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**FEDERAL EXPRESS**

July 29, 2011

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

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JUL 29 2011

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU

**Re: PPL Electric Utilities Corporation  
2011 Smart Meter Rider Reconciliation Report  
For the Quarter Ended June 30, 2011  
Docket No. M-2009-2123945**

Dear Ms. Chiavetta:

Enclosed for filing on behalf of PPL Electric Utilities Corporation ("PPL Electric") are eight (8) copies of PPL Electric's Smart Meter Rider ("USR") Reconciliation Report for the Quarter Ended June 30, 2011. This reconciliation report is being filed pursuant to the procedures set forth in PPL Electric's Tariff - Electric Pa. P.U.C. No. 201.

Pursuant to 52 Pa. Code § 1.11, the enclosed document is to be deemed filed on July 29, 2011, 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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JUL 29 2011

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU

**PPL ELECTRIC UTILITIES CORPORATION**

**2011 SMART METER RIDER  
RECONCILIATION REPORT  
For the Quarter Ended June 30, 2011**

**Docket No. M-2009-2123945**

July 29, 2011

PPL ELECTRIC UTILITIES CORPORATION  
**SMART METER RIDER COLLECTION RECONCILIATION**  
 Report For The Period January 1, 2011 to December 31, 2011

Line No.	(Schedule B, page 1 of 3, Column M)			(Schedule B, Page 2 of 3, Column M)			(Schedule B, page 3 of 3, Column M)			Total
	Residential			Small C&I			Large C&I			
<b>ACTUAL REVENUES</b>										
1	Smart Meter Revenue Collected	\$	667,640	\$	94,289	\$	747	\$	762,676	
2	Less: GRT (1)	\$	39,391	\$	5,563	\$	44	\$	44,998	
3	Revenue Applicable to Smart Meter Plan	\$	628,249	\$	88,726	\$	703	\$	717,678	
<b>ACTUAL EXPENSES</b>										
4	Smart Meter Plan Expenses (2)	\$	650,267	\$	94,207	\$	803	\$	745,277	
5	Expense Applicable to Smart Meter	\$	650,267	\$	94,207	\$	803	\$	745,277	
6	Over/(Under) Collection (Excluding GRT)	\$	(22,018)	\$	(5,481)	\$	(100)	\$	(27,599)	
7	Interest on Over/(Under) Collection (Per Schedule D, Line 13)	\$	(1,118)	\$	(456)	\$	(8)	\$	(1,582)	
8	Net Over/(Under) Collection, Including Interest (Excluding GRT)	\$	(23,136)	\$	(5,937)	\$	(108)	\$	(29,181)	
9	Net Over/(Under) Collection, Including Interest (Including GRT)	\$	(24,587)	\$	(6,309)	\$	(115)	\$	(31,011)	

(1) Gross Receipts Tax Factor (1-.059)

(2) This category, which is designated as Smart Meter Plan Expenses, reflects the revenue requirement associated with the Smart Meter Plan's capital and operating costs.

PPL ELECTRIC UTILITIES CORPORATION  
 SMART METER RIDER COLLECTION RECONCILIATION  
 Residential  
 Report For The Period January 1, 2011 to December 31, 2011

Line No.	(A) January	(B) February	(C) March	(D) April	(E) May	(F) June	(G) July	(H) August	(I) September	(J) October	(K) November	(L) December	(M) Total
<b>ACTUAL REVENUES</b>													
1 Smart Meter Revenue Collected	\$ 69,185	\$ 159,275	\$ 136,079	\$ 113,018	\$ 89,928	\$ 100,155							\$ 667,640
2 Less: GRT (1)	\$ 4,082	\$ 9,397	\$ 8,029	\$ 6,668	\$ 5,306	\$ 5,909	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 39,391
3 Revenue Applicable to Smart Meter Plan	\$ 65,103	\$ 149,878	\$ 128,050	\$ 106,350	\$ 84,622	\$ 94,246	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 628,249
<b>ACTUAL EXPENSES</b>													
4 Smart Meter Plan Expenses (2)	\$ 85,740	\$ 77,302	\$ 127,027	\$ 165,973	\$ 93,013	\$ 101,212							\$ 650,267
5 Expense Applicable to Smart Meter	\$ 85,740	\$ 77,302	\$ 127,027	\$ 165,973	\$ 93,013	\$ 101,212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 650,267
6 Residential Over/(Under) Collection	\$ (20,637)	\$ 72,576	\$ 1,023	\$ (59,823)	\$ (8,391)	\$ (6,966)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (22,018)

(1) Gross Receipts Tax Factor (1-.059)

(2) This category, which is designated as Smart Meter Plan Expenses, reflects the revenue requirement associated with the Smart Meter Plan's capital and operating costs.

