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Tishekia Williams
Senior Counsel, Regulatory

July 31, 2013

VIA Electronic Filing

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

**RE: Duquesne Light Company – Annual Reconciliation of Smart Meter Charge Rider
Docket No. M-2013- _____**

Dear Secretary Chiavetta:

Enclosed for filing is a copy Duquesne Light Company's ("Duquesne Light" or the "Company") Smart Meter Charge Rider reconciliation statement for the period of July 1, 2012 through June 30, 2013 ("Reconciliation Period").

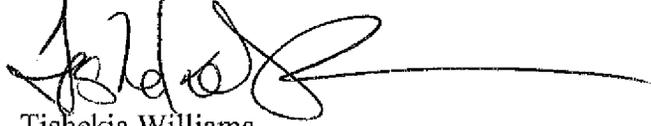
The Pennsylvania Public Utility Commission ("Commission") approved the Rider in Duquesne Light's Smart Meter Plan filing at Docket No. M-2009-2123948 by Order entered May 11, 2010. The Smart Meter Charge is a reconcilable charge that is designed to recover the Company's costs for deploying smart meter technology under Act 129. Pursuant to the Commission approved tariff, on or about August 1st Duquesne Light is required to file annual reconciliation statements for the twelve month period ending June 30th.

Enclosed and marked as Exhibit 1, is a five page statement showing that Duquesne Light experienced an over collection in the amount of \$333,532 during the Reconciliation Period. Page 1 is a summary of revenue and expenses. Page 2 provides the monthly revenue and expense for the Reconciliation Period. Pages 3 and 4 provide a summary of the revenue and expense, respectively, by rate class for each month of the Reconciliation Period. Finally, Page 5 of the statement provides the calculation of interest.

Consistent with the Commission's *Section 1307(e) Reconciliation Statement Pilot Program Implementation Order*, Docket M-2013-2345492 (Entered May 9, 2013), Duquesne Light has served a copy of this filing on the Commission's Bureau of Investigations and Enforcement, Pennsylvania Office of Consumer Advocate, and Pennsylvania Office of Small Business Advocate. The Company has also served a copy on the Commission's Bureau of Audits.

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

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Tishekia Williams', with a long horizontal line extending to the right.

Tishekia Williams

Senior Counsel, Regulatory

Enclosures

cc: Bill Pfrommer, Duquesne Light Company
Certificate of Service

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of Duquesne Light Company's Smart Meter Charge Rider reconciliation statement for the period of July 1, 2012 through June 30, 2013 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):

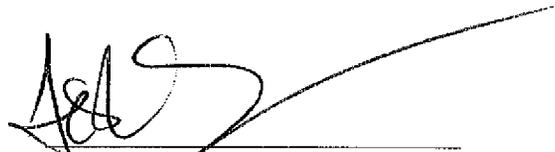
VIA FIRST-CLASS MAIL

Bureau of Investigation & Enforcement
Commonwealth Keystone Building
400 North Street, 2nd Floor West
PO Box 3265
Harrisburg, PA 17105-3265

Office of Consumer Advocate
555 Walnut Street
Forum Place, 5th Floor
Harrisburg, PA 17101-1923

Bureau of Audits
Western Region Office
PA Public Utility Commission UPARC
3070 William Pitt Way
Pittsburgh, PA 15238

Office of Small Business Advocate
300 North Second Street, Suite 1102
Harrisburg, PA 17101



