

**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 7, 2016, at 1:00 p.m. with the following Commissioners in attendance: Joann Conaway, Mike Karia, Harold Gray, and Kim Drexler.

The following Staff members were in attendance: Brenda Mayrack, Deputy Attorney General, Robert Willard, Deputy Attorney General, James McC. Geddes, Esquire, Robert Howatt, Matthew Hartigan, John Farber, Amy Woodward, Connie McDowell, Donna Nickerson, and Natalie White.

2. Commissioner Gray moved to approve meeting minutes from the May 17, 2016 Commission meeting as corrected; seconded by Commissioner Karia; motion carried unanimously.

Chair Winslow introduced the newest Staff member Deputy Attorney General Robert Willard.

3. CONSENT AGENDA ITEMS:

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

IN THE MATTER OF THE APPLICATION OF ADVISORS ENERGY GROUP, LLC FOR A CERTIFICATE TO PROVIDE ELECTRIC SUPPLY SERVICES WITHIN THE STATE OF DELAWARE (SUBMITTED MARCH 12, 2016; FILED APRIL 18, 2016) - PSC DOCKET No. 16-0259

Commission to consider Staff Memorandum and proposed Order No. 8891.

IN THE MATTER OF THE APPLICATION OF ARTESIAN WATER COMPANY, INC. FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY TO PROVIDE WATER SERVICES PURSUANT TO 26 DEL. C. §203C (“RIDGE REALTY”)(FILED APRIL 20 , 2016; SUPPLEMENTED APRIL 27, 2016) - PSC DOCKET NO. 16-0574

Commission to consider Staff Memorandum and proposed Order No. 8894.

IN THE MATTER OF THE APPLICATION OF ARTESIAN WATER COMPANY, INC. FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY TO PROVIDE WATER SERVICES PURSUANT TO 26 *DEL. C.* §203C (“SCHWARTZ”) (FILED APRIL 20, 2016; SUPPLEMENTED APRIL 27, 2016) - PSC DOCKET NO. 16-0575

Commission to consider Staff Memorandum and proposed Order No. 8895.

IN THE MATTER OF THE APPLICATION OF TIDEWATER ENVIRONMENTAL SERVICES, INC. FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY TO PROVIDE WASTEWATER SERVICES PURSUANT TO 26 *DEL. C.* §203D (“LOVE CREEK PINES”)(FILED APRIL 27, 2016) - PSC DOCKET NO. 16-0606

Commission to consider Staff Memorandum and proposed Order No. 8896.

IN THE MATTER OF THE APPLICATION OF DELMARVA POWER & LIGHT COMPANY FOR APPROVAL OF QUALIFIED FUEL CELL PROVIDER PROJECT TARIFF (FILED MAY 26, 2016) – PSC DOCKET NO. 16-0673

Commission to consider Staff Memorandum and proposed Order No. 8897.

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

4. REGULAR AGENDA ITEMS:

IN THE MATTER OF THE TARIFF FILING OF CHESAPEAKE UTILITIES CORPORATION FOR APPROVAL OF A NEW RATE SCHEDULE “CHFF” CALLED CITY OF HARRINGTON FRANCHISE FEE RIDER TO BE EFFECTIVE AUGUST 1, 2016 (FILED MAY 16, 2016) – PSC DOCKET NO. 16-0642

Brenda Mayrack, Esquire, and Amy Woodward appeared on behalf of Staff.

William O’Brien, Esquire appeared on behalf of Chesapeake Utilities Corporation

Andrea Maucher appeared on behalf of the Division of the Public Advocate.

A motion was made by Commissioner Drexler and seconded by Commissioner Karia to adopt Order No. 8892 with the amended date of July 11, 2016 for Petitions of Interventions, any objections or written comments; motion carried unanimously.

A verbatim transcript was made of this proceeding.