PPL ELECTRIC UTILITIES CORPORATION  
 SMART METER RIDER COLLECTION RECONCILIATION  
 Small Commercial and Industrial  
 Report For The Period January 1, 2011 to December 31, 2011

Line No.	(A) January	(B) February	(C) March	(D) April	(E) May	(F) June	(G) July	(H) August	(I) September	(J) October	(K) November	(L) December	(M) Total
<b>ACTUAL REVENUES</b>													
1 Smart Meter Revenue Collected	\$ 7,559	\$ 18,281	\$ 17,957	\$ 16,464	\$ 16,283	\$ 17,745							\$ 94,289
2 Less: GRT (1)	\$ 446	\$ 1,079	\$ 1,059	\$ 971	\$ 961	\$ 1,047	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,563
3 Revenue Applicable to Smart Meter Plan	\$ 7,113	\$ 17,202	\$ 16,898	\$ 15,493	\$ 15,322	\$ 16,698	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 88,726
<b>ACTUAL EXPENSES</b>													
4 Smart Meter Plan Expenses (2)	\$ 14,073	\$ 13,239	\$ 16,183	\$ 16,639	\$ 16,240	\$ 17,833							\$ 94,207
5 Expense Applicable to Smart Meter	\$ 14,073	\$ 13,239	\$ 16,183	\$ 16,639	\$ 16,240	\$ 17,833	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 94,207
6 Small Commercial and Industrial Over/(Under) Collection	\$ (6,960)	\$ 3,963	\$ 715	\$ (1,146)	\$ (918)	\$ (1,135)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (5,481)

(1) Gross Receipts Tax Factor (1-.059)

(2) This category, which is designated as Smart Meter Plan Expenses, reflects the revenue requirement associated with the Smart Meter Plan's capital and operating costs.

PPL ELECTRIC UTILITIES CORPORATION  
 SMART METER RIDER COLLECTION RECONCILIATION  
 Large Commercial and Industrial  
 Report For The Period January 1, 2011 to December 31, 2011

Line No.	(A) January	(B) February	(C) March	(D) April	(E) May	(F) June	(G) July	(H) August	(I) September	(J) October	(K) November	(L) December	(M) Total
<b>ACTUAL REVENUES</b>													
1 Smart Meter Revenue Collected	\$ 50	\$ 136	\$ 139	\$ 137	\$ 145	\$ 140							\$ 747
2 Less: GRT (1)	\$ 3	\$ 8	\$ 8	\$ 8	\$ 9	\$ 8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 44
3 Revenue Applicable to Smart Meter Plan	\$ 47	\$ 128	\$ 131	\$ 129	\$ 136	\$ 132	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 703
<b>ACTUAL EXPENSES</b>													
4 Smart Meter Plan Expenses (2)	\$ 137	\$ 122	\$ 148	\$ 143	\$ 119	\$ 134							\$ 803
5 Expense Applicable to Smart Meter	\$ 137	\$ 122	\$ 148	\$ 143	\$ 119	\$ 134	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 803
6 Large Commercial and Industrial Over/(Under) Collection	\$ (90)	\$ 6	\$ (17)	\$ (14)	\$ 17	\$ (2)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (100)

(1) Gross Receipts Tax Factor (1-.059)

(2) This category, which is designated as Smart Meter Plan Expenses, reflects the revenue requirement associated with the Smart Meter Plan's capital and operating costs.

Smart Meter Program  
Schedule C - Monthly Revenue Requirement

	1/31/2011	2/28/2011	3/31/2011	4/30/2011	5/31/2011	6/30/2011	
<b>Residential</b>							
Rate Base							
Net Plant	\$ 369,971	\$ 435,238	\$ 583,763	\$ 826,110	\$ 924,716	\$ 1,000,172	
ADIT	(73,803)	(82,437)	(125,035)	(197,822)	(210,843)	(217,680)	
Rate Base	296,168	352,802	458,728	628,288	713,873	782,492	
Return On Investment <sup>1</sup>	0.6892%	2,041	2,432	3,162	4,330	4,920	5,393
Income Taxes	45.7086%	933	1,111	1,445	1,979	2,249	2,465
O&M		67,327	56,663	70,751	76,701	61,675	74,856
Deferred Income Tax Expense		12,826	14,177	48,141	78,330	18,565	12,381
Depreciation Expense		2,612	2,919	3,527	4,632	5,604	6,117
Residential Revenue Requirement	\$ 85,740	\$ 77,302	\$ 127,027	\$ 165,973	\$ 93,013	\$ 101,212	
<b>Small C&amp;I</b>							
Rate Base							
Net Plant	\$ 123,982	\$ 149,399	\$ 166,383	\$ 173,304	\$ 191,871	\$ 204,919	
ADIT	(21,131)	(22,059)	(23,625)	(24,660)	(27,222)	(29,275)	
Rate Base	102,851	127,340	142,758	148,644	164,649	175,644	
Return On Investment <sup>1</sup>	0.6892%	709	878	984	1,024	1,135	1,211
Income Taxes	45.7086%	324	401	450	468	519	553
O&M		9,885	8,235	10,264	11,121	8,957	10,855
Deferred Income Tax Expense		2,176	2,651	3,289	2,758	4,285	3,777
Depreciation Expense		979	1,073	1,196	1,267	1,344	1,438
Small C&I Revenue Requirement	\$ 14,073	\$ 13,239	\$ 16,183	\$ 16,639	\$ 16,240	\$ 17,833	
<b>Large C&amp;I</b>							
Rate Base							
Net Plant	\$ 889	\$ 1,101	\$ 1,205	\$ 1,211	\$ 1,229	\$ 1,311	
ADIT	(145)	(150)	(156)	(162)	(169)	(178)	
Rate Base	743	951	1,049	1,049	1,060	1,133	
Return On Investment <sup>1</sup>	0.6892%	5	7	7	7	7	8
Income Taxes	45.7086%	2	3	3	3	3	4
O&M		109	88	111	105	81	92
Deferred Income Tax Expense		13	16	18	18	19	21
Depreciation Expense		7	8	8	9	9	9
Large C&I Revenue Requirement	\$ 137	\$ 122	\$ 148	\$ 143	\$ 119	\$ 134	
<b>Total</b>							
Rate Base							
Net Plant	\$ 494,841	\$ 585,738	\$ 751,350	\$ 1,000,625	\$ 1,117,816	\$ 1,206,402	
ADIT	(95,079)	(104,646)	(148,816)	(222,643)	(238,234)	(247,133)	
Rate Base	399,762	481,093	602,534	777,982	879,582	959,269	
Return On Investment		2,755	3,316	4,153	5,362	6,062	6,611
Income Taxes		1,259	1,516	1,898	2,451	2,771	3,022
O&M		77,322	64,986	81,127	87,927	70,714	85,804
Deferred Income Tax Expense		15,015	16,845	51,448	81,106	22,869	16,178
Depreciation Expense		3,599	4,000	4,731	5,908	6,957	7,564
Total Revenue Requirement	\$ 99,950	\$ 90,662	\$ 143,358	\$ 182,754	\$ 109,372	\$ 119,179	

