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FEDERAL EXPRESS

December 10, 2010

Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, Pennsylvania 17120

PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU
DEC 10 2010
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**Re: PPL Electric Utilities Corporation
Final 2010
Universal Service Rider Reconciliation Report
Docket No. M-2010-2213701**

Dear Ms. Chiavetta:

Enclosed for filing on behalf of PPL Electric Utilities Corporation ("PPL Electric") are eight (8) copies of PPL Electric's final 2010 Universal Service Rider ("USR") Reconciliation Report. This reconciliation report, which is being filed pursuant to the procedures set forth in PPL Electric's Tariff - Electric Pa. P.U.C. No. 201, reflects actual data through November 30, 2010.

Pursuant to 52 Pa. Code § 1.11, the enclosed document is to be deemed filed on December 10, 2010, which is the date it was deposited with an overnight express delivery service as shown on the delivery receipt attached to the mailing envelope.

In addition, please date and time-stamp the enclosed extra copy of this letter and return it to me in the envelope provided.

If you have any questions regarding the enclosed filing, please call me or Joseph M. Kleha, PPL Electric's Manager-Regulatory Compliance and Rates at (610) 774-4486.

Very truly yours,

Paul E. Russell

Enclosures

cc: Mr. Carl Lesney
Mr. Richard E. Wallace
William R. Lloyd, Esquire

J. Edward Simms, Esquire
Irwin A. Popowsky, Esquire

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PA PUBLIC UTILITY COMMISSION
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PPL ELECTRIC UTILITIES CORPORATION

**FINAL 2010
UNIVERSAL SERVICE RIDER
RECONCILIATION REPORT**

Docket No. M-2010-2213701

December 10, 2010

PPL ELECTRIC UTILITIES CORPORATION
2010 UNIVERSAL SERVICE RIDER RECONCILIATION
Report For The Period January 1, 2010 to December 31, 2010

<u>Line No.</u>	<u>Total</u>
1 Actual Residential Distribution Revenues (Including GRT) (Schedule B, Column N, Line 1)	\$ 464,062,502
2 Actual Residential Distribution Revenues (Excluding GRT) (Schedule B, Column N, Line 2)	\$ 436,682,815
3 Distribution Revenues Available for USR (Schedule B, Column N, Line 5)	\$ 41,512,734
4 Actual OnTrack/WRAP Expenses (Schedule B, Column N, Line 6)	\$ 51,383,029
5 Over/(Under) Collection (Calculate Line 3 minus Line 4)	\$ (9,870,295)
6 Interest on Over/(Under) Collection (Schedule D, Line 14, Column D)	\$ (614,816)
7 Prior Year Over/(Under) Collection (Schedule G, Column B, Line 13)	(590,822)
8 Over/(Under) Collection (Excluding GRT) (Line 5 plus Line 6 plus Line 7)	\$ <u>(11,075,934)</u>
9 Over/(Under) Collection (Including GRT) (Line 8*1.06269926)	\$ <u><u>(11,770,387)</u></u>

