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FEDERAL EXPRESS

January 30, 2012

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

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JAN 30 2012

PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

**Re: PPL Electric Utilities Corporation
2011 Smart Meter Rider Reconciliation Report
For the Quarter Ended December 31, 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 December 31, 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 January 30, 2012, 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
SECRETARY'S BUREAU

PPL ELECTRIC UTILITIES CORPORATION

**2011 SMART METER RIDER
RECONCILIATION REPORT**
For the Quarter Ended December 31, 2011

Docket No. M-2009-2123945

January 30, 2012

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			
ACTUAL REVENUES								
1 Smart Meter Revenue Collected	\$ 1,321,729	\$	199,697	\$	1,587	\$	1,523,013	
2 Less: GRT (1)	\$ 77,983	\$	11,782	\$	92	\$	89,857	
3 Revenue Applicable to Smart Meter Plan	<u>\$ 1,243,746</u>	<u>\$</u>	<u>187,915</u>	<u>\$</u>	<u>1,495</u>	<u>\$</u>	<u>1,433,156</u>	
ACTUAL EXPENSES								
4 Smart Meter Plan Expenses (2)	<u>\$ 1,672,857</u>	<u>\$</u>	<u>248,326</u>	<u>\$</u>	<u>1,783</u>	<u>\$</u>	<u>1,922,966</u>	
5 Expense Applicable to Smart Meter	<u>\$ 1,672,857</u>	<u>\$</u>	<u>248,326</u>	<u>\$</u>	<u>1,783</u>	<u>\$</u>	<u>1,922,966</u>	
6 Over/(Under) Collection (Excluding GRT)	\$ (429,111)	\$	(60,411)	\$	(288)	\$	(489,810)	
7 Interest on Over/(Under) Collection (Per Schedule D, Line 13)	\$ (17,896)	\$	(2,677)	\$	(19)	\$	(20,592)	
8 Net Over/(Under) Collection, Including Interest (Excluding GRT)	<u>\$ (447,007)</u>	<u>\$</u>	<u>(63,088)</u>	<u>\$</u>	<u>(307)</u>	<u>\$</u>	<u>(510,402)</u>	
9 Net Over/(Under) Collection, Including Interest (Including GRT)	<u>\$ (475,034)</u>	<u>\$</u>	<u>(67,044)</u>	<u>\$</u>	<u>(326)</u>	<u>\$</u>	<u>(542,404)</u>	

(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)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)
	January	February	March	April	May	June	July	August	September	October	November	December	Total
ACTUAL REVENUES													
1 Smart Meter Revenue Collected	\$ 69,185	\$ 159,275	\$ 136,079	\$ 113,018	\$ 89,928	\$ 100,155	\$ 115,741	\$ 126,050	\$ 102,725	\$ 92,681	\$ 97,035	\$ 119,857	\$ 1,321,729
2 Less: GRT (1)	\$ 4,082	\$ 9,397	\$ 8,029	\$ 6,668	\$ 5,306	\$ 5,909	\$ 6,829	\$ 7,437	\$ 6,061	\$ 5,468	\$ 5,725	\$ 7,072	\$ 77,983
3 Revenue Applicable to Smart Meter Plan	\$ 65,103	\$ 149,878	\$ 128,050	\$ 106,350	\$ 84,622	\$ 94,246	\$ 108,912	\$ 118,613	\$ 96,664	\$ 87,213	\$ 91,310	\$ 112,785	\$ 1,243,746
ACTUAL EXPENSES													
4 Smart Meter Plan Expenses (2)	\$ 85,751	\$ 77,314	\$ 127,043	\$ 165,995	\$ 93,038	\$ 101,239	\$ 116,209	\$ 125,477	\$ 104,173	\$ 279,214	\$ 125,885	\$ 271,519	\$ 1,672,857
5 Expense Applicable to Smart Meter	\$ 85,751	\$ 77,314	\$ 127,043	\$ 165,995	\$ 93,038	\$ 101,239	\$ 116,209	\$ 125,477	\$ 104,173	\$ 279,214	\$ 125,885	\$ 271,519	\$ 1,672,857
6 Residential Over/(Under) Collection	\$ (20,648)	\$ 72,564	\$ 1,007	\$ (59,645)	\$ (8,416)	\$ (6,993)	\$ (7,297)	\$ (6,864)	\$ (7,509)	\$ (192,001)	\$ (34,575)	\$ (158,734)	\$ (429,111)

