

411 Seventh Avenue 16th Floor Pittsburgh, PA 15219 Tel 412-393-1541 Fax 412-393-5757 twilliams@duqlight.com

Tishekia E. Williams Senior Counsel

April 25, 2013

RECEIVED

VIA OVERNIGHT MAIL

APR 2 5 2013

Ms. Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission Commonwealth Keystone Building, 2nd Floor 400 North Street Harrisburg, Pennsylvania 17120 PA PUBLIC UTILITY COMMISSION SECRETARY'S BUREAU

RE: Duquesne Light Company – Rider No. 15.A EEC Phase II Surcharge Supplement No. 74 to Tariff Electric - PA. P.U.C. No. 24 Docket No. M-2012-2334399

Dear Secretary Chiavetta:

On April 2, 2013, Duquesne Light Company ("Duquesne Light" or "Company") filed Supplement No. 74 to Tariff Electric, PA. P.U.C. No. 24. Per our conversations with the Bureau of Audits, enclosed for filing please find one replacement page to Supplement No. 74 to Tariff Electric, PA. P.U.C. No. 24.

On November 15, 2012, Duquesne Light filed its Energy Efficiency and Conservation Phase II Plan ("EE&C Phase II Plan") with the Pennsylvania Public Utility Commission ("Commission"). The Company's EE&C Phase II Plan is a comprehensive plan designed to achieve the required energy savings within the allotted budget. On March 14, 2013, the Commission issued and Opinion and Order approving the Company's EE&C Phase II Plan and directing the Company to file a revised Phase II tariff supplement within 60 days after consulting with the Bureau of Audits. Specifically, the Commission stated "[o]ur review of Duquesne's Exhibit WVP-1, which contains proposed Supplement No. XX To Electric – Pa.P.U.C. No. 24, reveals that Duquesne's proposed reconciliation mechanism does not appear to comply entirely with the Commission directive that Phase I and Phase II cost recovery mechanisms be completely separate."



Ms. Rosemary Chiavetta, Secretary April 25, 2013 Page Two

RECEIVED

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

Respectfully,

APR 2 5 2013

PA PUBLIC UTILITY COMMISSION SECRETARY'S BUREAU

Tishekia E. Williams Senior Counsel, Regulatory

Enclosure

cc: Certificate of Service William V. Pfrommer, Manager of Rates and Tariff Services, Duquesne Light John Ciganek, Bureau of Audits

STANDARD CONTRACT RIDERS - (Continued)

(C)

RIDER NO. 15A - PHASE II ENERGY EFFICIENCY AND CONSERVATION SURCHARGE - Continued

(Applicable to all Rates)

ANNUAL UPDATE - (Continued)

The rates for EEC (I) shall be determined based on the projected budget and the projected Peak Load Contribution for the planning year and the over or under collection of expenses based on actual EEC (I) revenue and expense incurred for the reconciliation year. In accordance with 66 Pa. C.S. § 1307(e), a reconciliation statement filing will be made with the Commission by June 30 of each year. A final reconciliation statement will be filed with the Commission within thirty (30) days after the completion of the final over or under collection refund/recovery period.

MISCELLANEOUS

Rider No. 10 - State Tax Adjustment Surcharge (STAS) shall be applicable to the Surcharges defined in this Rider.

The EEC shall be subject to review and audit by the Commission.

There shall be no interest applicable to over or under collections for the reconciliation period.

The reconciliation year (true-up period) shall be the twelve (12) months beginning June 1 of the previous year and ending May 31 of the current year.

The rates effective September 1, 2016, through August 31, 2017, shall include reconciliation of the revenue and expense from June 1, 2015, through May 31, 2016. During the period of June 1, 2016, through December 31, 2016, the Company will analyze the over or under recovery collection balance. If it is apparent that there will be a significant over or under recovery for the true-up period June 1, 2016, through May 31, 2017, the Company may propose a rate adjustment prior to the end of the true-up period to become effective on or about February 1, 2017, on no less than ten (10) days' notice. The proposed interim rate adjustment would be for the true-up period June 1, 2016, through December 31, 2016, and designed to achieve a zero over/under collection balance at August 31, 2017.