PPL ELECTRIC UTILITIES CORPORATION
RECONCILIATION OF 2010 UNIVERSAL SERVICE RIDER REVENUES AND EXPENSES BY MONTH

Line No.	Description	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)	(N)
		December 2009 True Up	January 2010	February 2010	March 2010	April 2010	May 2010	June 2010	July 2010	August 2010	September 2010	October 2010	November 2010	December 2010**	Total Year-to-date
Residential															
1	Actual Residential Distribution Revenues Billed (including GRT) (Schedule E, Line 1)	\$ (2,794,750)	\$ 51,994,836	\$ 46,754,506	\$ 42,372,612	\$ 33,912,652	\$ 31,107,487	\$ 34,817,216	\$ 40,356,510	\$ 40,012,602	\$ 35,840,005	\$ 31,278,703	\$ 32,925,296	\$ 45,484,827	\$ 464,062,502
2	Actual Residential Distribution Revenues Billed (excluding GRT) (Schedule E, Line 2)	\$ (2,629,860)	\$ 48,927,141	\$ 43,995,990	\$ 39,872,628	\$ 31,911,806	\$ 29,272,145	\$ 32,763,000	\$ 37,975,476	\$ 37,651,858	\$ 33,725,445	\$ 29,433,260	\$ 30,982,704	\$ 42,801,222	\$ 436,682,815
3	Actual Residential Distribution Revenue Applicable to USR (Schedule E, Line 4)	\$ (180,408)	\$ 5,122,672	\$ 4,606,380	\$ 4,174,664	\$ 3,341,166	\$ 3,064,794	\$ 3,430,286	\$ 3,976,032	\$ 3,942,150	\$ 3,531,054	\$ 3,081,862	\$ 3,243,889	\$ 4,481,288	\$ 45,815,629
4	Recouped Through E Factor 0.9227% USR (2010)	\$ (7,017)	\$ 451,451	\$ 405,951	\$ 367,905	\$ 294,450	\$ 270,094	\$ 302,304	\$ 350,400	\$ 347,414	\$ 311,185	\$ 271,581	\$ 285,877	\$ 394,927	\$ 4,046,522
	0.0599% Interest (2010)	\$ (430)	\$ 28,601	\$ 25,718	\$ 23,308	\$ 18,654	\$ 17,111	\$ 19,152	\$ 22,199	\$ 22,010	\$ 19,714	\$ 17,205	\$ 18,111	\$ 25,020	\$ 256,373
4	Total Revenues Applicable to Prior Year	\$ (7,447)	\$ 480,052	\$ 431,669	\$ 391,213	\$ 313,104	\$ 287,205	\$ 321,456	\$ 372,599	\$ 369,424	\$ 330,899	\$ 288,786	\$ 303,988	\$ 419,947	\$ 4,302,896
5	Actual Revenue Available to Cover Current Year Expenses (Line 3 less Line 4)	\$ (172,961)	\$ 4,642,620	\$ 4,174,711	\$ 3,783,451	\$ 3,028,062	\$ 2,777,589	\$ 3,108,830	\$ 3,603,433	\$ 3,572,726	\$ 3,200,155	\$ 2,792,876	\$ 2,939,901	\$ 4,061,341	\$ 41,512,734
6	Actual OnTrack/WRAP Expenses (Schedule C, Line 11)	\$ 1,233,236	\$ 5,213,487	\$ 5,627,531	\$ 5,069,039	\$ 3,407,705	\$ 3,259,430	\$ 3,455,944	\$ 3,957,819	\$ 4,301,900	\$ 3,657,544	\$ 3,408,040	\$ 3,840,854	\$ 4,950,500	\$ 51,383,029
7	Over/(Under) Collection (Line 5 minus Line 6)	\$ (1,406,197)	\$ (570,867)	\$ (1,452,820)	\$ (1,285,588)	\$ (379,643)	\$ (481,841)	\$ (347,114)	\$ (354,386)	\$ (729,174)	\$ (457,389)	\$ (615,164)	\$ (900,953)	\$ (889,159)	\$ (9,870,295)

