1	STAFF	CONFERENCE	MAY	23,	2022
---	-------	------------	-----	-----	------

COMMISSIONER BROWN-BLAND: Good morning.

Let's come to order and go on the record. Call to order the Staff Conference for May 23rd. I'm

Commissioner ToNola D. Brown-Bland with the Utilities

Commission. With me this morning are Commissioners

Daniel G. Clodfelter, Kimberly W. Duffley, Floyd B.

McKissick, Jr., and Karen M. Kemerait.

In compliance with the State Government

Ethics Act, I remind Members of the Commission of our
duty to avoid all conflicts of interest and inquire,
at this time, whether any member has any known
conflict with any item coming before us this morning.

(No response)

COMMISSIONER BROWN-BLAND: The record will reflect no conflicts were identified. I will now proceed with Public Staff, Electric Agenda Item 1.

MR. LAWRENCE: Good morning. I'm Evan

Lawrence with the Public Staff's Energy Division.

Item 1 is an application by NC GreenPower to amend

its -- and expand its programs in all offerings. The

Public Staff has reviewed the request and recommends

the Commission issue an order approving the revisions.

COMMISSIONER BROWN-BLAND: Mr. Lawrence,

```
before we go further with this item, there are a
couple of questions that the Commission has, and the
first one is, to the extent that these changes that
are proposed by NC GreenPower, in terms of their
programs and additional service that are offered,
following our approval, how will the Commission be
informed of these changes? Is there a plan in place
for that to occur?
          MR. LAWRENCE: I'm not aware of any formal
filing process. We can certainly work with NC
GreenPower with a -- to find some filing process that
would be -- just to notify the Commission of the
public, if that is necessary.
          COMMISSIONER BROWN-BLAND: And I realize you
hadn't thought about this in advance, but if you -- if
the Commission were to consider this and desire to
```

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

have some form of update reporting or to maintain some reporting, are there any Public Staff recommendations for the requirements, what we might need to know?

MR. LAWRENCE: I don't know that -- I'm not prepared to speak on that, at this time. I'm sure we will look into it and can make recommendations for it.

COMMISSIONER BROWN-BLAND: Thank you. someone from NC GreenPower rising. Would you like to

```
1
    come forward and state your name, for the record, and
 2
    tell us what you might have to add.
 3
              MS. McCANN: Good morning.
                                           I'm Vicky
 4
             I'm vice president of NC GreenPower. Thank
    McCann.
 5
    you, Evan, for presenting. We have attendance by Lynn
 6
    Jarvis at each of our board meetings, which happens
 7
    three times a year. We also present to the North
 8
    Carolina Utilities Commission in our annual review.
 9
    So, hopefully, that's enough information as we go
10
    along our processes to keep you-all informed of any
11
    potential changes or additions that we're making to
12
    our program.
13
              COMMISSIONER BROWN-BLAND:
                                          Thank you.
14
    Ms. Jarvis, just for the record and for clarity, she
15
    is a member of the Commission's legal staff. Am I
16
    correct?
17
              MS. McCANN: (Nods in the affirmative)
18
              COMMISSIONER BROWN-BLAND: Well, thank
19
    you --
20
              MS. McCANN:
                            Thank you.
21
               COMMISSIONER BROWN-BLAND: -- for bringing
22
    that forward. I'll entertain a motion.
23
               COMMISSIONER DUFFLEY: I move that we move
```

this Agenda Item to Executive Conference.