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Dated July 31, 2013

Exhibit 1

**Duquesne Light Company
Rider 20 -Smart Meter Charge**

Annual Reconciliation - July 1, 2012 through June 30, 2013

Reconciliation of Revenue and Expense - July 1, 2012 through June 30, 2013

1	Surcharge Revenue, Inc. GRT	\$1,138,293	Page 3
2	Surcharge Revenue, Excl. GRT		\$1,071,134 Line 1 * 0.941
3	E-Factor Revenue, Inc. GRT	(\$1,886,618)	Page 4
4	E-Factor Revenue, Excl. GRT		(\$1,775,307) Line 3 * 0.941
5	Net Smart Meter Related Revenue, Excl. GRT		\$2,846,441 Line 2 - Line 4
6	Smart Meter Related Expense		\$2,544,753 Page 2
7	Reconciliation Period (Over)/Under Collection		(\$301,689) Line 6 - Line 5
8	Interest on (Over)/Under Collection		(\$31,844) Page 5
9	Total Reconciliation Period (Over)/Under Collection		(\$333,532) Line 7 + Line 8
10	Balance at YE June 30, 2012, Excl. GRT		(\$772,167)
11	E-Factor Revenue - Jul 12- Jun 13, Excl. GRT		(\$1,775,307) Line 4
12	Prior Period Balance at June 30, 2013		\$1,003,140 Line 10 - Line 11
13	Reconciliation Period (Over)/ Under Collection - Jul 12-Jun 13		(\$333,532) Line 9
14	E-Factor Balance at YE June 30, 2013		\$669,608 Line 12 + Line 13

Exhibit 1

Duquesne Light Company
Rider 20 - Smart Meter Charge
Annual Reconciliation - July 1, 2012 through June 30, 2013

Summary of Revenue and Expense for the Reconciliation Period - July 2012 through June 2013

	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	Total
1 Net Surcharge Revenue, Incl. GRT	\$428,104	\$446,088	\$431,583	(\$74,682)	(\$510,194)	(\$302,507)	\$122,087	\$132,149	\$130,190	\$115,789	\$111,583	\$108,104	\$1,138,293
2 Less E-Factor Revenue, Incl. GRT	\$15,014	\$15,059	\$14,789	(\$515,077)	(\$510,666)	(\$506,154)	(\$74,651)	(\$73,643)	(\$74,366)	(\$58,959)	(\$59,538)	(\$58,426)	(\$1,886,618)
3 Smart Meter Charge Related Revenue	\$413,090	\$431,029	\$416,793	\$440,394	\$473	\$203,647	\$196,738	\$205,791	\$204,556	\$174,747	\$171,121	\$166,530	\$3,024,911
4 Smart Meter Charge Related Revenue	\$413,090	\$431,029	\$416,793	\$440,394	\$473	\$203,647	\$196,738	\$205,791	\$204,556	\$174,747	\$171,121	\$166,530	\$3,024,911
5 Less PA Gross Receipts Tax	\$24,372	\$25,431	\$24,591	\$25,983	\$28	\$12,015	\$11,608	\$12,142	\$12,069	\$10,310	\$10,096	\$9,825	\$178,470
6 Net Smart Meter Charge Related Revenue	\$388,718	\$405,598	\$392,203	\$414,411	\$445	\$191,632	\$185,130	\$193,650	\$192,487	\$164,437	\$161,025	\$156,705	\$2,846,441
7 Expense	\$230,296	\$371,407	\$186,284	\$370,389	\$262,766	(\$3,534)	\$310,263	\$442,837	(\$93,599)	\$332,827	\$238,068	(\$103,251)	\$2,544,753
8 (Over)/Under Collection	(\$158,422)	(\$34,191)	(\$205,919)	(\$44,022)	\$262,321	(\$195,166)	\$125,133	\$249,187	(\$286,087)	\$168,390	\$77,043	(\$259,956)	(\$301,689)
9 Interest	(\$19,011)	(\$3,932)	(\$22,651)	(\$4,622)	\$26,232	(\$18,541)	\$11,262	\$21,181	(\$22,887)	\$12,629	\$5,393	(\$16,897)	(\$31,844)
10 Total (Over)/Under Collection	(\$177,432)	(\$38,123)	(\$228,570)	(\$48,644)	\$288,553	(\$213,706)	\$136,395	\$270,368	(\$308,974)	\$181,019	\$82,435	(\$276,853)	(\$333,532)

Exhibit 1

Duquesne Light Company
Rider 20 - Smart Meter Charge
Annual Reconciliation - July 1, 2012 through June 30, 2013