**December 2010 is an estimate

PPL ELECTRIC UTILITIES CORPORATION
ACTUAL 2010 ONTRACK/WRAP EXPENSES BY MONTH

Line No.	Description	(A) December 2009 True Up	(B) January 2010	(C) February 2010	(D) March 2010	(E) April 2010	(F) May 2010	(G) June 2010	(H) July 2010	(I) August 2010	(J) September 2010	(K) October 2010	(L) November 2010	(M) December 2010**	(N) Total Year-to-date
ONTRACK															
1	OnTrack Revenue Credits	1,362,482	4,143,189	4,539,204	3,750,960	2,087,348	1,540,388	1,843,338	2,410,937	2,423,023	1,850,549	1,483,723	2,001,924	2,352,500	\$ 31,769,575
2	Arrearage Forgiveness	52,281	642,858	711,491	727,593	792,049	826,825	927,713	902,473	1,012,889	964,770	1,003,885	919,480	1,200,000	\$ 10,684,297
3	OnTrack CBO/Vendor Expenses	(12,315)	153,557	132,934	159,311	90,820	235,642	193,657	199,047	188,668	160,789	166,084	245,641	198,000	\$ 2,111,835
4	OnTrack Administrative Expenses	2,078	133	175	355	35	83	57	1,108	88	82	39	260	-	\$ 4,473
5	Total OnTrack Expense	<u>1,404,536</u>	<u>\$ 4,939,737</u>	<u>\$ 5,383,804</u>	<u>\$ 4,638,219</u>	<u>\$ 2,950,052</u>	<u>\$ 2,602,928</u>	<u>\$ 2,964,765</u>	<u>\$ 3,513,585</u>	<u>\$ 3,624,668</u>	<u>\$ 2,976,190</u>	<u>\$ 2,653,731</u>	<u>\$ 3,187,285</u>	<u>\$ 3,750,500</u>	<u>\$ 44,569,980</u>
WRAP															
6	WRAP CBO/Vendor Expenses	2,900	261,770	230,089	424,147	424,290	649,818	485,060	440,588	667,131	678,162	748,320	670,165	1,200,000	\$ 6,882,240
7	Wrap Administrative Expenses	15,720	11,980	13,638	8,873	33,383	6,884	6,119	3,666	10,101	3,192	5,989	3,404	-	\$ 120,729
8	Total Wrap Expenses	<u>\$ 18,620</u>	<u>\$ 273,750</u>	<u>\$ 243,727</u>	<u>\$ 433,020</u>	<u>\$ 457,673</u>	<u>\$ 656,702</u>	<u>\$ 491,179</u>	<u>\$ 444,254</u>	<u>\$ 677,232</u>	<u>\$ 681,354</u>	<u>\$ 754,309</u>	<u>\$ 673,569</u>	<u>\$ 1,200,000</u>	<u>\$ 7,002,969</u>
9	Total OnTrack/WRAP Expenses	<u>\$ 1,423,156</u>	<u>\$ 5,213,487</u>	<u>\$ 5,627,531</u>	<u>\$ 5,069,039</u>	<u>\$ 3,407,705</u>	<u>\$ 3,259,430</u>	<u>\$ 3,455,944</u>	<u>\$ 3,957,819</u>	<u>\$ 4,301,900</u>	<u>\$ 3,657,544</u>	<u>\$ 3,408,040</u>	<u>\$ 3,840,854</u>	<u>\$ 4,950,500</u>	<u>\$ 51,572,949</u>
10	OT CAP Enrollment Credit	(189,920)													\$ (189,920)
11	Total OnTrack/WRAP Expenses including CAP Enrollment Credit (Line 9 plus Line 10)	<u>\$ 1,233,236</u>	<u>\$ 5,213,487</u>	<u>\$ 5,627,531</u>	<u>\$ 5,069,039</u>	<u>\$ 3,407,705</u>	<u>\$ 3,259,430</u>	<u>\$ 3,455,944</u>	<u>\$ 3,957,819</u>	<u>\$ 4,301,900</u>	<u>\$ 3,657,544</u>	<u>\$ 3,408,040</u>	<u>\$ 3,840,854</u>	<u>\$ 4,950,500</u>	<u>\$ 51,383,029</u>

**December 2010 expenses is an estimate

Schedule D

**PPL ELECTRIC UTILITIES CORPORATION
INTEREST EXPENSE ON 2010 UNIVERSAL SERVICE RIDER
OVER/(UNDER) COLLECTIONS BY MONTH**

Line No.	Month	(A) Interest Rate	(B) Weighting Factor	(C) (D)	
				Over/(Under) Collection Total (1)	Interest on Over/(Under) Collection
1	December 2009 True Up	6.25%	7/12	\$ (1,406,199)	(51,268) (2)
2	January	6.25%	18/12	\$ (570,867)	\$ (53,519)
3	February	6.50%	17/12	\$ (1,452,820)	\$ (133,781)
4	March	6.50%	16/12	\$ (1,285,588)	\$ (111,418)
5	April	6.50%	15/12	\$ (379,643)	\$ (30,846)
6	May	6.50%	14/12	\$ (481,841)	\$ (36,540)
7	June	6.75%	13/12	\$ (347,114)	\$ (25,383)
8	July	6.25%	12/12	\$ (354,385)	\$ (22,149)
9	August	6.00%	11/12	\$ (729,173)	\$ (40,105)
10	September	6.00%	10/12	\$ (457,388)	\$ (22,869)
11	October	5.50%	9/12	\$ (615,164)	\$ (25,376)
12	November	5.50%	8/12	\$ (900,953)	\$ (33,035)
13	December	5.50%	7/12	\$ (889,159)	\$ (28,527)
14	Total			<u>\$ (9,870,296)</u>	<u>\$ (614,816)</u>

(1) From Schedule B, Line 7 for the respective month.

(2) From Schedule F, Line 17, Column C.