24

1	COMMISSIONER CLODFELTER: Second.
2	COMMISSIONER BROWN-BLAND: There's been a
3	motion that we decide this matter in Executive
4	Conference. Any further discussions or questions?
5	(No response)
6	COMMISSIONER BROWN-BLAND: All in favor?
7	(All Commissioners say aye)
8	COMMISSIONER BROWN-BLAND: Any opposed?
9	(No response)
10	COMMISSIONER BROWN-BLAND: And that motion
11	carries. Thank you, Mr. Lawrence. Now, we'll move on
12	to Natural Gas, Agenda Item 2.
13	MS. JOHNSON: Good morning. Sonja Johnson,
14	Public Staff Accounting Division. This is
15	energy-efficient tracker. The Docket Number G-5, Sub
16	644, the Application for annual adjustment of rates
17	under Rider F. Public Staff has reviewed and
18	recommend for approval. We also would like to note
19	that the Public Staff has informed the Company that
20	we've had some concerns regarding the allocation of
21	costs between the rate classes and that making an
22	adjustment to address these concerns in this
23	proceeding would result in no change in the proposed
24	rates. But the Public Staff states that we have

```
1
    spoken to the Company about the allocation methodology
 2
    used in this case, and that we've come to an
 3
    understanding that this is not going to be
 4
    precedential for purposes of future Rider F
 5
    proceedings, and that the Company has agreed to this
 6
    proposal. We recommend that the Commission approve
 7
    this and that the proposed order is attached to this
 8
    agenda item.
 9
               COMMISSIONER BROWN-BLAND:
                                          Thank you.
10
               COMMISSIONER DUFFLEY: Move approval of the
11
    Staff recommendation.
12
               COMMISSIONER BROWN-BLAND: Do we have a
13
    second?
14
               COMMISSIONER McKISSICK: I'll second that,
15
    but I also had a quick question.
16
               COMMISSIONER BROWN-BLAND: Commissioner
17
    McKissick.
               COMMISSIONER McKISSICK: Can you answer this
18
19
    question. I know you said that this would not set any
20
    type of precedent for purposes of dealing with future
21
    Rider F proceedings, but how was that formalized?
22
    that through emails or letters, or how has that been
23
    established?
```

MR. MANESS:

Mike Maness, Director of the

24

```
1
    Accounting Division. Our communication with the
 2
    Company is through emails and discussion, and then
    we've formalized it in the proposed order.
 3
               COMMISSIONER McKISSICK: Very good.
 4
                                                    Thank
 5
    you.
 6
               COMMISSIONER BROWN-BLAND: Before we move on
 7
    with the motion, Ms. Johnson raised the issues that
 8
    the Public Staff had brought forth about the
    allocation of costs, and I assume that no annual
 9
10
    filings on the costs have been made at this point.
                                                          Ιs
11
    that correct?
12
              MS. JOHNSON: That is correct.
13
               COMMISSIONER BROWN-BLAND:
                                          Were the
14
    projected costs by the Program, have they been
15
    provided to the Public Staff at this point?
16
              MS. JOHNSON:
                             They have.
17
               COMMISSIONER BROWN-BLAND: Projected costs?
18
              MS. JOHNSON:
                             Yes.
19
               COMMISSIONER BROWN-BLAND:
                                          And on the
20
    Schedule C that was attached to the Company's
21
    application and in the monthly reports that are filed
22
    in the Sub 634A docket, the Company shows the total
23
    actual expenses incurred rather than a separate
24
    residential, commercial, and the common costs
```

```
incurred. So paragraph 42 of the Rider F appendix requires that the Company categorize the cost and expense information as a measure program -- at the Measure Program and Portfolio level.
```

Does the Company plan to change its reporting format to show the separate class-deferred accounts like the cut-deferred accounts reports. And if not, why the difference?

MS. JOHNSON: They are in the process of changing the format of the presentation of the deferred account.

COMMISSIONER BROWN-BLAND: And it will -- will it be to make those separate showings for the residential, commercial, and common cost incurred?

MS. JOHNSON: Yes.

MR. MANESS: I think there's also representatives of the Company here this morning in case you want to ask them directly.

COMMISSIONER BROWN-BLAND: I don't know who it is that wants to step forward for the Company on that. It looks like Mr. Hinson, but come forward, state your name, for the record.

