



**Duquesne Light**

*Our Energy...Your Power*

411 Seventh Avenue  
16<sup>th</sup> Floor  
Pittsburgh, PA 15219

Tel 412-393-1541  
Fax 412-393-5757  
Twilliams@duqlight.com

**Tishekia E. Williams**  
Senior Counsel

November 30, 2012

**RECEIVED**

NOV 30 2012

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU

**VIA OVERNIGHT MAIL**

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

**RE: Duquesne Light Company – Annual Reconciliation of Rider No. 5 - Universal Service Charge  
Docket No. \_\_\_\_\_**

Dear Secretary Chiavetta:

Enclosed for filing on behalf of Duquesne Light Company (“Duquesne Light” or the “Company”) is a copy of the Company’s Universal Service Charge Rider reconciliation statement for the November 1, 2011 through October 31, 2012 (“Reconciliation Filing”). Duquesne Light experienced an over collection of \$ 4,060,557 for the reconciliation period.

The Pennsylvania Public Utility Commission (“Commission”) approved Rider No. 5 in Duquesne Light’s general base rate increase case at Docket No. R-2010-2179522. The reconcilable charge is designed to recover the costs incurred by the Company to provide its Universal Service and Energy Conservation Plan.

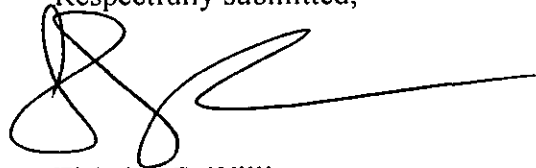
The enclosed reconciliation statement provides a summary of total revenues and expenses for the Reconciliation Period, November 1, 2011 through October 31, 2012. Page 2 summarizes the revenue and expenses by month for the Reconciliation Period. Page 3 summarizes the surcharge revenue. Page 4 demonstrates the calculation of the E-factor revenue. Page 5 provides a summary of expenses. Page 6 demonstrates the calculation of interest. Page 7 demonstrates the reconciliation of the E-factor revenue, and page 8 provides the calculation of the E-factor rate.

As indicated on the certificate of service attached hereto, Duquesne Light has served a copy of this filing on all parties in its last general base rate increase proceeding. Duquesne Light respectfully requests that the Commission approve this Reconciliation Filing.

Ms. Rosemary Chiavetta, Secretary  
Page 2  
November 30, 2012

Should you have any questions, please do not hesitate to contact me.

Respectfully submitted,

A handwritten signature in black ink, consisting of several loops and a long horizontal stroke extending to the right.

Tishekia E. Williams  
Senior Counsel, Regulatory

Enclosures

cc: Certificate of Service

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PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU

EXHIBIT 1

Duquesne Light Company  
Rider No. 5 - Universal Service Charge  
Proposed Charge Effective January 1, 2013

Reconciliation of Revenue and Expense - November 1, 2011 through October 31, 2012

1	Net Surcharge Revenue, Incl. GRT	\$16,482,428	Exh. 1, Page 3
2	Net Surcharge Related Revenue, Excl. GRT	\$15,509,964	Line 1 * 0.941
3	E-Factor Revenue, Incl. GRT	\$5,737,105	Exh. 1, Page 4
4	E-Factor Revenue, Excl. GRT	\$5,398,616	Line 3 * 0.941
5	Universal Service Related Revenue, Excl. GRT	\$20,908,580	Line 2 + Line 4
6	Universal Service Related Expense	\$17,151,258	Exh. 1, Page 5
7	Total Reconciliation Period Over/(Under) Collection	\$3,757,322	Line 5 - Line 6
8	Interest	\$303,236	Exh. 1, Page 6
9	Net Reconciliation Period Over/(Under) Collection	\$4,060,557	Line 7 + Line 8
<u>E-Factor Reconciliation</u>			
10	E-Factor Revenue - Nov 2011-Oct 2012, Excl. GRT	\$5,398,616	Line 4
11	Balance at YE October 31, 2011, Excl. GRT	\$4,619,968	Exh. 1, Page 7
12	Prior Period Balance at October 31, 2012	\$778,648	Line 10 - Line 11
13	Reconciliation Period Over/(Under) Collection - Nov 2011-Oct 2012	\$4,060,557	Line 9
14	E-Factor Balance at YE October 31, 2012	\$4,839,205	Line 12 + Line 13

