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September 22, 2017

Via Electronic Filing

Rosemary Chiavetta, Secretary PA Public Utility Commission PO Box 3265 Harrisburg, PA 17105-3265

Re:

PA Public Utility Commission v. Philadelphia Gas Works - R-2017-2586783 Office of Consumer Advocate v. Philadelphia Gas Works - C-2017-2592092 Office of Small Business Advocate v. Philadelphia Gas Works - C-2017-2593497 Philadelphia Industrial & Commercial Gas Users Group v. Philadelphia Gas Works - C-2017-2593903

Dear Secretary Chiavetta:

On behalf of Philadelphia Gas Works, attached please find a corrected page 12 from its Statement in Support, filed on July 21, 2017 in the above captioned proceeding. It has come to our attention that the allocation of the settlement increase shown on the table on page 12 has slight, non-material discrepancies from the figures on PGW's Exhibit 2, the Proof of Revenues that was submitted along with the Joint Petition for Settlement ("Settlement") and the Statement in Support. PGW notes that the original allocation chart was referenced on pages 40-41 of the Recommended Decision issued on September 8, 2017 in the above-referenced matter. The final – and correct – allocations of the settlement increase are reflected in Exhibit 2 of the Joint Petition for Settlement.

Copies of this letter are being served in accordance with the attached Certificate of Service. If you have any questions regarding this filing, please contact me at your convenience.

Daniel Clearfield

DC/lww

Enclosure

cc:

Hon. Christopher Pell

Hon. Marta Guhl

Certificate of Service w/enc.

CERTIFICATE OF SERVICE

I hereby certify that this day I served a copy of PGW's Corrected Page 12 of its

Statement in Support upon the persons listed below in the manner indicated in accordance with the requirements of 52 Pa. Code Section 1.54.

Via Email and/or First Class Mail

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Date: September 22, 2017

Daniel Clearfield, Esquire

Health Insurance Cost Tracking

Starting with Fiscal Year ("FY") 2018, PGW will track health insurance cash expenses for each fiscal year which shows cash payments for health insurance, claims and administrative expenses and cash received for employee contributions.⁴⁴ PGW will present this tracking in its next base rate case filing. The tracking schedule will provide this information for both active and retired employees separately.

Actual Results for FPFTY

In PGW's next base rate filing, PGW will prepare a comparison of its actual expenditures and financial results for FY 2018 compared to the FPFTY in this case.⁴⁵ This is a requirement of Act 11, which, among other things, authorized the use of a FPFTY.⁴⁶

C. Revenue Allocation and Rate Design

The Joint Petitioners agreed to the following revenue allocation:⁴⁷

Rate Class	Percent of Increase	Revenue Allocation
Residential	78.6 <mark>67</mark> %	\$33,03 <u>7,187</u> 9,250
Commercial	10. <u>90</u> 89%	\$4,575, <u>831</u> 560
Industrial	0.83%	\$350,3 <mark>36</mark> 00
PHA GS	0.41%	\$170, <mark>195</mark> 200
Municipal/PHA Rate 8	3.60%	\$1,511, <mark>770</mark> 800
NGVS	0.00%	\$0
Interruptible Sales	0.00%	\$0
GTS/IT	5.60%	\$2,352,800
TOTAL	100.00%	\$41,99 <u>8,117</u> 9,910

Joint Petition at ¶13.

Joint Petition at ¶ 14.

⁴⁶ 66 Pa.C.S. § 315(e).

Joint Petition at ¶ 17(a).

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C. Revenue Allocation and Rate Design

The Joint Petitioners agreed to the following revenue allocation:⁴⁷

Rate Class	Percent of Increase	Revenue Allocation
Residential	78.66%	\$33,03 7,187
Commercial	10.90%	\$4,575,831
Industrial	0.83%	\$350,336
PHA GS	0.41%	\$170,195
Municipal/PHA Rate 8	3.60%	\$1,511,770
NGVS	0.00%	\$0
Interruptible Sales	0.00%	\$0
GTS/IT	5.60%	\$2,352,800
TOTAL	100.00%	\$41,998,117

Joint Petition at ¶13.

Joint Petition at ¶ 14.

⁴⁶ 66 Pa.C.S. § 315(e).

Joint Petition at ¶ 17(a).