Summary of Surcharge Revenue

	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	Total
A. Surcharge Revenue by Rate Class by Month, Incl. GRT													
1 RS	\$361,300	\$376,695	\$363,160	(\$67,047)	(\$421,987)	(\$253,016)	\$116,808	\$92,881	\$108,870	\$98,340	\$90,548	\$91,872	\$958,422
2 RH	\$20,738	\$21,554	\$22,748	(\$2,690)	(\$28,774)	(\$15,941)	\$2,716	\$12,112	\$6,863	\$5,113	\$7,134	\$4,550	\$56,122
3 RA	\$2,454	\$2,680	\$2,620	(\$204)	(\$3,245)	(\$2,034)	\$290	\$1,428	\$865	\$683	\$854	\$557	\$6,948
4 GS	\$16,451	\$16,955	\$16,435	(\$2,020)	(\$21,503)	(\$11,868)	\$1,070	\$9,743	\$5,281	\$4,266	\$5,049	\$4,211	\$44,081
5 GM<25	\$15,124	\$15,774	\$15,016	(\$1,576)	(\$19,468)	(\$11,060)	\$744	\$8,983	\$4,596	\$4,248	\$4,537	\$3,925	\$40,842
6 GM>25	\$8,598	\$8,804	\$8,210	(\$756)	(\$10,662)	(\$6,159)	\$247	\$4,969	\$2,631	\$2,259	\$2,444	\$2,129	\$22,714
7 GMH<25	\$1,706	\$1,802	\$1,757	(\$281)	(\$2,289)	(\$1,224)	\$182	\$1,002	\$548	\$436	\$539	\$437	\$4,615
8 GMH>25	\$807	\$852	\$818	\$14	(\$1,187)	(\$591)	\$16	\$532	\$245	\$202	\$246	\$205	\$2,160
9 GL	\$766	\$785	\$673	(\$96)	(\$890)	(\$495)	\$5	\$410	\$242	\$202	\$189	\$179	\$1,968
10 GLH	\$109	\$111	\$97	(\$11)	(\$127)	(\$77)	\$3	\$61	\$33	\$26	\$29	\$76	\$280
11 L	\$42	\$55	\$38	(\$9)	(\$52)	(\$34)	\$3	\$23	\$14	\$12	\$11	\$11	\$115
12 HVPS	\$8	\$8	\$9	(\$7)	(\$5)	(\$5)	\$2	\$2	\$2	\$2	\$2	\$2	\$19
13 AL	\$2	\$2	\$2	\$1	(\$5)	(\$2)	(\$1)	\$2	\$1	\$1	\$1	\$0	\$6
14 Total	\$428,104	\$446,088	\$431,583	(\$74,682)	(\$510,194)	(\$302,507)	\$122,087	\$132,149	\$130,190	\$115,789	\$111,583	\$108,104	\$1,138,293
B. Surcharge Revenue by Customer Class by Month, Incl. GRT													
15 Residential (RS, RH, RA)	\$384,492	\$400,929	\$388,528	(\$69,940)	(\$454,007)	(\$270,992)	\$119,815	\$106,421	\$116,597	\$104,135	\$98,536	\$96,979	\$1,021,493
16 Commercial & Industrial (GS/GM, GMH, GL, GLH, L, HVPS)	\$43,610	\$45,157	\$43,053	(\$4,743)	(\$56,182)	(\$31,513)	\$2,273	\$25,726	\$13,592	\$11,653	\$13,046	\$11,124	\$116,795
17 Lighting (AL)	\$2	\$2	\$2	\$1	(\$5)	(\$2)	(\$1)	\$2	\$1	\$1	\$1	\$0	\$6
18 Total	\$428,104	\$446,088	\$431,583	(\$74,682)	(\$510,194)	(\$302,507)	\$122,087	\$132,149	\$130,190	\$115,789	\$111,583	\$108,104	\$1,138,293
C. Net Surcharge Revenue by Customer Class by Month, Excl. GRT													
19 Residential (RS, RH, RA)	\$361,807	\$377,274	\$365,604	(\$65,814)	(\$427,220)	(\$255,003)	\$112,746	\$100,142	\$109,718	\$97,991	\$92,723	\$91,257	\$961,225
20 Commercial & Industrial (GS/GM, GMH, GL, GLH, L, HVPS)	\$41,037	\$42,492	\$40,513	(\$4,464)	(\$52,868)	(\$29,654)	\$2,139	\$24,308	\$12,790	\$10,965	\$12,277	\$10,468	\$109,904
21 Lighting (AL)	\$2	\$2	\$2	\$1	(\$4)	(\$1)	(\$1)	\$2	\$1	\$1	\$1	\$0	\$5
22 Total	\$402,846	\$419,769	\$406,120	(\$70,276)	(\$480,092)	(\$284,659)	\$114,884	\$124,352	\$122,509	\$108,957	\$105,000	\$101,726	\$1,071,134