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EXHIBIT 1

Duquesne Light Company  
Rider No. 5 - Universal Service Charge  
Proposed Charge Effective January 1, 2013

Summary of Revenue and Expense for the Reconciliation Period - November 1, 2011 through October 31, 2012

	Nov-11	Dec-11	Jan-12	Feb-12	Mar-12	Apr-12	May-12	Jun-12	Jul-12	Aug-12	Sep-12	Oct-12	Total
1 Net Surcharge Revenue, Incl. GRT	\$1,997,012	\$2,587,721	\$1,370,027	\$807,093	\$955,046	\$882,326	\$1,132,458	\$1,381,473	\$1,864,092	\$1,479,868	\$1,104,206	\$921,106	\$16,482,428
2 E-Factor Revenue, Incl. GRT	\$0	\$0	\$555,491	\$525,016	\$457,436	\$422,624	\$542,587	\$661,779	\$892,837	\$709,187	\$528,870	\$441,279	\$5,737,105
3 Universal Service Charge Related Revenue	\$1,997,012	\$2,587,721	\$1,925,518	\$1,332,108	\$1,412,482	\$1,304,950	\$1,675,045	\$2,043,252	\$2,756,929	\$2,189,054	\$1,633,076	\$1,362,384	\$22,219,532
4 Universal Service Charge Related Revenue	\$1,997,012	\$2,587,721	\$1,925,518	\$1,332,108	\$1,412,482	\$1,304,950	\$1,675,045	\$2,043,252	\$2,756,929	\$2,189,054	\$1,633,076	\$1,362,384	\$22,219,532
5 Less PA Gross Receipts Tax	\$117,824	\$152,676	\$113,606	\$78,594	\$83,336	\$76,992	\$88,828	\$120,552	\$162,659	\$129,154	\$96,352	\$80,381	\$1,310,952
6 Universal Service Charge Related Revenue	\$1,879,188	\$2,435,045	\$1,811,912	\$1,253,514	\$1,329,146	\$1,227,958	\$1,576,217	\$1,922,700	\$2,594,271	\$2,059,900	\$1,536,725	\$1,282,004	\$20,908,580
7 Expense	\$631,440	\$1,672,010	\$2,017,999	\$1,648,344	\$1,316,466	\$459,211	\$804,946	\$1,198,469	\$2,623,413	\$2,519,747	\$1,495,076	\$764,137	\$17,151,258
8 Over/(Under) Collection	\$1,247,748	\$763,036	(\$206,087)	(\$394,831)	\$12,680	\$768,747	\$771,271	\$724,231	(\$29,142)	(\$459,846)	\$41,648	\$517,867	\$3,757,322
9 Interest	\$124,775	\$72,488	(\$18,548)	(\$33,561)	\$1,014	\$57,656	\$53,989	\$47,075	(\$1,749)	(\$25,292)	\$2,082	\$23,304	\$303,236
10 Total Over/(Under) Collection	\$1,372,523	\$835,524	(\$224,635)	(\$428,391)	\$13,694	\$826,403	\$825,260	\$771,306	(\$30,890)	(\$485,138)	\$43,731	\$541,171	\$4,060,557

EXHIBIT 1

Duquesne Light Company  
Rider No. 5 - Universal Service Charge  
Proposed Charge Effective January 1, 2013

