

BEFORE THE
ILLINOIS COMMERCE COMMISSION
SPECIAL REGULAR OPEN MEETING
Wednesday, January 10, 2024
Chicago, Illinois

Met pursuant to notice at 11:30 a.m.
160 North LaSalle Street, Chicago, Illinois.

PRESENT:

MR. DOUGLAS P. SCOTT, Chairman
MICHAEL T. CARRIGAN, Commissioner
CONRAD REDDICK, Commissioner
STACEY PARADIS, Commissioner
ANN McCABE, Commissioner

MAGNA LEGAL SERVICES

BY: Michael Marciniak, CER

Notary Public

1 CHAIRMAN SCOTT: Is everything ready in
2 Springfield?

3 COMMISSIONER CARRIGAN: We're ready.

4 CHAIRMAN SCOTT: Thank you Commissioner. Good
5 morning everyone. Under the Open Meetings Act, I call
6 the January 10th, 2024 Special Open Meeting to order.
7 Commissioner McCabe, Reddick, and Paradis are with me in
8 Chicago. Commissioner Carrigan is joining us from
9 Springfield, and we have a quorum.

10 We have no requests to speak today.

11 We have no transportation agenda today.

12 We only have one item on our Public Utilities
13 agenda. The sole item on today's agenda concerns one
14 motion for clarification and two applications for
15 rehearing in Docket 22-0485 and 23-0055 consolidated.
16 This Docket concerns ComEd's petition for approval of
17 its Multi-Year Integrated Grid Plan and Multi-Year Rate
18 Plan. We'll address the motion and the two
19 applications with three votes.

20 Initially, the Commission will address
21 ComEd'S motion for clarification. Commission grants
22 ComEd'S motion on all three issues identified by the

1 company.

2 On the first issue, the Commission clarifies that
3 ComEd is directed to update both capital investments
4 and O & M expenses in its refiled Grid Plan.

5 On the second issue, the Commission issues an
6 amendatory order to address the issues raised by ComEd
7 in relation to beneficial electrification costs or,
8 "B-E" costs. Amendatory order clarifies that
9 administrative costs incurred above 15 percent of the
10 total "B-E" budget are not approved and should be
11 addressed in the appropriate reconciliation proceeding.

12 Third, the Commission clarifies the issues raised
13 by ComEd regarding its weighted average cost of capital
14 or WACC and its revenue requirement. The Commission
15 agrees that calculations for WACC and the revenue
16 requirements should be consistent. The amendatory
17 order and its appendices update the formula used in the
18 order to round all amounts to three decimal places.
19 The amendatory order and its appendices further update
20 the outputs for the revenue requirement and WACC in
21 response to this decision on rounding.

22 Are there any objections to granting the

1 motion and approving the amendatory order?

2 (No verbal response)

3 CHAIRMAN SCOTT: Hearing none, the motion is
4 granted and the mandatory order is approved.

5 Next, the Commission will address
6 IBEW'S application for rehearing. The ALJs recommend
7 denying the application, finding that the Commission
8 has sufficiently considered the evidence and reached
9 its decision consistent with past practice in regard to
10 ComEd's proposed pension asset.

11 Are there any objections to denying the
12 application for rehearing?

13 (No verbal response)

14 CHAIRMAN SCOTT: Hearing none, the application is
15 denied.

16 Finally, the Commission will address
17 ComEd's application for rehearing. The Commission
18 grants ComEd's application in part. Specifically, the
19 Commission grants rehearing for the sole purpose of
20 establishing ComEd's rate base and operations and
21 maintenance expenses; or O & M expenses for each test
22 year in the company's Multi-Year Rate Plan.

1 The Commission denies rehearing on all
2 other issues identified in the application. In the
3 December 14th, 2023 final order, the Commission adopted
4 a methodology to establish a rate base and revenue
5 requirement for each test year that is reasonable and
6 prudent. The Commission adopted this methodology
7 because ComEd failed to provide disaggregated financial
8 evidence needed to determine the company's revenue
9 requirement, if the Commission were to reject the
10 company's originally filed Multi-Year Integrated Grid
11 Plan.

