEY, PC

Dated: February 15, 2024

John F. Povilaitis, Esquire

Alan M. Seltzer, Esquire

409 North Second Street, Suite 500

Harrisburg, PA 17101-1357 john.povilaitis@bipc.com alan.seltzer@bipc.com

Counsel for PA Coalition of Local Energy Efficiency Contractors, Inc.

### **VERIFICATION**

I, Richard Rovegno, Acting Chairman of the Pennsylvania Coalition of Local Energy Contractors (PA-CLEEC), hereby verify that the information in the foregoing Comments of PA-CLEEC filed at Docket No. L-2016-2557886, is true and correct to the best of my information, knowledge and belief. I understand that the statements are made subject to the penalties of 18 Pa. C.S. Section 4904, relating to the unsworn falsification to authorities.

Signature . Sorregno

Dated: February 15, 2024

# BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Initiative to Review and Revise : Docket No. L-2016-2557886

the Existing Low-Income

Usage Reduction Program (LIURP) Regulations :

at 52, PA. Code §§ 58.1-58.18 :

### **CERTIFICATE OF SERVICE**

I hereby certify that this day I served a copy of the foregoing document upon the persons

listed below in the manner indicated in accordance with the requirements of 52, PA. Code § 1.54.

### **Via Email or Regular Mail:**

Eugene M. Brady Christy Appleby

Pennsylvania Weatherization Providers Task
Force

Office of Consumer Advocate
555 Walnut Street 5th Floor

P.O. Box 1127 Forum Place

165 Amber Lane Harrisburg, PA 17101 Wilkes-Barre, PA 18703 cappleby@paoca.org

ceonortheastpa@gmail.com

Counsel for OCA

Counsel for PA Weatherization Task Force

Ward L. Smith

Exelon Business Service Corp.

Legal Department S23-1

2301 Market Street

Community Legal Services
1410 West Erie Avenue
Philadelphia, PA 19140
energylawyers@clsphila.org.

Philadelphia, PA 19103

ward.smith@exeloncorp.com Counsel for Community Legal Services of

Philadelphia

Counsel for PECO Energy Company

Denise Adamucci
Philadelphia Gas Works
Office of General Counsel
Boo West Montgomery Avenue
Philadelphia, PA 19122
Department of Human Services
P.O. Box 2675
Department of Human Services
Department of Human Services
P.O. Box 2675
Department of Human Services
Department of Human Services
P.O. Box 2675
Department of Human Services
Department of Human Services
P.O. Box 2675
Department of Human Services
Department of Human Services
Department of Human Services
P.O. Box 2675
Department of Human Services
Department of Human Ser

Counsel for PGW Counsel for PA Department of Human

Services

Teresa Harrold
First Energy
2800 Pottsville Pike
P.O. Box 16001
Reading, PA 19612
paregulatorycomplaints@firstenergycorp.com

aregulatorycomplaints@firstenergycorp.com krowickim@natfuel.com

Counsel for Metropolitan Edison Company, et al.

Counsel for National Fuel Gas Distribution Corporation

Maureen Geary Krowicki

P.O. Box 2081

1100 State Street

Erie, PA 16512

National Fuel Gas Distribution Corp.

Terrance J. Fitzpatrick
Energy Association of Pennsylvania
800 North Third Street, Suite 205
Harrisburg, PA 17102
tfitzpatrick@energypa.org

Counsel for Energy Assoc. of PA

Michael J. Shafer PPL Services Corp. 2 N 9th Street Gentw3 Allentown, PA 18101 mjshafer@pplweb.com

Counsel for PPL

Jennifer Petrisek
Peoples Natural Gas Company LLC
375 North Shore Drive
Pittsburgh, PA 15212
Jennifer.Petrisek@peoples-gas.com

Counsel for Peoples TWP & Peoples Natural Gas Co.

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

Counsel for Columbia Gas of PA

Jonathan David Philadelphia Gas Works 800 West Montgomery Ave Philadelphia, PA 19122

Counsel for PGW

Dennis Davin
Department of Community and Economic
Development
400 North Street, 4th Floor
Harrisburg, PA 17120

Counsel for Department of Community and Economic Development

Kimberly A. Klock PPL Services Corp. 2 North 9th Street Allentown, PA 18101 kklock@pplweb.com

Counsel for PPL

John Bailey Natural Resources Defense Council 1152 15th Street Northwest, Suite 300 Washington, DC 20005 jbailey@nrdc.org

Counsel for Natural Resources Defense Council Timothy B. Hennessey Consumer Advisory Council 1178 Foxview Road Pottstown, PA 19465

Counsel for Consumer Advisory Council

Eric D. Miller Keystone Energy Efficiency Alliance 1501 Cherry Street Philadelphia, PA 19102 emiller@keealliance.org

Counsel for KEEA

Pennsylvania Utility Law Project 118 Locust Street Harrisburg, PA 17101 pulp@pautilitylawproject.com

Counsel for PULP

Catherine Buhrig
Pennsylvania Department of Human Services
Bureau of Policy
P.O. Box 2675
Harrisburg, PA 17105

Counsel for PA Department of Human Services

Dina Schlossberg Regional Housing Legal Services 2 S Easton Road Glenside, PA 19038 dina.schlossberg@rhls.org

Counsel for Regional Housing Legal Services

Date: February 15, 2024

Todd Nedwick National Housing Trust 1101 30th Street NW Suite 100A Washington, DC 20007 tnedwick@nhtinc.org

Counsel for National Housing Trust

Donna M. J. Clark Energy Association of Pennsylvania 800 North Third Street Suite 205 Harrisburg, PA 17101 dclark@energypa.org

Counsel for Energy Assoc. of PA

Nicole W. Grear Manager, Policy & Research Energy Association of Pennsylvania 800 North Third Street, Suite 205 Harrisburg, PA 17102 ngrear@energypa.org

Counsel for Energy Assoc. of PA

Joseph L. Vullo Burke Vullo Reilly Roberts 1460 Wyoming Avenue Forty Fort, PA 18704 jlvullo@bvrrlaw.com

Counsel for Commission on Economic Opportunity

John F. Povilaitis, Esq.