Summary of Surcharge Revenue

Rate Class	Nov-11	Dec-11	Jan-12	Feb-12	Mar-12	Apr-12	May-12	Jun-12	Jul-12	Aug-12	Sep-12	Oct-12	Total
A. Actual Surcharge Revenue by Month, Incl. GRT													
1 RS	\$1,794,083	\$2,266,704	\$1,170,545	\$695,781	\$854,306	\$796,980	\$1,062,141	\$1,296,538	\$1,759,975	\$1,393,099	\$1,029,610	\$842,664	\$14,962,427
2 RH	\$175,832	\$284,979	\$180,286	\$99,346	\$87,756	\$73,968	\$56,870	\$68,592	\$83,320	\$69,888	\$61,529	\$66,557	\$1,308,925
3 RA	\$27,097	\$36,037	\$19,195	\$11,966	\$12,983	\$11,378	\$12,447	\$16,343	\$20,297	\$16,891	\$13,067	\$11,894	\$211,076
4 Total	\$1,997,012	\$2,587,721	\$1,370,027	\$807,093	\$955,046	\$882,326	\$1,132,458	\$1,381,473	\$1,864,092	\$1,479,868	\$1,104,206	\$921,106	\$16,482,428
B. Actual Surcharge Revenue by Month, Excl. GRT													
5 RS	\$1,688,232	\$2,132,969	\$1,101,483	\$654,729	\$803,902	\$749,958	\$999,475	\$1,220,042	\$1,656,136	\$1,310,907	\$968,863	\$792,947	\$14,079,644
6 RH	\$165,458	\$268,165	\$169,650	\$93,485	\$82,578	\$69,604	\$53,515	\$64,545	\$78,405	\$65,764	\$57,899	\$62,630	\$1,231,698
7 RA	\$25,498	\$33,911	\$18,062	\$11,260	\$12,217	\$10,707	\$12,653	\$15,379	\$19,570	\$15,885	\$12,296	\$11,183	\$198,622
8 Total	\$1,879,188	\$2,435,045	\$1,289,195	\$759,474	\$898,698	\$830,269	\$1,065,643	\$1,299,966	\$1,754,111	\$1,392,556	\$1,039,058	\$866,760	\$15,509,964

EXHIBIT 1

Duquesne Light Company  
Rider No. 5 - Universal Service Charge  
Proposed Charge Effective January 1, 2013

Calculation of E-Factor Revenue

Rate Class	Nov-11	Dec-11	Jan-12	Feb-12	Mar-12	Apr-12	May-12	Jun-12	Jul-12	Aug-12	Sep-12	Oct-12	Total
<b>A. Actual Non-CAP kWh by Month</b>													
1 RS	241,357,251	305,253,420	268,557,847	254,696,889	230,319,638	214,754,312	286,332,517	349,448,017	474,275,594	375,624,577	277,455,674	227,139,366	3,505,215,102
2 RH	23,677,582	38,401,345	39,597,688	36,520,455	23,572,646	19,955,408	15,319,703	18,489,612	22,462,190	18,838,603	16,582,412	17,938,981	291,356,625
3 RA	3,646,357	4,860,555	4,383,215	4,175,082	3,477,629	3,073,684	3,626,571	4,402,538	5,604,157	4,550,386	3,522,964	3,200,813	48,523,952
4 B. E-Factor Rate Cents per kWh, Inc. GRT	0.000	0.000	0.178	0.178	0.178	0.178	0.178	0.178	0.178	0.178	0.178	0.178	
<b>C. E-Factor Revenue, Incl. GRT</b>													
5 RS	\$0	\$0	\$477,321	\$452,685	\$409,358	\$381,693	\$508,913	\$621,091	\$842,953	\$667,616	\$493,136	\$403,706	\$5,258,474
6 RH	\$0	\$0	\$70,379	\$64,910	\$41,897	\$35,468	\$27,228	\$32,863	\$39,923	\$33,483	\$29,473	\$31,884	\$407,507
7 RA	\$0	\$0	\$7,791	\$7,421	\$6,181	\$5,463	\$6,446	\$7,825	\$9,961	\$8,088	\$6,262	\$5,689	\$71,124
8 Total	\$0	\$0	\$555,491	\$525,016	\$457,436	\$422,624	\$542,587	\$661,779	\$892,837	\$709,187	\$528,870	\$441,279	\$5,737,105
<b>D. E-Factor Revenue, Excl. GRT</b>													
9 RS	\$0	\$0	\$449,159	\$425,977	\$385,206	\$359,174	\$478,887	\$584,447	\$793,219	\$628,227	\$464,041	\$379,887	\$4,948,224
10 RH	\$0	\$0	\$66,227	\$61,080	\$39,425	\$33,375	\$25,622	\$30,924	\$37,568	\$31,507	\$27,734	\$30,003	\$383,464
11 RA	\$0	\$0	\$7,331	\$6,983	\$5,816	\$5,141	\$6,065	\$7,363	\$9,373	\$7,610	\$5,892	\$5,353	\$66,928
12 Total	\$0	\$0	\$522,717	\$494,040	\$430,448	\$397,689	\$510,574	\$622,734	\$840,160	\$667,345	\$497,667	\$415,243	\$5,398,616