PPL ELECTRIC UTILITIES CORPORATION
2010 RESIDENTIAL DISTRIBUTION REVENUES BY MONTH

Line No.	Description	(A) December 2009 True Up	(B) January 2010	(C) February 2010	(D) March 2010	(E) April 2010	(F) May 2010	(G) June 2010	(H) July 2010	(I) August 2010	(J) September 2010	(K) October 2010	(L) November 2010	(M) December 2010**	(N) Total Year-to-date
	Actual Dist Revenues Billed (with GRT)														
	RS	\$ (2,740,340)	\$ 53,351,348	\$ 49,620,367	\$ 44,860,173	\$ 35,679,291	\$ 32,614,153	\$ 36,673,515	\$ 42,261,136	\$ 42,350,676	\$ 37,798,188	\$ 32,816,260	\$ 34,601,105	\$ 46,996,315	\$ 486,882,177
	RTS	\$ (52,056)	\$ 588,411	\$ 540,551	\$ 485,765	\$ 354,879	\$ 364,675	\$ 367,267	\$ 381,833	\$ 378,908	\$ 359,864	\$ 344,363	\$ 372,068	\$ 543,908	\$ 5,070,427
	RTD	\$ (2,354)	\$ 18,194	\$ 16,642	\$ 14,337	\$ 10,857	\$ 9,563	\$ 10,190	\$ 11,588	\$ 11,270	\$ 10,089	\$ 9,082	\$ 9,875	\$ 16,668	\$ 146,001
	(ACT 129)	\$ -	\$ (1,963,117)	\$ (3,423,054)	\$ (2,987,663)	\$ (2,172,375)	\$ (1,860,894)	\$ (2,233,746)	\$ (2,298,047)	\$ (2,728,253)	\$ (2,328,146)	\$ (1,850,962)	\$ (2,057,752)	\$ (2,072,064)	\$ (28,038,133)
1		\$ (2,794,750)	\$ 51,984,836	\$ 46,754,506	\$ 42,372,612	\$ 33,912,662	\$ 31,107,487	\$ 34,817,215	\$ 40,366,510	\$ 40,012,692	\$ 35,840,005	\$ 31,278,703	\$ 32,925,296	\$ 45,484,827	\$ 464,062,502
	Actual Dist Revenues Billed (without GRT)														
	RS	\$ (2,578,660)	\$ 50,203,618	\$ 46,892,765	\$ 42,213,423	\$ 33,574,213	\$ 30,689,918	\$ 34,509,778	\$ 39,767,729	\$ 39,851,986	\$ 35,568,094	\$ 30,880,091	\$ 32,559,640	\$ 44,223,532	\$ 458,156,127
	RTS	\$ (48,885)	\$ 553,695	\$ 508,658	\$ 457,105	\$ 371,581	\$ 343,159	\$ 345,589	\$ 359,305	\$ 356,553	\$ 338,632	\$ 324,046	\$ 350,116	\$ 511,817	\$ 4,771,271
	RTD	\$ (2,215)	\$ 17,121	\$ 15,660	\$ 13,491	\$ 10,216	\$ 8,989	\$ 9,589	\$ 10,904	\$ 10,605	\$ 9,503	\$ 8,546	\$ 9,282	\$ 15,685	\$ 137,386
	(ACT 129)	\$ -	\$ (1,847,293)	\$ (3,221,094)	\$ (2,811,391)	\$ (2,044,206)	\$ (1,789,921)	\$ (2,101,955)	\$ (2,162,462)	\$ (2,567,286)	\$ (2,190,785)	\$ (1,779,424)	\$ (1,936,345)	\$ (1,949,812)	\$ (26,381,973)
2		\$ (2,628,860)	\$ 48,927,141	\$ 43,995,969	\$ 39,672,628	\$ 31,911,805	\$ 29,272,145	\$ 32,769,001	\$ 37,975,476	\$ 37,651,858	\$ 33,725,444	\$ 29,433,259	\$ 30,962,703	\$ 42,901,222	\$ 436,682,811
3	USR Rate (with GRT)	8.86%	10.47%	10.47%	10.47%	10.47%	10.47%	10.47%	10.47%	10.47%	10.47%	10.47%	10.47%	10.47%	
4	Residential Dist Revenues Available to USR (without GRT) (Line 2 * Line 3)	\$ (180,408)	\$ 5,122,672	\$ 4,606,380	\$ 4,174,664	\$ 3,341,166	\$ 3,064,794	\$ 3,430,286	\$ 3,976,032	\$ 3,942,150	\$ 3,531,054	\$ 3,061,662	\$ 3,243,889	\$ 4,481,288	\$ 45,815,629