Exhibit 1

Duquesne Light Company
Rider 20 - Smart Meter Charge
Annual Reconciliation - July 1, 2012 through June 30, 2013

Calculation of E-Factor Revenue

	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	Total
A. E-Factor Billing Units, Meter Count													
1 RS	500,392	501,928	493,441	501,329	497,500	493,669	500,559	495,108	499,371	499,356	503,504	495,366	
2 RH	30,768	30,966	29,456	31,505	30,776	29,952	31,754	30,289	31,257	31,289	32,170	30,408	
3 RA	3,753	3,762	3,708	3,785	3,763	3,709	3,791	3,725	3,775	3,779	3,825	3,734	
4 GS	23,307	23,379	23,173	23,623	23,450	23,207	23,646	23,293	23,487	23,459	23,715	23,155	
5 GM<25	21,551	21,514	21,156	21,748	21,419	21,140	21,750	21,130	21,413	21,386	21,810	21,204	
6 GM>25	11,851	11,861	11,808	11,839	11,814	11,831	11,843	11,762	11,775	11,772	11,826	11,800	
7 GMH<25	2,435	2,430	2,407	2,441	2,424	2,396	2,438	2,407	2,451	2,438	2,471	2,436	
8 GMH>25	1,147	1,146	1,146	1,149	1,145	1,144	1,144	1,138	1,123	1,126	1,124	1,121	
9 GL	1,008	1,015	1,014	1,012	1,014	1,008	1,024	1,018	1,015	1,005	1,017	1,004	
10 GLH	145	144	144	144	144	146	145	144	141	142	143	142	
11 L	60	64	62	60	62	64	60	60	61	59	60	60	
12 HVPS	10	10	8	12	10	10	10	10	10	9	11	10	
13 AL	3	3	3	3	3	3	3	3	3	3	3	3	
14 B. E-Factor Rate Excl. GRT	\$0.02	\$0.02	\$0.02	(\$0.81)	(\$0.81)	(\$0.81)	(\$0.12)	(\$0.12)	(\$0.12)	(\$0.09)	(\$0.09)	(\$0.09)	
C. E-Factor Revenue, Excl. GRT													
15 RS	\$11,853	\$11,889	\$11,688	(\$405,893)	(\$402,793)	(\$399,691)	(\$58,784)	(\$58,144)	(\$58,644)	(\$46,498)	(\$45,884)	(\$46,126)	(\$1,488,026)
16 RH	\$729	\$734	\$698	(\$25,508)	(\$24,917)	(\$24,250)	(\$3,729)	(\$3,557)	(\$3,671)	(\$2,913)	(\$2,996)	(\$2,831)	(\$92,212)
17 RA	\$89	\$89	\$88	(\$3,064)	(\$3,047)	(\$3,003)	(\$445)	(\$437)	(\$443)	(\$352)	(\$356)	(\$348)	(\$11,230)
18 GS	\$552	\$554	\$549	(\$19,126)	(\$18,986)	(\$18,789)	(\$2,777)	(\$2,735)	(\$2,758)	(\$2,184)	(\$2,208)	(\$2,156)	(\$70,066)
19 GM<25	\$510	\$510	\$501	(\$17,608)	(\$17,342)	(\$17,116)	(\$2,554)	(\$2,481)	(\$2,515)	(\$1,991)	(\$2,031)	(\$1,974)	(\$64,091)
20 GM>25	\$281	\$281	\$280	(\$9,585)	(\$9,565)	(\$9,579)	(\$1,391)	(\$1,381)	(\$1,383)	(\$1,096)	(\$1,101)	(\$1,099)	(\$35,339)
21 GMH<25	\$58	\$58	\$57	(\$1,976)	(\$1,963)	(\$1,940)	(\$286)	(\$283)	(\$288)	(\$227)	(\$230)	(\$227)	(\$7,247)