EXHIBIT 1

Duquesne Light Company  
Rider No. 5 - Universal Service Charge  
Proposed Charge Effective January 1, 2013

Summary of Expense

	<u>Nov-11</u>	<u>Dec-11</u>	<u>Jan-12</u>	<u>Feb-12</u>	<u>Mar-12</u>	<u>Apr-12</u>	<u>May-12</u>	<u>Jun-12</u>	<u>Jul-12</u>	<u>Aug-12</u>	<u>Sep-12</u>	<u>Oct-12</u>	<u>Total</u>
1 CAP Revenue Deficiency	\$410,635	\$1,291,375	\$1,747,148	\$1,247,600	\$725,611	\$173,748	\$311,965	\$980,869	\$2,200,075	\$2,080,817	\$1,089,782	\$240,354	\$12,499,979
2 CAP Frozen Arrearage	\$159,103	\$169,674	\$98,502	\$96,878	\$101,602	\$122,072	\$158,916	\$96,436	\$271,592	\$248,394	\$245,420	\$266,879	\$2,035,471
3 CAP Administrative Costs	\$51,284	\$92,884	\$72,084	\$73,763	\$72,202	\$72,084	\$134,135	\$10,405	\$72,270	\$78,763	\$76,324	\$163,421	\$969,620
4 Smart Comfort	\$0	\$107,659	\$89,848	\$219,686	\$406,634	\$80,890	\$189,513	\$100,342	\$69,059	\$101,356	\$73,134	\$21,198	\$1,459,320
5 CARES	\$10,417	\$10,417	\$10,417	\$10,417	\$10,417	\$10,417	\$10,417	\$10,417	\$10,417	\$10,417	\$10,417	\$10,417	\$125,000
6 Hardship Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$61,868	\$61,868
7 <b>Total</b>	<b>\$631,440</b>	<b>\$1,672,010</b>	<b>\$2,017,999</b>	<b>\$1,648,344</b>	<b>\$1,316,466</b>	<b>\$459,211</b>	<b>\$804,946</b>	<b>\$1,198,469</b>	<b>\$2,623,413</b>	<b>\$2,519,747</b>	<b>\$1,495,076</b>	<b>\$764,137</b>	<b>\$17,151,258</b>

EXHIBIT 1

Duquesne Light Company  
Rider No. 5 - Universal Service Charge  
Proposed Charge Effective January 1, 2013

