NEW ENERGY FEDERALISM:
THE IMPACT OF THE ENERGY ACT OF 1992 ON STATE UTILITY REGULATION

The Eleventh National Regulatory Conference
May 17-18, 1993
The Omni Richmond Hotel and
The State Corporation Commission
Tyler Building
Richmond, Virginia
Monday May 17, 1993

8:00 - 8:45  Registration and Continental Breakfast
            The Omni Richmond Hotel

8:45  Welcome
      The Honorable,
      Theodore V. Morrison, Jr., Chairman
      Virginia State Corporation Commission
      James C. Dimitri, Chairman
      Administrative Law Section, Virginia State Bar
      Richard A. Williamson, Acting Dean
      Marshall-Wythe School of Law,
      College of William and Mary

9:00 - 10:30  Effect of "Buy vs. Build" and EWS Financial Leverage on Utility Cost of Capital and Retail Electric Rates
      How should the states respond to the mandate of
      Section 712 of the Act requiring state regulatory
      authorities to evaluate:
      1. the potential effect of "buy vs. build" on utility cost
         of capital and retail electric rates...
      2. whether the use by Exempt Wholesale Generators
         ("EWS") of more highly leveraged capital structures
         than used by electric utilities threatens reliability or
         provides EWS with an unfair advantage over utilities?

      Moderator:  Donna Tanner Pippert, Manager of Finance
                  Division of Economics and Finance
                  Virginia State Corporation Commission

      Panelists:  William A. Abrams, Senior Vice President
                  Duff & Phelps Credit Rating Company
                  Richard L. Ansaldo, Chief, Utility Finance Section
                  Office of Accounting and Finance, New York State
                  Public Service Commission
                  Jay D. Hatfield, Associate, Public Utility Group
                  Morgan Stanley & Company, Inc
                  Mark J. LaFratta, Esquire
                  Coordinator, Non-Utility Generation Team
                  McGuire, Woods, Battle & Boothe

10:30  Break

10:45 - 12:15  Implementation of Procedures for the Advance Approval or Disapproval of Specific Purchases of Long-Term Wholesale Power, Including Assurance of Reliable Fuel Supply
      How should the states respond to the mandate of
      Section 712 of the Act that state regulatory authorities
      evaluate:
      1. whether to implement procedures for the advance
         approval or disapproval of particular long-term power
         supply agreements,
      2. whether to require a condition requiring the purchase of a fuel that can be reasonably assured
      of fuel supply adequacy

      Moderator:  Stephen H. Watts, II
                  McGuire, Woods, Battle & Boothe

      Panelists:  R. Page Henley, Jr., Senior Vice President and General Counsel
                  Westmoreland Energy, Inc
                  Michael I. German, Senior Vice President
                  American Gas Association
                  George Stoic, Supervisor of Competitive Programs
                  Competitive Utility Programs Division
                  Michigan Public Service Commission
                  Peter E. Schaub
                  Manager of Supply Side Resources
                  Potomac Electric Power Company

12:15  Remarks by the Honorable Preston C. Shannon,
      Commissioner, regarding the Tyler Building, the recently
      dedicated new headquarters of the Virginia SCC

12:30 - 2:30  Lunch and Tours of the Tyler Building

2:30  Transmission Lines:
      Access, Rates, Wheeling, Jurisdiction and Construction
      The Act substantially expands FERC's authority to order wholesale
      transmission access. At the same time, a number of difficult issues
      remain. These include retail wheeling, transmission terms and pricing,
      treatment of loop flow, and the proper protection of native load
      customers. This panel will examine the range of transmission access
      questions arising in the wake of the Act, and the respective roles of
      the state and federal regulators in resolving them.
      The SCC Tyler Building Classroom "C"

      Moderator:  William F. Young
                  Hunton & Williams

      Panelists:  Everard Munsey, Vice President Public Policy
                  Dominion Resources
                  George Hall
                  Pulman, Hays & Bartleff, Inc.
                  To be announced
                  Federal Energy Regulatory Commission

3:45  Break

4:00 - 5:00  Questions & Answers
      Resume session for questions from the audience to the
      transmission panel

5:30  Reception  Cash Bar
      The Omni Richmond Hotel

7:15  Dinner
Tuesday May 18, 1993

8:30 - 9:00  Registration and Continental Breakfast
The Omni Richmond Hotel

9:00  Integrated Resource Planning:
A Focus on Conservation and Energy Efficiency
The Act addresses investments by electric utilities for conservation and demand management, as well as efficiency of power generation, transmission and distribution. This panel will review current state regulatory activities and explore further developments likely to result from state commission proceedings under Section 111 of the Act.