22 GMH>25	\$27	\$27	\$27	(\$930)	(\$927)	(\$926)	(\$134)	(\$134)	(\$132)	(\$105)	(\$105)	(\$104)	(\$3,416)
23 GL	\$24	\$24	\$24	(\$819)	(\$821)	(\$816)	(\$120)	(\$120)	(\$119)	(\$94)	(\$95)	(\$93)	(\$3,025)
24 GLH	\$3	\$3	\$3	(\$117)	(\$117)	(\$118)	(\$17)	(\$17)	(\$17)	(\$13)	(\$13)	(\$13)	(\$431)
25 L	\$1	\$2	\$1	(\$49)	(\$50)	(\$52)	(\$7)	(\$7)	(\$7)	(\$5)	(\$6)	(\$6)	(\$184)
26 HVPS	\$0	\$0	\$0	(\$10)	(\$8)	(\$8)	(\$1)	(\$1)	(\$1)	(\$1)	(\$1)	(\$1)	(\$32)
27 AL	\$0	\$0	\$0	(\$2)	(\$2)	(\$2)	(\$0)	(\$0)	(\$0)	(\$0)	(\$0)	(\$0)	(\$9)
28 Total	\$14,128	\$14,170	\$13,917	(\$484,687)	(\$480,537)	(\$476,291)	(\$70,247)	(\$69,298)	(\$69,978)	(\$55,480)	(\$56,025)	(\$54,979)	(\$1,775,307)
D. E-Factor Revenue, Incl. GRT													
29 RS	\$12,596	\$12,635	\$12,421	(\$431,342)	(\$428,048)	(\$424,751)	(\$62,470)	(\$61,789)	(\$62,321)	(\$49,413)	(\$49,823)	(\$49,018)	(\$1,581,324)
30 RH	\$775	\$779	\$741	(\$27,107)	(\$26,480)	(\$25,771)	(\$3,963)	(\$3,780)	(\$3,901)	(\$3,096)	(\$3,183)	(\$3,009)	(\$97,994)
31 RA	\$94	\$95	\$93	(\$3,257)	(\$3,238)	(\$3,191)	(\$473)	(\$465)	(\$471)	(\$374)	(\$378)	(\$369)	(\$11,934)
32 GS	\$587	\$589	\$583	(\$20,325)	(\$20,176)	(\$19,967)	(\$2,951)	(\$2,907)	(\$2,931)	(\$2,321)	(\$2,347)	(\$2,291)	(\$74,459)
33 GM<25	\$542	\$542	\$533	(\$18,712)	(\$18,429)	(\$18,189)	(\$2,714)	(\$2,637)	(\$2,672)	(\$2,116)	(\$2,158)	(\$2,098)	(\$68,109)
34 GM>25	\$298	\$299	\$297	(\$10,186)	(\$10,165)	(\$10,179)	(\$1,478)	(\$1,468)	(\$1,470)	(\$1,165)	(\$1,170)	(\$1,168)	(\$37,554)
35 GMH<25	\$61	\$61	\$61	(\$2,100)	(\$2,086)	(\$2,062)	(\$304)	(\$300)	(\$306)	(\$241)	(\$245)	(\$241)	(\$7,702)
36 GMH>25	\$29	\$29	\$29	(\$989)	(\$985)	(\$984)	(\$143)	(\$142)	(\$140)	(\$111)	(\$111)	(\$111)	(\$3,630)
37 GL	\$25	\$26	\$26	(\$871)	(\$872)	(\$867)	(\$128)	(\$127)	(\$127)	(\$99)	(\$99)	(\$99)	(\$3,215)
38 GLH	\$4	\$4	\$4	(\$124)	(\$124)	(\$126)	(\$18)	(\$18)	(\$18)	(\$14)	(\$14)	(\$14)	(\$458)
39 L	\$2	\$2	\$2	(\$52)	(\$53)	(\$55)	(\$7)	(\$7)	(\$8)	(\$6)	(\$6)	(\$6)	(\$196)
40 HVPS	\$0	\$0	\$0	(\$10)	(\$9)	(\$9)	(\$1)	(\$1)	(\$1)	(\$1)	(\$1)	(\$1)	(\$34)
41 AL	\$0	\$0	\$0	(\$3)	(\$3)	(\$3)	(\$0)	(\$0)	(\$0)	(\$0)	(\$0)	(\$0)	(\$10)
42 Total	\$15,014	\$15,059	\$14,789	(\$515,077)	(\$510,666)	(\$506,154)	(\$74,651)	(\$73,643)	(\$74,366)	(\$58,959)	(\$59,538)	(\$58,426)	(\$1,886,618)