12 On rehearing, ComEd must provide
13 disaggregated financial evidence to establish a rate
14 base and O & M expenses for the company's proposed
15 future test years, given the rejection of the company's
16 Grid Plan. The Commission acknowledges that the
17 company is also preparing to re-file its Grid Plan for
18 approval. The rate base and O & M expenses for each
19 test year in this rehearing proceeding should not
20 include new Grid Plan projects and investments that
21 shall meet the objectives of section 16-105.17(D)(1)
22 through (11) of the Illinois Public Utilities Act.

1 Rather, the company is directed to
2 provide evidence and justification for costs and plant
3 additions that constitute continued prudent investment
4 in its distribution grid, under the requirements of
5 section 16-105.17(H) and 16-108.18(G) of the act. The
6 Commission emphasizes that this rehearing is not
7 intended to replace, duplicate, or undermine the
8 company's Grid Plan proceeding once the Grid Plan is
9 refiled. The company's rate base and O & M expenses
10 will be revisited upon approval of the company's
11 refiled Grid Plan using the process described in the
12 Commission's December, 2023 order.

13 Are there any objections to granting ComEd's,
14 application for rehearing in part, with a limited scope
15 described above?

16 (No verbal response)

17 CHAIRMAN SCOTT: Hearing none, the application is
18 granted in part.

19 This concludes our agenda.

20 Judge Teague Kingsley, do we have any
21 other matters to come before the Commission today?

22 JUDGE KINGSLEY: No, Mr. Chairman.

1 CHAIRMAN SCOTT: Do the Commissioners have any
2 other business to discuss?

3 (No verbal response)

4 CHAIRMAN SCOTT: If there are no further comments
5 and without objection, this meeting is adjourned.
6 Thank you.

7 (Which were all the proceedings had in
8 the above-entitled cause on this
9 date.)

10

11 STATE OF ILLINOIS)

) SS:

12 COUNTY OF COOK)

13

14 I, Michael Marciniak, CER, Notary Public,
15 electronic reporter doing business in the State of
16 Illinois; reported the proceedings that were held on
17 the date, time and place set out on the title page
18 hereof; and that the foregoing is a true and correct
19 transcript of report of proceedings so taken aforesaid.

I further certify that I am not related
20 to any of the parties, and I have no financial interest
in the outcome of this matter.

21

Michael R. Marciniak

MICHAEL R MARCINIAK

22

Certified Electronic Reporter, CER-2316



Magna

Key Contacts

Schedule a Deposition:
Scheduling@MagnaLS.com | 866-624-6221

Order a Transcript:
CustomerService@MagnaLS.com | 866-624-6221

General Billing Inquiries:
ARTeam@MagnaLS.com | 866-624-6221

Scheduling Operations Manager:
Patricia Gondor (E: PGondor@MagnaLS.com | C: 215-221-9566)

Customer Care:
Cari Hartley (E: CHartley@MagnaLS.com | C: 843-814-0841)

Director of Production Services:
Ron Hickman (E: RHickman@MagnaLS.com | C: 215-982-0810)

National Director of Discovery Support Services:
Carmella Mazza (E: CMazza@MagnaLS.com | C: 856-495-1920)

Billing Manager:
Maria Capetola (E: MCapetola@MagnaLS.com | C: 215-292-9603)

Director of Sales Operations:
Kristina Moukina (E: KMoukina@MagnaLS.com | C: 215-796-5028)