(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
ACTUAL REVENUES													
1 Smart Meter Revenue Collected	\$ 7,559	\$ 18,281	\$ 17,957	\$ 16,464	\$ 16,283	\$ 17,745	\$ 18,697	\$ 19,260	\$ 17,829	\$ 17,217	\$ 15,752	\$ 16,653	\$ 199,697
2 Less: GRT (1)	\$ 446	\$ 1,079	\$ 1,059	\$ 971	\$ 961	\$ 1,047	\$ 1,103	\$ 1,136	\$ 1,052	\$ 1,016	\$ 929	\$ 983	\$ 11,782
3 Revenue Applicable to Smart Meter Plan	\$ 7,113	\$ 17,202	\$ 16,898	\$ 15,493	\$ 15,322	\$ 16,698	\$ 17,594	\$ 18,124	\$ 16,777	\$ 16,201	\$ 14,823	\$ 15,670	\$ 187,915
ACTUAL EXPENSES													
4 Smart Meter Plan Expenses (2)	\$ 14,077	\$ 13,243	\$ 16,188	\$ 16,644	\$ 16,246	\$ 17,840	\$ 19,242	\$ 21,147	\$ 18,348	\$ 29,214	\$ 23,045	\$ 43,092	\$ 248,326
5 Expense Applicable to Smart Meter	\$ 14,077	\$ 13,243	\$ 16,188	\$ 16,644	\$ 16,246	\$ 17,840	\$ 19,242	\$ 21,147	\$ 18,348	\$ 29,214	\$ 23,045	\$ 43,092	\$ 248,326
6 Small Commercial and Industrial Over/(Under) Collection	\$ (6,964)	\$ 3,959	\$ 710	\$ (1,151)	\$ (924)	\$ (1,142)	\$ (1,648)	\$ (3,023)	\$ (1,571)	\$ (13,013)	\$ (8,222)	\$ (27,422)	\$ (60,411)

(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
ACTUAL REVENUES													
1 Smart Meter Revenue Collected	\$ 50	\$ 136	\$ 139	\$ 137	\$ 145	\$ 140	\$ 138	\$ 141	\$ 137	\$ 142	\$ 140	\$ 142	\$ 1,587
2 Less: GRT (1)	\$ 3	\$ 8	\$ 8	\$ 8	\$ 9	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 92
3 Revenue Applicable to Smart Meter Plan	\$ 47	\$ 128	\$ 131	\$ 129	\$ 136	\$ 132	\$ 130	\$ 133	\$ 129	\$ 134	\$ 132	\$ 134	\$ 1,495
ACTUAL EXPENSES													
4 Smart Meter Plan Expenses (2)	\$ 137	\$ 122	\$ 148	\$ 143	\$ 119	\$ 134	\$ 137	\$ 175	\$ 133	\$ 170	\$ 165	\$ 200	\$ 1,783
5 Expense Applicable to Smart Meter	\$ 137	\$ 122	\$ 148	\$ 143	\$ 119	\$ 134	\$ 137	\$ 175	\$ 133	\$ 170	\$ 165	\$ 200	\$ 1,783
6 Large Commercial and Industrial Over/(Under) Collection	\$ (90)	\$ 6	\$ (17)	\$ (14)	\$ 17	\$ (2)	\$ (7)	\$ (42)	\$ (4)	\$ (36)	\$ (33)	\$ (66)	\$ (288)

(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
Monthly Revenue Requirement

	January 31, 2011	February 28, 2011	March 31, 2011	April 30, 2011	May 31, 2011	June 30, 2011	July 31, 2011	August 31, 2011	September 30, 2011	October 31, 2011	November 30, 2011	December 31, 2011
Residential												
Rate Base												
Net Plant	\$ 369,970	\$ 435,238	\$ 583,762	\$ 826,109	\$ 924,715	\$ 1,000,172	\$ 1,187,094	\$ 1,230,333	\$ 1,293,537	\$ 1,556,312	\$ 1,613,257	\$ 1,699,566
ADIT	(73,802)	(82,437)	(125,035)	(197,822)	(210,843)	(217,680)	(242,738)	(258,859)	(276,375)	(407,000)	(432,750)	(471,092)
Rate Base	296,167	352,801	458,727	628,288	713,872	782,491	944,356	971,474	1,017,162	1,149,313	1,180,506	1,228,474
Return On Investment ¹	0.6892%	2,041	2,432	3,162	4,330	4,920	5,393	6,508	6,695	7,010	7,921	8,136
Income Taxes	46.2231%	943	1,124	1,461	2,002	2,274	2,493	3,008	3,095	3,240	3,661	3,761
O&M		67,328	56,663	70,751	76,701	61,675	74,856	69,213	86,469	62,974	122,626	72,920
Deferred Income Tax Expense		12,826	14,178	48,141	78,330	18,565	12,381	30,601	21,664	23,060	136,168	31,294
Depreciation Expense		2,612	2,919	3,527	4,632	5,604	6,117	6,878	7,554	7,889	8,838	9,774
Residential Revenue Requirement	\$ 85,751	\$ 77,315	\$ 127,043	\$ 165,995	\$ 93,038	\$ 101,239	\$ 116,209	\$ 125,477	\$ 104,173	\$ 279,214	\$ 125,885	\$ 271,519