Exhibit 1

Duquesne Light Company
Rider 20 - Smart Meter Charge
Annual Reconciliation - July 1, 2012 through June 30, 2013

Calculation of Interest

	<u>Jul-12</u>	<u>Aug-12</u>	<u>Sep-12</u>	<u>Oct-12</u>	<u>Nov-12</u>	<u>Dec-12</u>	<u>Jan-13</u>	<u>Feb-13</u>	<u>Mar-13</u>	<u>Apr-13</u>	<u>May-13</u>	<u>Jun-13</u>	<u>Total</u>
1 Actual Surcharge Revenue, Excl. GRT	\$402,846	\$419,769	\$406,120	(\$70,276)	(\$480,092)	(\$284,659)	\$114,884	\$124,352	\$122,509	\$108,957	\$105,000	\$101,726	\$1,071,134
2 Less E-Factor Revenue, Excl. GRT	\$14,128	\$14,170	\$13,917	(\$484,687)	(\$480,537)	(\$476,291)	(\$70,247)	(\$69,298)	(\$69,978)	(\$55,480)	(\$56,025)	(\$54,979)	(\$1,775,307)
3 Net Surcharge Related Revenue	\$388,718	\$405,598	\$392,203	\$414,411	\$445	\$191,632	\$185,130	\$193,650	\$192,487	\$164,437	\$161,025	\$156,705	\$2,845,441
4 Expense	\$230,296	\$371,407	\$186,284	\$370,389	\$262,766	(\$3,594)	\$310,269	\$442,837	(\$98,599)	\$332,827	\$238,068	(\$103,251)	\$2,544,753
5 (Over)/Under Collection	(\$158,422)	(\$34,191)	(\$205,919)	(\$44,022)	\$262,321	(\$195,166)	\$125,133	\$249,187	(\$286,087)	\$168,390	\$77,043	(\$259,956)	(\$301,689)
6 Interest Rate	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	
7 Interest Weight	24/12	23/12	22/12	21/12	20/12	19/12	18/12	17/12	16/12	15/12	14/12	13/12	
8 Interest	(\$19,011)	(\$9,932)	(\$22,651)	(\$4,622)	\$26,232	(\$18,541)	\$11,262	\$21,181	(\$22,887)	\$12,629	\$5,393	(\$16,897)	(\$31,844)
9 Total (Over)/Under Collection	(\$177,432)	(\$38,123)	(\$228,570)	(\$48,644)	\$288,553	(\$213,706)	\$136,395	\$270,368	(\$308,974)	\$181,019	\$82,435	(\$276,853)	(\$333,532)

(1) Interest calculated at the legal rate of interest at 6%. June 30, 2014 is the mid-point of the period January 1, 2014 to December 31, 2014 during which the over collection will be refunded.