A	3:10 4:4 approving 4:1 asset 4:10 average 3:13 a.m 1:7	clarification 2:14,21 clarifies 3:2,8,12 come 6:21 ComEd 3:3,6,13 5:7,12 ComEd's 2:16,21,22 4:10,17 4:18,20 6:13 comments 7:4 COMMERCE 1:2 Commission 1:2 2:20,21 3:2,5,12 3:14 4:5,7,16,17,19 5:1,3,6,9,16 6:6,21 Commissioner 1:13,14,15,16 2:3,4,7 2:8 Commissioners 7:1 Commission's 6:12 company 3:1 5:17 6:1 company's 4:22 5:8,10,14,15 6:8 6:9,10 concerns 2:13,16 concludes 6:19 CONRAD 1:14 considered 4:8 consistent 3:16 4:9 consolidated 2:15 constitute 6:3 continued	6:3 COOK 7:12 correct 7:18 cost 3:13 costs 3:7,8,9 6:2 COUNTY 7:12
	B	D	
above-entitled 7:8 acknowledges 5:16 act 2:5 5:22 6:5 additions 6:3 address 2:18,20 3:6 4:5,16 addressed 3:11 adjourned 7:5 administrative 3:9 adopted 5:3,6 aforesaid 7:19 agenda 2:11,13,13 6:19 agrees 3:15 ALJs 4:6 amendatory 3:6,8,16,19 4:1 amounts 3:18 ANN 1:16 appendices 3:17,19 application 4:6,7,12,14,17,18 5:2 6:14,17 applications 2:14,19 appropriate 3:11 approval 2:16 5:18 6:10 approved	base 4:20 5:4,14,18 6:9 beneficial 3:7 budget 3:10 business 7:2,15 B-E 3:8,10	date 7:9,17 December 5:3 6:12 decimal 3:18 decision 3:21 4:9 denied 4:15 denies 5:1 denying 4:7,11 described 6:11,15 determine 5:8 directed 3:3 6:1 disaggregated 5:7,13 discuss 7:2 distribution 6:4 Docket 2:15,16 doing 7:15 DOUGLAS 1:12 duplicate	
	C		
	calculations 3:15 call 2:5 capital 3:3,13 Carrigan 1:13 2:3,8 cause 7:8 CER 1:21 7:14 Certified 7:22 certify 7:19 CER-2316 7:22 Chairman 1:12 2:1,4 4:3,14 6:17,22 7:1,4 Chicago 1:5,8 2:8		

6:7	Good 2:4	2:22 3:5,6,12 5:2	1:3 2:6 7:5
<hr/> E <hr/>	granted 4:4 6:18	item 2:12,13	Meetings 2:5
electrification 3:7	granting 3:22 6:13	<hr/> J <hr/>	Met 1:7
electronic 7:15,22	grants 2:21 4:18,19	January 1:4 2:6	methodology 5:4,6
emphasizes 6:6	grid 2:17 3:4 5:10,16,17 5:20 6:4,8,8,11	joining 2:8	Michael 1:13,21 7:14,21
establish 5:4,13	<hr/> H <hr/>	Judge 6:20,22	morning 2:5
establishing 4:20	Hearing 4:3,14 6:17	justification 6:2	motion 2:14,18,21,22 4:1,3
evidence 4:8 5:8,13 6:2	held 7:16	<hr/> K <hr/>	Multi-Year 2:17,17 4:22 5:10
expenses 3:4 4:21,21 5:14,18 6:9	hereof 7:18	Kingsley 6:20,22	<hr/> N <hr/>
<hr/> F <hr/>	<hr/> I <hr/>	<hr/> L <hr/>	needed 5:8
failed 5:7	IBEW'S 4:6	LaSalle 1:8	new 5:20
filed 5:10	identified 2:22 5:2	LEGAL 1:20	North 1:8
final 5:3	Illinois 1:2,5,8 5:22 7:11,16	limited 6:14	Notary 1:22 7:14
Finally 4:16	include 5:20	<hr/> M <hr/>	notice 1:7
financial 5:7,13 7:20	incurred 3:9	M 3:4 4:21 5:14,18 6:9	<hr/> O <hr/>
finding 4:7	Initially 2:20	MAGNA 1:20	O 3:4 4:21 5:14,18 6:9
first 3:2	Integrated 2:17 5:10	maintenance 4:21	objection 7:5
foregoing 7:18	intended 6:7	mandatory 4:4	objections 3:22 4:11 6:13
formula 3:17	interest 7:20	Marciniak 1:21 7:14,21	objectives 5:21
further 3:19 7:4,19	investment 6:3	matter 7:20	once 6:8
future 5:15	investments 3:3 5:20	matters 6:21	Open 1:3 2:5,6
<hr/> G <hr/>	issue 3:2,5	McCABE 1:16 2:7	operations 4:20
given 5:15	issues	meet 5:21	order 2:6 3:6,8,17,18,19 4:1,4 5:3 6:12