Small C&I												
Rate Base												
Net Plant	\$ 123,981	\$ 149,399	\$ 166,362	\$ 173,304	\$ 191,870	\$ 204,918	\$ 217,264	\$ 236,095	\$ 249,477	\$ 271,557	\$ 285,164	\$ 294,271
ADIT	(21,131)	(22,059)	(23,625)	(24,660)	(27,222)	(29,275)	(33,383)	(36,660)	(40,328)	(45,998)	(52,479)	(59,891)
Rate Base	102,850	127,339	142,737	148,644	164,649	175,643	183,882	199,435	209,149	225,559	232,685	234,380
Return On Investment ¹	0.6892%	709	878	984	1,024	1,135	1,211	1,267	1,375	1,441	1,555	1,604
Income Taxes	46.2231%	328	406	455	474	525	560	586	635	666	719	747
O&M		9,885	8,235	10,264	11,121	8,957	10,855	10,043	12,528	9,144	17,734	10,576
Deferred Income Tax Expense		2,176	2,651	3,289	2,758	4,285	3,777	5,831	5,000	5,391	7,394	8,204
Depreciation Expense		979	1,073	1,196	1,267	1,344	1,438	1,515	1,609	1,706	1,812	1,920
Small C&I Revenue Requirement	\$ 14,077	\$ 13,243	\$ 16,188	\$ 16,644	\$ 16,246	\$ 17,840	\$ 19,242	\$ 21,147	\$ 18,348	\$ 29,214	\$ 23,045	\$ 43,092

Large C&I												
Rate Base												
Net Plant	\$ 889	\$ 1,101	\$ 1,205	\$ 1,211	\$ 1,229	\$ 1,311	\$ 1,329	\$ 1,507	\$ 1,628	\$ 1,623	\$ 1,924	\$ 1,989
ADIT	(145)	(150)	(156)	(162)	(169)	(178)	(187)	(203)	(224)	(257)	(299)	(355)
Rate Base	743	951	1,049	1,049	1,060	1,133	1,142	1,304	1,404	1,566	1,625	1,634
Return On Investment ¹	0.6892%	5	7	7	7	8	8	9	10	11	11	11
Income Taxes	46.2231%	2	3	3	3	3	4	4	4	5	5	5
O&M		109	88	111	105	81	92	94	124	74	98	81
Deferred Income Tax Expense		13	16	18	18	19	21	21	28	33	45	54
Depreciation Expense		7	8	8	9	9	9	10	10	11	12	13
Large C&I Revenue Requirement	\$ 137	\$ 122	\$ 148	\$ 143	\$ 119	\$ 134	\$ 137	\$ 175	\$ 133	\$ 170	\$ 165	\$ 200

Total												
Rate Base												
Net Plant	\$ 494,840	\$ 585,738	\$ 751,349	\$ 1,000,624	\$ 1,117,815	\$ 1,206,401	\$ 1,405,687	\$ 1,467,935	\$ 1,544,642	\$ 1,829,693	\$ 1,900,345	\$ 1,995,826
ADIT	(95,079)	(104,646)	(148,816)	(222,643)	(238,234)	(247,133)	(276,308)	(295,721)	(316,927)	(453,255)	(485,528)	(531,338)
Rate Base	399,761	481,092	602,534	777,981	879,581	959,268	1,129,379	1,172,214	1,227,715	1,376,438	1,414,816	1,464,488
Return On Investment	2,755	3,316	4,153	5,362	6,062	6,611	7,784	8,079	8,461	9,486	9,751	10,093
Income Taxes	1,274	1,533	1,919	2,478	2,802	3,056	3,598	3,734	3,911	4,385	4,507	4,665
O&M	77,322	64,987	81,127	87,927	70,714	85,804	79,350	99,121	72,192	140,458	83,578	234,733
Deferred Income Tax Expense	15,015	16,845	51,448	81,106	22,869	16,178	36,454	26,692	28,484	143,607	39,552	53,088
Depreciation Expense	3,599	4,000	4,731	5,908	6,957	7,564	8,403	9,173	9,606	10,662	11,707	12,230
Total Revenue Requirement	\$ 99,965	\$ 90,680	\$ 143,379	\$ 182,782	\$ 109,403	\$ 119,213	\$ 135,588	\$ 146,799	\$ 122,655	\$ 308,598	\$ 149,095	\$ 314,810