Moderator: Deborah V. Ellenberg, Deputy General Counsel
Virginia State Corporation Commission

Panelists:
Richard J. Williams, Director
Division of Economics and Finance
Virginia State Corporation Commission
Kenneth Rose, Senior Economist
National Regulatory Research Institute
Sheldon Switzer, Director of Demand Side Management, Baltimore Gas & Electric Company
John A. Anderson, Executive Director
ECON

10:30  Break

10:45 - 12:15  Impact on Energy Sources and Uses:
Will Regulatory and Management Strategies be Driven by the Act's Emphasis on Energy Efficiency?
The Act encourages efficient use of our energy resources:
1. What programs and technologies will evolve given this encouragement?
2. What will be the effect on competition among fuels used to generate electricity?
3. How will the Act affect electric - gas competition?

Moderator: Hulihen Williams Moore, Commissioner
Virginia State Corporation Commission

Panelists:
Kenneth Escott, Vice President, Marketing
Consolidated Gas Company
Joseph H. Vipperman, President and Chief Operating Officer
Appalachian Power Company
W. Thomas Hudson, President
Virginia Coal Association
Jeffrey Bleason, Director of Energy Projects
Southern Environmental Law Center

Credits: This program has been approved by the Virginia Mandatory Legal Education Board for 8 1/2 hours of credit.

Agenda:
This year's program addresses those aspects of the Energy Policy Act of 1992 that will create the most activity before state utility commissions. The Act requires state hearings on issues such as long-term power supply arrangements as well as conservation and efficiency. Other subjects, such as use of transmission systems, will provide abundant additional issues for state commissions. In addition, the Act may lead to significant changes in the way energy utilities conduct their business.

Because of the breadth of issues, the Conference has been extended to 1 1/2 days. The ten previous Conferences have been held at the Marshall-Wythe School of Law of the College of William and Mary in Williamsburg, Virginia. This year the Conference will be held in Richmond to provide an opportunity for attendees to tour the recently dedicated Tyler Building, the new home of the Virginia State Corporation Commission. The Monday afternoon session of the Conference will be held in the Tyler Building.

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1, 14th Building
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REGISTRATION FORM

Name: ____________________________
Title: ____________________________
Organization: ______________________
Address: __________________________
City/State/Zip: _______________________
Telephone: (___) ____________

$160 Registration Fee - includes Continental Breakfast and Dinner (by May 7, 1993)
$10 Lunch - please add to registration fee* (12:30 pm - Monday)

Total Enclosed

Please make checks payable to: The National Regulatory Conference

Your cancelled check is your receipt.

Conference fees are Non-Refundable after May 7, 1993.

Mail Registration Form with Payment to:
c/o Mary McIlhatten
Virginia State Corporation Commission
PO Box 1187
Richmond, Virginia 23209
804-371-9141

Registration
The number of registrations will be limited to 140. Applications will be processed in the order of receipt.

Fee*
Conference registration $160.00. This registration fee does not include hotel room or meals generally but does include the dinner Monday evening. Lunch will be served in the Omni Richmond Hotel at 12:30 pm on Monday for Conference attendees. If you wish to join us for lunch, please check the box on the registration form and add $10.00 to your registration fee.

Cancellations
No registration refund will be made on cancellations received after May 7, 1993.

Make check payable to:
The National Regulatory Conference

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c/o Mary McIlhatten
Virginia State Corporation Commission
PO Box 1187
Richmond, Virginia 23209
804-371-9141

Hotel Information
A limited number of rooms will be available at the Omni Richmond Hotel for Conference attendees. Check-in time: 3 pm / Check-out time: 12 pm.

Reservations should be made as soon as possible.
Write or Telephone: Omni Richmond Hotel
100 South 12th Street Richmond, Virginia 23219
804-344-7000
(Be sure to identify yourself as a National Regulatory Conference Registrant)

Note: Valet parking is available for all registered guests at $8.00/night. Ample parking is also available within the James Center Complex with the VA Park System.