

**PUBLIC SERVICE COMMISSION
OF WEST VIRGINIA
CHARLESTON**

CASE NO. 21-0857-E-CN

MONONGAHELA POWER COMPANY and
THE POTOMAC EDISON COMPANY,
public utilities

Petition for the issuance of a Certificate of Public Convenience and Necessity for Environmental Compliance and Modernization, Upgrade, and Improvement Program and related Surcharge for Coal-fired Boilers at Electric Power Plants.

NOTICE OF FILING AND EVIDENTIARY HEARING

On December 17, 2021, Monongahela Power Company and The Potomac Edison Company (collectively, Companies) requested that the Commission approve an environmental compliance program to meet effluent limitation guidelines (ELG) at Ft. Martin and Harrison power stations, as described in the filing, and implementation of an associated cost recovery Surcharge to recover costs. Details of the proposed project construction and proposed Surcharge can be found on the Commission's website at <http://www.psc.state.wv.us>.

The ELG compliance plan is needed to comply with ELG rules issued by the United States Environmental Protection Agency and involve water treatment for bottom ash and flue gas desulfurization processes. The proposed plan is needed for those power plants to operate beyond 2028. The incremental revenue increase due to the Surcharge is estimated to be initially \$6,545,986 in 2024 when the Surcharge begins and is expected to total \$26,154,891 by 2026 when all the installations are complete. The Surcharge is proposed to be reviewed annually by the Commission beginning September 2024. The Surcharge estimated rates for 2024-2026 by rate schedule are shown below:

		Table 1					
Rate Schedule	Class	2024 ELG Surcharge		2025 ELG Surcharge		2026 ELG Surcharge	
		\$/kW-kVA	\$/kWh	\$/kW-kVA	\$/kWh	\$/kW-kVA	\$/kWh
A & R	Residential		\$ 0.00051		\$ 0.00149		\$ 0.00204
B & G	General Svc		\$ 0.00052		\$ 0.00151		\$ 0.00209
C & E	General Svc	\$ 0.16		\$ 0.45		\$ 0.63	
CSH	Church & School		\$ 0.00064		\$ 0.00186		\$ 0.00258
D, PH & AGS	Large General Svc	\$ 0.19		\$ 0.54		\$ 0.75	
K & PP	Large Power Svc	\$ 0.111		\$ 0.313		\$ 0.427	
Street Lighting	St Lighting		\$ 0.00021		\$ 0.00059		\$ 0.00081

The average monthly bill impact for the various classes of customers is proposed to be changed as follows:

Total Rate Increase with Proposed Surcharge

	Average Increase Per Customer	Average Increase Per Customer	Average Increase Per Customer
	2024	2025	2026
Residential	\$0.51	\$1.49	\$2.04
Commercial	\$1.63	\$4.64	\$6.36
Industrial	\$690.60	\$1977.02	\$2735.08
Streetlighting	\$0.47	\$1.32	\$1.82
	<u>Change</u>	<u>Change</u>	<u>Change</u>
	2024	2025	2026
Residential	0.5%	1.4%	2.0%
Commercial	0.5%	1.4%	1.9%
Industrial	0.4%	1.2%	1.7%
Streetlighting	0.1%	0.3%	0.4%
	0.5%	1.3%	1.9%

This matter is scheduled for an evidentiary hearing on June 1, 2022. The hearing will begin at 9:30 a.m. in the Howard M. Cunningham Hearing Room at the Public Service Commission Building, 201 Brooks Street, Charleston, West Virginia.

Anyone desiring to intervene should file a written petition to intervene no later than March 14, 2022. All petitions to intervene should briefly state the reason for the request to intervene and comply with the rules on intervention set forth in the Commission's Rules of Practice and Procedure. The Commission will receive public comments until the beginning of the hearing. All written comments and petitions to intervene should state the case name and number and be addressed to Karen Buckley, Acting Executive Secretary, P.O. Box 812, Charleston, West Virginia 25323. Public Comments may also be filed online at <http://www.psc.state.wv.us/scripts/onlinecomments/default.cfm> by clicking the "Formal Case" link.

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