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	Total	Residential	Total (1)	Interest on Over/(Under) Collection	Total (1)	Interest on Over/(Under) Collection	Total (1)	Interest on Over/(Under) Collection	Total (1)	Interest on Over/(Under) Collection
1	January	6.00%	18/12	\$ (27,702)	\$ (2,493)	\$ (20,648)	\$ (1,858)	\$ (6,964)	\$ (627)	\$ (90)	\$ (8)				
2	February	6.00%	17/12	\$ 76,529	\$ 6,506	\$ 72,564	\$ 6,168	\$ 3,959	\$ 337	\$ 6	\$ 1				
3	March	6.00%	16/12	\$ 1,700	\$ 137	\$ 1,007	\$ 81	\$ 710	\$ 57	\$ (17)	\$ (1)				
4	April	6.00%	15/12	\$ (60,810)	\$ (4,560)	\$ (59,645)	\$ (4,473)	\$ (1,151)	\$ (86)	\$ (14)	\$ (1)				
5	May	6.00%	14/12	\$ (9,323)	\$ (653)	\$ (8,416)	\$ (589)	\$ (924)	\$ (65)	\$ 17	\$ 1				
6	June	6.00%	13/12	\$ (8,137)	\$ (529)	\$ (6,993)	\$ (455)	\$ (1,142)	\$ (74)	\$ (2)	\$ -				
7	July	6.00%	12/12	\$ (8,952)	\$ (537)	\$ (7,297)	\$ (438)	\$ (1,648)	\$ (99)	\$ (7)	\$ -				
8	August	6.00%	11/12	\$ (9,929)	\$ (547)	\$ (6,864)	\$ (378)	\$ (3,023)	\$ (166)	\$ (42)	\$ (3)				
9	September	6.00%	10/12	\$ (9,084)	\$ (454)	\$ (7,509)	\$ (375)	\$ (1,571)	\$ (79)	\$ (4)	\$ -				
10	October	6.00%	9/12	\$ (205,050)	\$ (9,228)	\$ (192,001)	\$ (8,640)	\$ (13,013)	\$ (586)	\$ (36)	\$ (2)				
11	November	6.00%	8/12	\$ (42,830)	\$ (1,714)	\$ (34,575)	\$ (1,383)	\$ (8,222)	\$ (329)	\$ (33)	\$ (2)				
12	December	6.00%	7/12	\$ (186,222)	\$ (6,520)	\$ (158,734)	\$ (5,556)	\$ (27,422)	\$ (960)	\$ (66)	\$ (4)				
13	Total			\$ (489,810)	\$ (20,592)	\$ (429,111)	\$ (17,896)	\$ (60,411)	\$ (2,677)	\$ (288)	\$ (19)				

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

From: (610) 774-6908
Karen Posten
PPL Corporation
2 N 9th St

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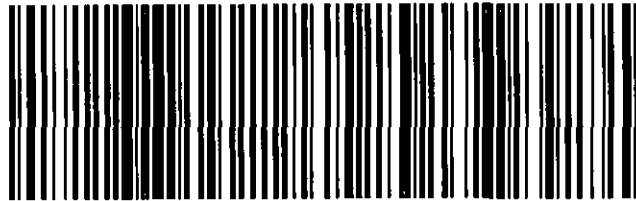
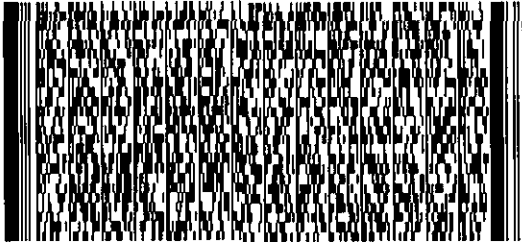
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