

**A REGULAR MEETING
OF
THE PUBLIC SERVICE COMMISSION**

1. A Regular Meeting was called to order by Chair Winslow in the Hearing Room, 861 Silver Lake Boulevard, Dover, Delaware, on Tuesday June 10, 2014, at 1:01 p.m. with the following Commissioners in attendance: Jeffrey Clark, Joann Conaway and Jaymes Lester.

The following Staff members were in attendance: Donna Nickerson, Alisa Bentley, Virginia Jackson, Julie Donoghue, Deputy Attorney General, Kathleen Makowski, Deputy Attorney General, Janis Dillard, and Robert Howatt.

2. Commissioner Conaway motioned to approve the meeting minutes from the April 15 (including Executive Session), April 29, May 13, and May 29, 2014 meetings; seconded by Commissioner Clark; the motion carried unanimously.
3. CONSENT AGENDA ITEMS:

A motion was made by Commissioner Clark to adopt the following Consent Agenda items:

IN THE MATTER OF THE APPLICATION OF ARTESIAN WASTEWATER MANAGEMENT, INC., FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY TO PROVIDE WASTEWATER SERVICES TO THE COMMUNITY OF CHELSEA VILLA LOCATED ON WILLOW GROVE ROAD NORTH OF VIOLA, KENT COUNTY, DELAWARE "CHELSEA VILLA WW" (FILED DECEMBER 26, 2007) – PSC DOCKET NO. 07-WW-031

IN THE MATTER OF THE APPLICATION OF ARTESIAN WASTEWATER MANAGEMENT, INC. TO ABANDON UNDER 26 DEL. C. § 203A(d) WASTEWATER SERVICES PROVIDED UNDER A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY FOR THE COMMUNITY OF CHELSEA VILLA IN KENT COUNTY, DELAWARE (FILED APRIL 23, 2014) – PSC DOCKET NO. 14-WW-003

Commission to consider Staff Memorandum and Proposed Order No. 8568.

The motion was seconded by Commissioner Lester; the motion carried unanimously.

4. REGULAR AGENDA ITEMS:

IN THE MATTER OF THE APPLICATION OF DELMARVA POWER & LIGHT COMPANY FOR AN INCREASE IN ELECTRIC BASE RATES AND MISCELLANEOUS TARIFF CHANGES (FILED MARCH 22, 2013) – PSC DOCKET NO. 13-115

James McC. Geddes, Esquire, appeared on behalf of Staff.

Andrea Maucher and Regina Iorii appeared on behalf of the Division of the Public Advocate.

Pamela Scott appeared on behalf of Delmarva Power and Light Company.

A motion was made by Commissioner Clark and seconded by Commissioner Conaway to adopt Order No. 8569; the motion carried unanimously.

A verbatim transcript was made of this proceeding.

IN THE MATTER OF THE APPLICATION OF ARTESIAN WATER COMPANY, INC. CONCERNING THE SEMI-ANNUAL DISTRIBUTION SYSTEM IMPROVEMENT CHARGE ("DSIC") EFFECTIVE JANUARY 1, 2013 PURSUANT TO 26 *DEL* C §314 (b) (5) (FILED NOVEMBER 30, 2012) – PSC DOCKET NO. 12-539

IN THE MATTER OF THE APPLICATION OF ARTESIAN WATER COMPANY, INC. CONCERNING THE DISTRIBUTION SYSTEM IMPROVEMENT CHARGE ("DSIC") EFFECTIVE JULY 1, 2013 PURSUANT TO 26 *DEL*. C. §314 (FILED MAY 30, 2013) – PSC DOCKET NO. 13-217

Kathleen Makowski, Deputy Attorney General, appeared on behalf of Staff.

Andrea Maucher and Regina Iorii appeared on behalf of the Division of the Public Advocate.

John Schreppler appeared on behalf of Artesian Water Company.

A motion was made by Commissioner Conaway and seconded by Commissioner Lester to adopt Order No. 8564; the motion carried unanimously.

A verbatim transcript was made of this proceeding.

IN THE MATTER OF THE APPLICATION OF TIDEWATER UTILITIES, INC. FOR THE APPROVAL OF THE SEMI-ANNUAL ADJUSTMENT TO THE DISTRIBUTION SYSTEM IMPROVEMENT CHARGE ("DSIC") PURSUANT TO 26 *DEL*. C. §3149b) (5) (FILED NOVEMBER 20, 2012) – PSC DOCKET NO. 12-525

IN THE MATTER OF THE APPLICATION OF TIDEWATER UTILITIES, INC. FOR THE APPROVAL OF THE SEMI-ANNUAL ADJUSTMENT TO THE DISTRIBUTION SYSTEM IMPROVEMENT CHARGE ("DISC") PURSUANT TO 26 *DEL*. C §314 (b)(5) (FILED MAY 24, 2013) – PSC DOCKET NO. 13-207

Julie Donoghue, Deputy Attorney General, appeared on behalf of Staff.

Andrea Maucher and Regina Iorii appeared on behalf of the Division of the Public Advocate.

Kirsten Higgins appeared on behalf of Tidewater Utilities, Inc.

A motion was made by Commissioner Conaway and seconded by Commissioner Lester to adopt Order No. 8565; the motion carried unanimously.

A verbatim transcript was made of this proceeding.

5. DIRECTOR'S COMMENTS:

Robert Howatt discussed the U.S. Court of Appeals for the D.C. Circuit's invalidation of FERC Order 745. First Energy Service Company in Docket ER14-55-000 has asked FERC to invalidate the 2017/2018 Base Residual Auction and to reclear the most recent capacity auction without demand resources. The Delaware Public Service Commission has filed intervention in this proceeding and will send individual comment to support the position and join with PJM's Industrial Customer Coalition.

With respect to the same issue, the Public Service Commission will send a letter to Acting Chairman LeFleur encouraging FERC to take every action possible to secure a reversal of the court's opinion on demand response. The letter notes the possible loss of \$26 million spent on Delmarva's demand response program. The Public Service Commission suggests as a whole to send the letter.

Robert Howatt, also, requested approval from the Public Service Commission to send a letter to FERC asking for an extension of the comment deadline to July 21, 2014; the Commission concurred.

Mr. Howatt announced the next Commission Meeting and a Public Hearing regarding Regulation 49 will be held on Thursday, June 26, 2014 and that the MACRUC 19th Annual Education Conference will be held in Hershey, Pennsylvania from June 22-25, 2014.

A verbatim transcript was made of this proceeding.

There was no further business and the meeting adjourned at approximately 2:01 p.m.

Respectfully submitted,

Secretary