MS. ATHENS: Hi. Good morning,

24 Commissioners. I'm Kristin Athens with the law firm

```
1
    of McguireWoods, on behalf of the Public Service
 2
    Company of North Carolina. Today, I have Mr. Byron
 3
    Hinson who's the Director of Regulatory and Rates for
    PSCNG.
 5
               COMMISSIONER BROWN-BLAND:
                                          Okay.
 6
    Mr. Hinson, you've heard the questions. Why the
 7
    difference, if there was a reason, and does the
 8
    Company -- why hadn't the Company provided the
 9
    separate showings of the cost incurred, and are there
10
    plans to categorize the expense information as in
11
    Appendix F?
               MR. HINSON: Ms. Johnson was correct.
12
                                                       We
    provide that on a monthly basis to the Public Staff,
1.3
14
    the residential/commercial breakdown.
                                            But in our
15
    filing of the deferred account, we just summarize it.
    So she's correct. We're in the process of breaking
16
17
    that down more granular for residential and
    commercial.
18
19
               COMMISSIONER BROWN-BLAND:
                                          And also
20
    categorizing the expense information at the Measure
21
    Program and Portfolio levels?
22
              MR. HINSON: Correct.
               COMMISSIONER BROWN-BLAND:
23
                                          Are there any
24
    other questions?
```

1	(No response)
2	COMMISSIONER BROWN-BLAND: We have a motion
3	to approve the recommendation and it's been properly
4	seconded. All in favor.
5	(All Commissioners say aye)
6	COMMISSIONER BROWN-BLAND: Any opposed?
7	(No response)
8	COMMISSIONER BROWN-BLAND: There being none,
9	the motion passes. Next Agenda Item, Gas Item 3. I
10	believe it'll be Gas Items 3 and 5.
11	MS. PATEL: Good morning.
12	COMMISSIONER BROWN-BLAND: Good morning.
13	MS. PATEL: I will be presenting Items 3 & 5
14	today. My name is Neha Patel with the Public Staff's
15	Energy Division. Item 3 is Docket G-9, Sub 804, the
16	application filed by Piedmont Natural Gas Company
17	seeking approval for biannual adjustment of rates
18	under Appendix E of its service regulations effective
19	June 1st, 2022. The proposed IMR rate adjustments are
20	shown in the table, including in Public Staff's
21	proposed order. Public Staff has reviewed the
22	application and recommends approval as filed.
23	Item 5 is Docket G-9, Sub 805, an
24	application filed by Piedmont Natural Gas Company for

```
1
    an adjustment of its rates and charges, to track
 2
    changes in its wholesale cost of gas effective
 3
    June 1st, 2022. Public Staff has, again, reviewed the
 4
    application and recommends approval as filed.
 5
               COMMISSIONER DUFFLEY: Move approval of
    Staff recommendations.
 6
 7
              COMMISSIONER CLODFELTER: Second. For both
 8
    items?
 9
              COMMISSIONER DUFFLEY: Yes, both items.
10
              COMMISSIONER McKISSICK: That was a second
11
    as to both items as well.
12
              COMMISSIONER BROWN-BLAND: Any questions?
13
              COMMISSIONER McKISSICK: Is 4 being pulled
14
    from today's docket?
15
              COMMISSIONER BROWN-BLAND: No. We just took
    5 out of order.
16
17
              COMMISSIONER McKISSICK: Okay.
18
              COMMISSIONER BROWN-BLAND: Any further
19
    discussion on these items?
20
                         (No response)
21
               COMMISSIONER BROWN-BLAND: It's been moved
22
    and seconded that we accept the Public Staff
23
    recommendation in Item 3 and Item 5. There being no
24
    further discussion, all in favor.
```

1	(All Commissioners say aye)
2	COMMISSIONER BROWN-BLAND: Are there any
3	opposed?
4	(No response)
5	COMMISSIONER BROWN-BLAND: The motion
6	carries. Thank you.
7	MS. PATEL: Thank you.
8	COMMISSIONER BROWN-BLAND: Now, we will have
9	Gas Item Number 4.
10	MR. PAPPAS: Good morning. Thank you,
11	Commissioners. My name is Jordan Pappas. I'm an
12	engineer with the Energy Division of the Public Staff.
13	Item 4 is Docket G-5, Sub 646, an application filed by
14	the Public Service Company of North Carolina on
15	May 13th, 2022, seeking authority to increase its
16	sales rate by \$1 and .0098 cents per dekatherm and to
17	increase its transportation rate by .0098 cents per
18	dekatherm effective June 1st, 2022. The Public Staff
19	has reviewed the application and recommends approval
20	as filed. Thank you.
21	COMMISSIONER DUFFLEY: Move approval of
22	Staff recommendations.
23	COMMISSIONER CLODFELTER: Second.
24	COMMISSIONER BROWN-BLAND: Any discussion?