Calculation of Interest

	Nov:11	Dec:11	Jan:12	Feb:12	Mar:12	Apr:12	May:12	Jun:12	Jul:12	Aug:12	Sep:12	Oct:12	Total
1 Net Surcharge Revenue, Excl. GRT	\$1,879,188	\$2,435,045	\$1,289,195	\$759,474	\$898,698	\$830,269	\$1,065,643	\$1,299,966	\$1,754,111	\$1,392,556	\$1,039,058	\$866,760	\$15,509,964
2 E-Factor Revenue, Excl. GRT	50	50	\$522,717	\$494,040	\$430,448	\$397,689	\$510,574	\$622,734	\$840,160	\$667,345	\$497,667	\$415,243	\$5,398,616
3 Universal Service Charge Related Revenue, Excl. GRT	\$1,879,188	\$2,435,045	\$1,811,912	\$1,253,514	\$1,329,146	\$1,227,958	\$1,576,217	\$1,922,700	\$2,594,271	\$2,059,900	\$1,536,725	\$1,282,004	\$20,908,580
4 Expense	\$631,440	\$1,672,010	\$2,017,999	\$1,648,344	\$1,316,466	\$459,211	\$804,946	\$1,198,469	\$2,623,413	\$2,519,747	\$1,495,076	\$764,137	\$17,151,258
5 Over/(Under) Collection	\$1,247,748	\$763,036	(\$206,087)	(\$394,831)	\$12,680	\$768,747	\$771,271	\$724,231	(\$29,142)	(\$459,846)	\$41,648	\$517,867	\$3,757,322
6 Interest Rate	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	
7 Interest Weight	20/12	19/12	18/12	17/12	16/12	15/12	14/12	13/12	12/12	11/12	10/12	9/12	
8 Interest	\$124,775	\$72,488	(\$18,548)	(\$33,561)	\$1,014	\$57,656	\$53,989	\$47,075	(\$1,749)	(\$25,292)	\$2,082	\$23,304	\$303,236

**Exhibit 1**  
**Duquene Light Company**  
**Rider No. 5 - Universal Service Charge**  
**Proposed Charge Effective January 1, 2013**

**Reconciliation of E-Factor Revenue**

<u>Filed December 2011</u>			
1	April 21, 2011 through October 31, 2011	Actual Current Period Over/(Under) Recovery	\$4,364,901
2		Interest	<u>\$255,067</u>
3		Total Actual	\$4,619,968 Line 1 + Line 2
4		Net Actual Over/(Under) Collection	\$4,619,968 Line 3
 <u>Filed December 2012</u>			
Effective January 1, 2012-December 2012			
5	Nov 2011 to Oct 2012	Current Period E-Factor Revenue (excl. GRT)	\$5,398,616
6	Apr 2011 to Oct 2011	Prior Period Over/(Under) Collection	<u>\$4,619,968</u> Line 4
7		Over/(Under) E-Factor Recovery	\$778,648 Line 5 - Line 6
8	Nov 2011 to Oct 2012	Actual Current Period Over/(Under) Recovery	\$3,757,322
9		Interest	<u>\$303,236</u>
10		Total	\$4,060,557 Line 8 + Line 9
11		Net Over/(Under) Collection	<u><u>\$4,839,205</u></u> Line 7 + Line 10

EXHIBIT 1

Duquesne Light Company  
Rider S - Universal Service Charge  
Proposed Surcharge Effective January 1, 2013

Calculation of E-Factor Rate

A	B	C	D = B + C	E = D * 0.941	F	G = E - F	H	I = G + H	J	K = I + J	L	M = (K / I) * 100	N = M * 1 / (1 - 5.9%)
	Current Period November 2011-October 2012								Prior Period	Total			
Customer Class	Net Reconciliation Period Surcharge Revenue Exh. 1, Page 3	Reconciliation Period Surcharge E-Factor Revenue Exh. 1, Page 4	Reconciliation Surcharge Related Revenue	Reconciliation Period Related Revenue Less GRI	Actual Reconciliation Period Expense Exh. 1, Page 5	Over/(Under) Collection e Factor	Interest Exh. 1, Page 6	Total Over/(Under) Collection e Factor	Total Over/(Under) Collection e Factor Exh 1, Page 1	Reconciliation Period Over/(Under) Collection e Factor	Forecast Non-CAP Sales (kWh) Jan-Dec 2013	Proposed E-Factor Rate Excl. GRI	Proposed E-Factor Rate Incl. GRI
Residential (RS, RH, RA)	\$16,482,428	\$5,737,105	\$22,219,532	\$20,908,580	\$17,151,258	\$3,757,322	\$303,236	\$4,060,557	\$778,648	\$4,839,205	3,932,448,366	0.123	0.131

