

PHIL MURPHY Governor

SHEILA OLIVER Lt. Governor STEFANIE A. BRAND Director

July 28, 2020

Via Electronic Mail

Jeremy Clark, Vice-President Pegasus Global Holdings, Inc.® 1750 Emerick Road Cle Elum, WA 98922

Re: In The Matter of the Petition of Public Service Electric and Gas Company for Approval of the Second Energy Strong Program (Energy Strong II)

2020 First Quarter Independent Monitor Draft Report

BPU Dkt Nos. EO18060629 and GO18060630

Dear Mr. Clark:

We enclose the Division of Rate Counsel's informal questions RCR-INF-1 through RCR-INF-23, in the above-referenced matter.

Your prompt handling of this request is appreciated. If you have any questions, please call me at (609) 984-1460.

Very truly yours,

STEFANIE A. BRAND, ESQ.
DIRECTOR, DIVISION OF RATE COUNSEL

By: /s/ David Wand

T. David Wand, Esq. Assistant Deputy Rate Counsel

DW:dl Enclosure Service List (via electronic mail)

In the Matter of the Petition of Public Service Electric and Gas Company for the Approval of the Second Energy Strong Program (Energy Strong II)

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DIVISION OF RATE COUNSEL QUESTIONS

- RCR-INF-1. Has the Company identified comparable projects base spend projects for both electric and gas?
- RCR-INF-2. Comment: Table 2 Total Estimate should be labeled to either reflect current estimate or Stipulated amount just to clarify distinction. For example, new Academy and State Street substation estimates are not incorporated in Table 9 as well.
- RCR-INF-3. Page 6, are there updates to the two projects (Academy and State)?
- RCR-INF-4. Page 7, for the following substations (Woodlynne, State Street, Academy Street, Clay Street, Hasbrouck Heights, Meadow Road, Lakeside Avenue, Toney's Brook, and Orange Valley), is the A/E firm conducting the Transmission component (upgrade from 26 to 69 kV) also conducting the Energy Strong 2 A/E work?
- RCR-INF-5. What are the three firms selected to do the A/E work
- RCR-INF-6. Page 7, do any of the remaining seven substations have any transmission upgrade work associated? If so, which ones?
- RCR-INF-7. Page 8, please identify which stations that are not in-house and not associated with the 69kV transmission upgrade would be competitively bid for A/E services.
- RCR-INF-8. With reference to Page 9, how much experience with ES 1 is there with the listed PSEG personnel and Pegasus personnel.
- RCR-INF-9. Comment on pages 10 through 12, what is the significance of bracketed substation associated with each heading?
- RCR-INF-10. Page 10, is the feasibility/turnover stage the same as the office level estimate presented in Table 9?
- RCR-INF-11. Page 13, are there current plans to perform a project audit similar to what was conducted in ES 1?
- RCR-INF-12. Page 18, the five year baseline level estimate would exclude Superstorm Sandy. Presumably this should not be an issue since these stations and feeders were not damaged in Superstorm Sandy.
- RCR-INF-13. Page 19, please describe how the ES 2 planning is more integrated than ES 1 and what role planning plays in the process.

- RCR-INF-14. Table 8, with the scope locked, have the Company's estimates changed for the five substations, excluding Academy and State.
- RCR-INF-15. Page 21, is the switchgear vendor selection process different for ES 2 than ES 1?
- RCR-INF-16. Page 28, do the current estimate of \$30 million for the Market Street substation include cost of environmental liabilities? Was most of the \$2.1 million spent for environmental clean up?
- RCR-INF-17. Pages 22 thru 35 provides a station-by-station summary of upcoming activities at each station. A table showing a list of all upcoming station activities listed by station rather than activity along with a note of any activities that were carried over from the prior quarter would help identify potential bottle necks in the project schedule. An example table is shown below.

Station	Upcoming Activity	Carry Over from Prior Q
Academy St.	Commencement of detailed design	None
	and civil, demolition, and electrical drawings issued for review.	
Clay St.	Lock the scope and commence design on the licensing and permitting package	Lock scope
Hasbrouck Heights	Prepare and issue the licensing and permitting package and commence detailed engineering design	None
Constable Hook	In the initial planning and origination stages	In initial stages

- RCR-INF-18. Page 36, what is the selection criteria for the contingency reconfiguration projects? Is there a copy available? What is the Company's definition of customer impacts and how are they being prioritized?
- RCR-INF-19. Were TripSaver-II installed as part of ES 1? Is there a cost differential between the TripSaver II and Fusesaver devices?
- RCR-INF-20. Page 36, please elaborate on the lack of radio availability.
- RCR-INF-21. Page 37, is the installed communication system compatible with current and future systems? Would the system be compatible with an AMI system if the BPU were to approve AMI?
- RCR-INF-22. Page 38, is the 500,000 endpoint the current limit to the installed communications system?
- RCR-INF-23. Page 39, was the ADMS vendor selection competitively bid? Is OSII a current vendor for PSEG?

In the Matter of the Petition of Public Service Electric and Gas Company for the Approval of the Second Energy Strong Program (Energy Strong II) BPU Dkt Nos. EO18060629 and GR18060630

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