If any over or under collection balance is expected to remain after August 31, 2017, the Company will propose an additional rate adjustment to ensure that the balance is eliminated.

This Rider will remain in effect until the final reconciliation statement is approved and all charges are fully recovered or refunded.

RECEIVED

APR 2 5 2013

PA PUBLIC UTILITY COMMISSION SECRETARY'S BUREAU

<u>CERTIFICATE OF SERVICE</u>

I hereby certify that a true and correct copy of Duquesne Light Company's Replacement Page to Supplement No. 74—Phase II Energy Efficiency and Conservation Surcharge 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 AND/OR E-MAIL

Patrick Cicero, Esquire Harry S. Geller, Esquire 118 Locust Street Harrisburg, PA 17101 *CAUSE-PA* <u>pciceropulp@palegalaid.net</u> <u>pulp@palegalaid.net</u>

David Evrard, Esquire Brandon J. Pierce Office of Consumer Advocate 555 Walnut Street 5th Floor, Forum Place Harrisburg, PA 17101 <u>devrard@paoca.org</u> bpierce@paoca.org

Theodore S. Robinson, Esquire Citizen Power Inc. 2121 Murray Avenue Pittsburgh, PA 15217 robinson@citizenpower.com

Pamela C. Polacek, Esquire Teresa K. Schmittberger, Esquire McNees Wallace & Nurick LLC 100 Pine Street, PO Box 1166 Harrisburg, PA 17108-1166 Duquesne Industrial Intervenors ppolacek@mwn.com tschmittberger@mwn.com Sharon Webb, Esquire Office of Small Business Advocate Suite 1102 Commerce Building 300 North Second Street Harrisburg, PA 17101 swebb@pa.gov

Joseph L. Vullo, Esquire Burke Vullo Reilly Roberts 1460 Wyoming Avenue Forty Fort, PA 18704 Community Action Association of Pennsylvania jlvullo@aol.com

Jeffrey J. Norton, Esquire Eckert Seamans Cherin & Mellott, LLC 213 Market Street, 8th Floor Harrisburg, PA 17101 *Comverge, Inc.* jnorton@eckertseamans.com



APR 2 5 2013

PA PUBLIC UTILITY COMMISSION SECRETARY'S BUREAU

Tishekia Williams, Esq. Duquesne Light Company 411 Seventh Avenue, 16-1 Pittsburgh, PA 15219 412-393-1541 (phone)/412-393-5757 (fax) twilliams@duqlight.com

Date: April 25, 2013

UPS CampusShip: View/Print Label

١.

- label. Ensure there are no other shipping or tracking labels attached to your package. Select the Print button on the print dialog box that appears. Note: If your browser does not support this function select Print from the File menu to print the file the print the second select Print from the File menu to print the second select Print from the File menu to print the second sec
- Ņ Fold the printed sheet containing the label at the line so that the entire shipping label is visible. Place the label on a single side of the package and cover it completely with clear plastic shipping tape. Do not cover any seams or closures on the package with the label. Place the label in a UPS Shipping Pouch. If you do not have a pouch, affix the folded label using clear plastic shipping tape over the entire label.
- Ψ

GETTING YOUR SHIPMENT TO UPS UPS locations include the UPS Store[®], UPS drop boxes, UPS customer centers, authorized retail outlets and UPS

drivers. Schedule a same day or future day Pickup to have a UPS driver pickup all your CampusSnip pawages. Hand the package to any UPS driver in your area. Take your package to any location of The UPS Store®, UPS Drop Box, UPS Customer Center, UPS Alliances (Office Depot® or Staples®) or Authorized Shipping Outlet near you. Items sent via UPS Return Services(SM) (including via Ground) are also accepted at Drop Boxes. To find the location nearest you, please visit the Resources area of CampusShip and select UPS Locations.

Customers with a Daily Pickup Your driver will pickup your shipment(s) as usual.



4/25/2013