IN THE MATTER OF THE APPLICATION OF DELMARVA POWER & LIGHT COMPANY FOR AN INCREASE IN ELECTRIC BASE RATES AND MISCELLANEOUS TARIFF CHANGES (FILED MAY 17, 2016) – PSC DOCKET NO. 16-0649

James McC. Geddes, Esquire, and Connie McDowell appeared on behalf of Staff.

Todd Goodman, Esquire, and Shuvo Sircar appeared on behalf of Delmarva Power & Light Company.

Andrea Maucher appeared on behalf of the Division of the Public Advocate.

A motion was made by Commissioner Conaway and seconded by Commissioner Karia to adopt Order No. 8900 as presented; motion carried unanimously.

A verbatim transcript was made of this proceeding.

IN THE MATTER OF THE APPLICATION OF DELMARVA POWER & LIGHT COMPANY FOR AN INCREASE IN NATURAL GAS BASE RATES AND MISCELLANEOUS TARIFF CHANGES (FILED MAY 17, 2016) – PSC DOCKET NO. 16-0650

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

Pamela Scott, Esquire appeared on behalf of Delmarva Power & Light Company.

Andrea Maucher appeared on behalf of the Division of the Public Advocate.

A motion was made by Commissioner Conaway and seconded by Commissioner Drexler to adopt Order No. 8899 as presented; motion carried unanimously.

A verbatim transcript was made of this proceeding.

5. DIRECTOR'S COMMENTS:

Mr. Howatt introduced John Farber to discuss with the Commission a proposed letter that Staff is recommending to be sent to the PJM Board concerning the Artificial Island project regarding what was recognized and what has been recognized by PJM at the Technical Conference. Mr. Farber requested the Commission to accept Staff's recommendation to send letter and how the Commission would like to proceed to include the Maryland Public Service Commission to either support or join in on the letter before sending to the Board.

A motion was made by Commissioner Gray and seconded by Commissioner Conaway to approve Staff's request to communicate with the PJM Board on the action presently pending at FERC; motion carried unanimously.

Mr. Farber clarified on how the Commission would prefer to include the Maryland Public Service Commission by either joining in Staff's letter or by filing a separate letter in support. The Commission stated that however the Maryland Public Service Commission prefers to file, either way, they would appreciate their support.

A verbatim transcript was made of this proceeding.

John Farber also discussed with the Commission the latest developments in the settlement discussions for FERC Docket No. EL05-121 regarding cost responsibility for required transmission enhancements planned to operate at or above 500 kV that the PJM Board approved prior to February 1, 2013.

Before entering into Executive Session Chair Winslow introduced Thomas Noyes who stated that Delmarva Power & Light's SREC Auction would be held May 31, 2016 thru June 10, 2016.

A motion was made by Commissioner Drexler to convene into Executive Session seconded by Commissioner Conaway to discuss strategies with respect to confidential settlement negotiations related to pending litigation in FERC Docket No. EL05-121; the motion carried unanimously.

A motion was made by Commissioner Gray and seconded by Commissioner Karia to reconvene to Public Session; the motion carried unanimously.

A motion was made by Commissioner Gray and seconded by Commissioner Conaway to participate as in the settlement agreement as a non-opposing party; the motion carried unanimously.

A verbatim transcript was made of this proceeding.

Mr. Howatt announced there would be a second Workshop to be held on June 15, 2016 regarding Docket No. 16-0295, "Good Faith Effort to make Payments" at 10:00 A.M. at the Dover Office.

Mr. Howatt announced the next Commissioner meeting would be held on Tuesday, June 28, 2016 at the Dover office.

Commissioner Gray voiced concern regarding customers who would be impacted by "Good Faith Effort to make Payments" in Wilmington and Northern Delaware areas. He asked if there were any statistics on persons or customers, especially in the Wilmington or Northern Delaware area who experienced these problems, in such a way that Staff might consider having some of these hearings in Wilmington. Mr. Howatt indicated that the PSC would be holding public comment sessions in several locations that would reach those customers when the Commission took action on the docket.

There was no further business and the meeting adjourned approximately at 2:07 p.m.

Respectfully submitted,

/s/ Donna Nickerson

Secretary