cents/kWh

**CERTIFICATE OF SERVICE**

I hereby certify that a true and correct copy of Duquesne Light Company's Universal Service Charge Reconciliation has been served upon the following persons, in the manner indicated, in accordance with the requirements of § 1.54 (relating to service by a participant):

**VIA FIRST-CLASS MAIL**

Tanya J. McCloskey, Esquire  
Office of Consumer Advocate  
555 Walnut Street  
Harrisburg, PA 17101-1923

Sharon E. Webb, Esquire  
Office of Small Business Advocate  
300 North Second Street, Suite 1102  
Harrisburg, PA 17101

Pamela C. Polacek, Esquire  
McNees Wallace & Nurick LLC  
100 Pine Street, P.O. Box 1166  
Harrisburg, PA 17108-1166

Theodore S. Robinson, Esquire  
Citizen Power Inc.  
2121 Murray Avenue  
Pittsburgh, PA 15217

PA PUC Office of Trial Staff  
Pennsylvania Public Utility Commission  
PO Box 3265  
Harrisburg, PA 17105-3265

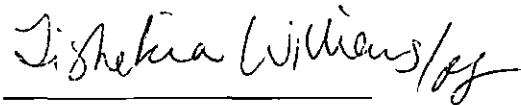
Scott J. Rubin, Esquire  
333 Oak Lane  
Bloomsburg, PA 17815

Richard Wallace  
Bureau of Audits  
Pennsylvania Public Utility Commission  
Commonwealth Keystone Building  
3<sup>rd</sup> Floor, F East  
Harrisburg, PA 17120

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PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU



Tishkia Williams, Esq.  
Duquesne Light Company  
411 Seventh Avenue, 16<sup>th</sup> Floor  
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412-393-1541 (phone)/412-393-5757 (fax)  
[twilliams@duqlight.com](mailto:twilliams@duqlight.com)

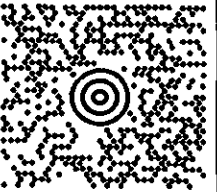

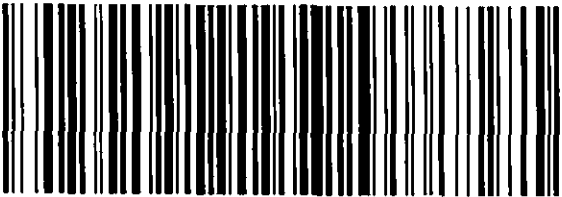

Dated November 30, 2012

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TISHEKIA WILLIAMS 4123931541 DUQUESNE LIGHT 411 SEVENTH AVENUE, MAIL DROP PITTSBURGH PA 15219		0.0 LBS LTR	1 OF 1
<b>SHIP TO:</b> SECRETARY ROSEMARY CHIAVETTA PA PUBLIC UTILITY COMMISSION 400 NORTH STREET 2ND FLOOR COMMONWEALTH KEYSTONE BUILDING <b>HARRISBURG PA 17120</b>			
	<b>PA 171 9-20</b> 		
<b>UPS NEXT DAY AIR</b>		<b>1</b>	
TRACKING #: 1Z OX8 71V 01 9840 6335			
			
BILLING: P/P			
Cost Center: 006			
<small>CS 24 5.29. WNTZ80 33.0A 10/2012</small>			