NORTH CAROLINA UTILITIES COMMISSION

Τ	(No response)
2	COMMISSIONER BROWN-BLAND: It's been moved
3	and seconded that we accept a recommendation for Item
4	4. All in favor.
5	(All Commissioners say aye)
6	COMMISSIONER BROWN-BLAND: Any opposed?
7	(No response)
8	COMMISSIONER BROWN-BLAND: And the motion
9	carries. Thank you.
10	MR. PAPPAS: Thank you.
11	COMMISSIONER BROWN-BLAND: Moving on to
12	Communications, Public Staff Item 6 and 7.
13	MS. PROFFITT: Good morning. My name is
14	Karen Proffitt of the Public Staff's Water, Sewer, and
15	Telephone Division. Communications Items 6 and 7
16	present interconnection agreements with American
17	Messaging Services, LLC filed by CenturyLink on
18	March 31st. The Public Staff has reviewed these
19	filings and recommends that orders be issued approving
20	the agreements effective on the date they were filed.
21	Public Staff has provided proposed orders to the
22	Commission staff.
23	COMMISSIONER CLODFELTER: Move approval of
24	Items 6 and 7.

1	COMMISSIONER DUFFLEY: Second.
2	COMMISSIONER BROWN-BLAND: All in favor.
3	(All Commissioners say aye)
4	COMMISSIONER BROWN-BLAND: Any opposed?
5	(No response)
6	COMMISSIONER BROWN-BLAND: And the motion
7	carries. Items 6 and 7 are approved. The Commission
8	has its minutes from the May 16th, '22 Staff
9	Conference. 2022.
10	COMMISSIONER DUFFLEY: So moved.
11	COMMISSIONER CLODFELTER: Second.
12	COMMISSIONER BROWN-BLAND: It's been moved
13	and seconded. All in favor.
14	(All Commissioners say aye)
15	COMMISSIONER BROWN-BLAND: Any opposed?
16	(No response)
17	COMMISSIONER BROWN-BLAND: And the minutes
18	are approved. Is there anything else? Is there
19	anyone else that needs to come before the Commission
20	at this time? Going forward, Ms. Edmundson of the
21	Public Staff. Ms. Proffitt, if you need to, you may
22	step down.
23	MS. EDMUNDSON: Good morning. Lucy
24	Edmundson, attorney with the Public Staff. I wanted

```
1
    to introduce a new member of our legal staff who
 2
    recently joined us. This is Will Freeman. He a
 3
    native of South Carolina. He has a B.S. in accounting
    and Ffnance from Florida State University. He got his
 4
 5
    law degree from University of South Carolina, and he
 6
    has practiced litigation in North Carolina and South
 7
    Carolina for over 20 years. We're really glad to have
 8
    him.
 9
               COMMISSIONER BROWN-BLAND: Mr. Freeman,
10
    welcome aboard to the North Carolina's practice of
11
    utilities law. We're glad to have you. And we've
12
    gotten into doing this little thing, so I guess I'll
1.3
    say go Gamecocks. We have no problem with that.
14
    We're equal opportunity up here. Well, we're glad to
    have you and you've joined a mighty fine group to work
15
16
    for. Thank you.
```

MR. FREEMAN: I'm looking forward to it.

COMMISSIONER BROWN-BLAND: Thank you.

Anything else? Ms. Edmundson, any shattering,

breaking news, as they say?

18

19

20

23

MS. EDMUNDSON: Not at this moment, but we'll let you know if something does come up.

COMMISSIONER BROWN-BLAND: All right, then.

24 Thanks, everybody. We will stand adjourned.

1	
2	WHEREUPON, this conference is adjourned.
3	
4	CERTIFICATE
5	I, TONJA VINES, DO HEREBY CERTIFY that the
6	Proceedings in the above-captioned matter were taken
7	before me, that I did report in stenographic shorthand
8	the Proceedings set forth herein, and the foregoing
9	pages are a true and correct transcription to the best
10	of my ability.
11	
12	J
13	Tonja Vines
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	