originally 5:10	5:20	rehearing 2:15 4:6,12,17,19 5:1 5:12,19 6:6,14	section 5:21 6:5
outcome 7:20	proposed 4:10 5:14	reject 5:9	SERVICES 1:20
outputs 3:20	provide 5:7,12 6:2	rejection 5:15	set 7:17
<hr/>	prudent 5:6 6:3	related 7:19	sole 2:13 4:19
<hr/> P <hr/>	Public 1:22 2:12 5:22 7:14	relation 3:7	speak 2:10
P 1:12	purpose 4:19	replace 6:7	Special 1:3 2:6
page 7:17	pursuant 1:7	report 7:19	Specifically 4:18
Paradis 1:15 2:7	<hr/>	reported 7:16	Springfield 2:2,9
part 4:18 6:14,18	Q <hr/>	reporter 7:15,22	SS 7:11
parties 7:20	quorum 2:9	requests 2:10	STACEY 1:15
pension 4:10	<hr/>	requirements 3:14,20 5:5,9	State 7:11,15
percent 3:9	R <hr/>	response 3:21 4:2,13 6:16 7:3	Street 1:8
petition 2:16	R 7:21	revenue 3:14,15,20 5:4,8	sufficiently 4:8
place 7:17	raised 3:6,12	revisited 6:10	<hr/> T <hr/>
places 3:18	rate 2:17 4:20,22 5:4,13 5:18 6:9	re-file 5:17	T 1:13
Plan 2:17,18 3:4 4:22 5:11 5:16,17,20 6:8,8,11	reached 4:8	round 3:18	taken 7:19
plant 6:2	ready 2:1,3	rounding 3:21	Teague 6:20
practice 4:9	reasonable 5:5	<hr/> S <hr/>	test 4:21 5:5,15,19
preparing 5:17	recommend 4:6	scope 6:14	Thank 2:4 7:6
PRESENT 1:11	reconciliation 3:11	SCOTT 1:12 2:1,4 4:3,14 6:17 7:1,4	Third 3:12
proceeding 3:11 5:19 6:8	Reddick 1:14 2:7	second 3:5	three 2:19,22 3:18
proceedings 7:7,16,19	refiled 3:4 6:9,11		time 7:17
process 6:11	regard 4:9		title 7:17
projects	regarding 3:13		
	REGULAR 1:3		

today 2:10,11 6:21	<hr/> 1 <hr/>		
today's 2:13	10 1:4		
total 3:10	10th 2:6		
transcript 7:19	11 5:22		
transportation 2:11	11:30 1:7		
true 7:18	14th 5:3		
two 2:14,18	15 3:9		
<hr/> U <hr/>	16-105.17(D)(1) 5:21		
undermine 6:7	16-105.17(H) 6:5		
update 3:3,17,19	16-108.18(G) 6:5		
Utilities 2:12 5:22	160 1:8		
<hr/> V <hr/>	<hr/> 2 <hr/>		
verbal 4:2,13 6:16 7:3	2023 5:3 6:12		
votes 2:19	2024 1:4 2:6		
<hr/> W <hr/>	22-0485 2:15		
WACC 3:14,15,20	23-0055 2:15		
Wednesday 1:4			
weighted 3:13			
We'll 2:18			
We're 2:3			
<hr/> Y <hr/>			
year 4:22 5:5,19			
years 5:15			