**December 2010 revenue is an estimate

PPL ELECTRIC UTILITIES CORPORATION
December 2009 USR Reconciliation

Line No.	Description	(A) December 2009 Estimate	(B) December 2009 Actual	(C) December Incremental
	Actual Dist Revenues Billed (with GRT)			
	RS	\$ 45,202,376	\$ 42,462,036	\$ (2,740,340)
	RTS	\$ 540,050	\$ 487,994	\$ (52,056)
	RTD	\$ 16,542	\$ 14,188	\$ (2,354)
1		<u>\$ 45,758,968</u>	<u>\$ 42,964,218</u>	<u>\$ (2,794,750)</u>
	Actual Dist Revenues Billed (without GRT)			
	RS	\$ 42,535,436	\$ 39,956,776	\$ (2,578,660)
	RTS	\$ 508,187	\$ 459,202	\$ (48,985)
	RTD	\$ 15,566	\$ 13,351	\$ (2,215)
2		<u>\$ 43,059,189</u>	<u>\$ 40,429,329</u>	<u>\$ (2,629,860)</u>
3	USR Rate (with GRT)	6.86%	6.86%	6.86%
4	Residential Dist Revenues Available to USR (without GRT) (Line 2 * Line 3)	<u>\$ 2,953,860</u>	<u>\$ 2,773,452</u>	<u>\$ (180,408)</u>
	Recouped through E-Factor			
5	0.2668% USR (2009)	114,882	107,865	(7,017)
6	.0164% Interest (2009)	7,043	6,613	(430)
	ONTRACK			
7	OnTrack Revenue Credits	\$ 900,000	\$ 2,262,482	\$ 1,362,482
8	Arrearage Forgiveness	\$ 850,000	\$ 902,291	\$ 52,291
9	OnTrack CBO/Vendor Expenses	\$ 192,000	\$ 179,685	\$ (12,315)
10	OnTrack Administrative Expenses	\$ 1,000	\$ 3,078	\$ 2,078
11	OT Cap Enrollment Credit	\$ -	\$ (189,920)	\$ (189,920)
12	Total OnTrack Expense	<u>\$ 1,943,000</u>	<u>\$ 3,157,616</u>	<u>\$ 1,214,616</u>
	WRAP			
13	WRAP CBO/Vendor Expenses	\$ 150,000	\$ 152,900	\$ 2,900
14	Wrap Administrative Expenses	\$ 8,000	\$ 23,721	\$ 15,721
15	Total Wrap Expenses	<u>\$ 158,000</u>	<u>\$ 176,622</u>	<u>\$ 18,622</u>
16	Total OnTrack/WRAP Expenses	<u>\$ 2,101,000</u>	<u>\$ 3,334,238</u>	<u>\$ 1,233,238</u>
17	Over/(Under) Collection (Line 4 minus Line 13)	\$ 730,935	\$ (675,264)	\$ (1,406,199)
18	Interest Rate	6.25%	6.25%	
19	Weighting Factor	7/12	7/12	7/12
20	Interest on Over/(Under) Collection	26,649	(24,619)	(51,268)

PPL ELECTRIC UTILITIES CORPORATION
EFFECT ON THE OVER/(UNDER) COLLECTION BALANCE
For The Period January 2010 to December 2010

Line No.	Month	(A) (Refund)/ Recovery (1)	(B) Over/(Under) Balance (2)
1	Balance - December 31, 2009 (Prior Year Filing w. Actual December)	(7,447)	(4,893,716)
2	January 2010	480,051	(4,421,111)
3	February 2010	431,669	(3,989,442)
4	March 2010	391,213	(3,598,230)
5	April 2010	313,104	(3,285,125)
6	May 2010	287,205	(2,997,920)
7	June 2010	321,456	(2,676,464)
8	July 2010	372,599	(2,303,865)
9	August 2010	369,423	(1,934,442)
10	September 2010	330,899	(1,603,543)
11	October 2010	288,786	(1,314,757)
12	November 2010	303,989	(1,010,768)
13	December 2010**	419,947	(590,822)

(1) From Schedule B, Line 4

(2) From Prior Year Filing - Docket No. M-2008-2078645 (Schedule A, Line 5, 6 and 7)

** December 2010 is an estimate

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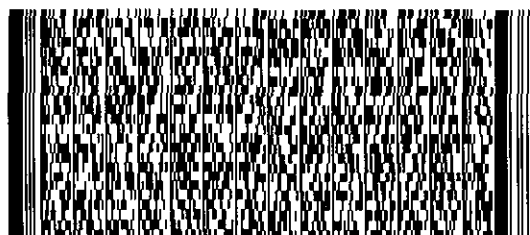
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