1. The Annual Return on Investment is 8.27%.

PPL ELECTRIC UTILITIES CORPORATION  
INTEREST EXPENSE ON 2011 SMART METER RIDER  
OVER/(UNDER) COLLECTIONS BY MONTH

Line No.	Month	(A) Interest Rate	(B) Weighting Factor	(C)		(D)		(C)		(D)		(C)		(D)	
				Total	Residential	Small Commercial and Industrial	Large Commercial and Industrial	Over/(Under) Collection Total (1)	Interest on Over/(Under) Collection	Over/(Under) Collection Total (1)	Interest on Over/(Under) Collection	Over/(Under) Collection Total (1)	Interest on Over/(Under) Collection	Over/(Under) Collection Total (1)	Interest on Over/(Under) Collection
1	January	6.00%	18/12	\$ (27,687)	\$ (2,491)	\$ (20,637)	\$ (1,857)	\$ (6,960)	\$ (626)	\$ (90)	\$ (8)				
2	February	6.00%	17/12	\$ 76,545	\$ 6,507	\$ 72,576	\$ 6,169	\$ 3,963	\$ 337	\$ 6	\$ 1				
3	March	6.00%	16/12	\$ 1,721	\$ 138	\$ 1,023	\$ 82	\$ 715	\$ 57	\$ (17)	\$ (1)				
4	April	6.00%	15/12	\$ (60,783)	\$ (4,559)	\$ (59,623)	\$ (4,472)	\$ (1,146)	\$ (86)	\$ (14)	\$ (1)				
5	May	6.00%	14/12	\$ (9,292)	\$ (650)	\$ (8,391)	\$ (587)	\$ (918)	\$ (64)	\$ 17	\$ 1				
6	June	6.00%	13/12	\$ (8,103)	\$ (527)	\$ (6,966)	\$ (453)	\$ (1,135)	\$ (74)	\$ (2)	\$ -				
7	July	6.00%	12/12	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				
8	August	6.00%	11/12	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				
9	September	6.00%	10/12	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				
10	October	6.00%	9/12	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				
11	November	6.00%	8/12	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				
12	December	6.00%	7/12	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				
13	Total			\$ (27,599)	\$ (1,582)	\$ (22,018)	\$ (1,118)	\$ (5,481)	\$ (456)	\$ (100)	\$ (8)				

(1) From Schedule B, Line 6 for the respective month.

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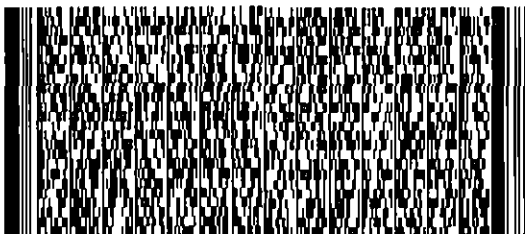
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HARRISBURG, PA 17120

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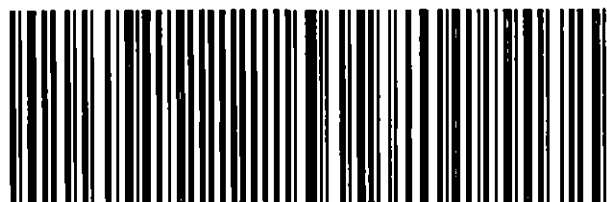
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