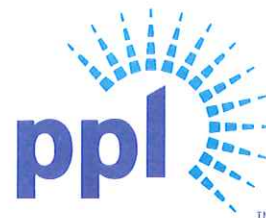


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**E-File**

March 28, 2014

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

**Re: PPL Electric Utilities Corporation  
Distribution System Improvement Charge (DSIC)  
Reconciliation Report  
for the Period January 1, 2014 through December 31, 2014  
Docket No. M-2013-2397584**

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Dear Ms. Chiavetta:

Enclosed for filing on behalf of PPL Electric Utilities Corporation ("PPL Electric") is PPL Electric's Distribution System Improvement Charge ("DSIC") Reconciliation Report for the Period January 1, 2014 through December 31, 2014. This reconciliation report, which is being filed pursuant to the procedures set forth in PPL Electric's Tariff - Electric Pa. P.U.C. No. 201, reflects actual data through February 28, 2014.

Pursuant to 52 Pa. Code § 1.11, the enclosed document is to be deemed filed on March 28, 2014, which is the date it was filed electronically using the Commission's E-Filing System.

If you have any questions regarding the enclosed filing, please call me or Bethany L. Johnson, PPL Electric's Manager-Regulatory Compliance at (610) 774-7011.

Very truly yours,

  
Paul E. Russell

Enclosures

cc: Mr. Dennis P. Hosler  
Ms. Lori Burger  
Mr. John R. Evans

Tanya J. McCloskey, Esquire  
J. Edward Simms, Esquire

**PPL ELECTRIC UTILITIES CORPORATION**  
**DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC)**  
**RECONCILIATION REPORT**  
**For the Period January 1, 2014 through December 31, 2014**

**Docket No. M-2013-2397584**

March 28, 2014

**PPL ELECTRIC UTILITIES CORPORATION**  
**DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC) RECONCILIATION**  
Report For The Period January 1, 2014 to December 31, 2014

Line No.		(A) Total
1	Filed Distribution Revenue (including GRT), (Schedule 2, Line 1, Column M)	\$ 177,513,124
2	Filed Distribution Revenue (excluding GRT), (Schedule 2, Line 3, Column M)	167,039,850
3	Filed Distribution System Improvement Charge Revenue Requirement (including GRT), (Schedule 2, Line 5, Column M)	2,639,230
4	Actual DSIC Revenues Billed (including GRT), (Schedule 2, Line 6, Column M)	2,959,510
5	Actual Distribution Revenue (excluding GRT), (Schedule 2, Line 8, Column M)	2,784,899
6	Net Over/(Under) Collection Amount (Schedule 2, Line 9, Column M)	145,669
7	Interest on Over/(Under) Collection, (Schedule 2, Line 10, Column M)	14,591
8	Net Over/(Under) Collection Amount, Including Interest (Line 7 plus Line 8)	160,260
9	E-Factor Balance Over/(Under) Collection (Schedule 4, Line 13, Column B)	(62,048)
10	Total Over/(Under) Collection Balance	\$ 98,212

**PPL ELECTRIC UTILITIES CORPORATION**  
**RECONCILIATION OF DISTRIBUTION SYSTEM IMPROVEMENT CHARGE ("DSIC") REVENUE REQUIREMENT AND ACTUAL REVENUES**

Line No.	Month >>	January 2014	February 2014	March 2014	April 2014	May 2014	June 2014	July 2014	August 2014	September 2014	October 2014	November 2014	December 2014	Total
		(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)
1	Filed Distribution Revenue (including GRT)	\$ 88,618,532	\$ 86,894,532	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 177,513,124
2	Gross Receipts Tax Factor (1)	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941
3	Filed Distribution Revenue (excluding GRT)	\$ 83,390,039	\$ 83,648,811	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 167,039,850
4	DSIC Rate	1.55%	1.55%											
5	Filed "DSIC" Revenue Requirement (Line 3 multiplied by Line 4)	\$ 1,317,553	\$ 1,321,657	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,639,210
6	Actual DSIC Revenues Billed (including GRT) (Schedule 3, Column A)	\$ 1,440,163	\$ 1,519,347	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,959,510
7	Gross Receipts Tax Factor (1)	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941
8	Actual "DSIC" Revenues Billed (excluding GRT)	\$ 1,355,193	\$ 1,429,706	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,784,899
9	Net Over/(Under) Collection (Line 8 less Line 5)	\$ 37,631	\$ 108,039	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 145,609
10	Interest on Over/(Under) Collection (Schedule 3, Column D)	\$ 3,797	\$ 10,804	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,591
11	Net Over/(Under) Collection, including interest	\$ 41,428	\$ 118,843	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 160,200

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

**PPL ELECTRIC UTILITIES CORPORATION**  
**INTEREST EXPENSE ON DISTRIBUTION SYSTEM IMPROVEMENT CHARGE ("DSIC")**  
**OVER/(UNDER) COLLECTIONS**

Line No.	Month	(A) Interest Rate Overcollection	(B) Weighting Factor (number of months) (2)	(C) Over/(Under) Collection (1)	(D) Interest on Over/(Under) Collection
1	January 2014	5.75%	21	\$ 37,631	\$ 3,787
2	February 2014	6.00%	20	108,039	\$ 10,804
3	March 2014		19	-	\$ -
4	April 2014		18	-	\$ -
5	May 2014		17	-	\$ -
6	June 2014		16	-	\$ -
7	July 2014		15	-	\$ -
8	August 2014		14	-	\$ -
9	September 2014		13	-	\$ -
10	October 2014		12	-	\$ -
11	November 2014		11	-	\$ -
12	December 2014		10	-	\$ -
13	Total			<u>\$ 145,669</u>	<u>\$ 14,591</u>

(1) From Schedule 2, Line 9.

(2) The interest calculation uses the over/(under) collections shown in column C times the interest rate in column (A) divided by 12 to obtain the monthly interest amount. The monthly amount calculated then is multiplied by the number of months in column (B).

**PPL ELECTRIC UTILITIES CORPORATION**  
**EFFECT ON THE OVER/(UNDER) COLLECTION BALANCE - DISTRIBUTION SYSTEM IMPROVEMENT CHARGE("DSIC")**  
Report For The Period January 1, 2014 to December 31, 2014

Line No.	Month	(A) (Refund)/ Recovery (1)	(B) Over/(Under) Balance (2)
1	Balance - December 31, 2013	\$	(62,048)
2	January 2014	-	(62,048)
3	February 2014	-	(62,048)
4	March 2014	-	(62,048)
5	April 2014	-	(62,048)
6	May 2014	-	(62,048)
7	June 2014	-	(62,048)
8	July 2014	-	(62,048)
9	August 2014	-	(62,048)
10	September 2014	-	(62,048)
11	October 2014	-	(62,048)
12	November 2014	-	(62,048)
13	December 2014	\$	(62,048)

(1) From Schedule 5, Column (C), for the respective month and rate group.

(2) Calculated using Line 1, Column (B) less the (Refund)/Recovery for the respective month in Column (A) respectively.

E-Factor will be rolled into the rates effective April 1, 2014 at which time the (Refund)/Recovery will be given back or collected from the customers.

**PPL ELECTRIC UTILITIES CORPORATION**  
**SUMMARY OF DISTRIBUTION SYSTEM IMPROVEMENT CHARGE**  
**REVENUES-**  
**"DSIC"**

For the Period January 1, 2014 to December 31, 2014

Month	(A)		(B)		(C)	(D)
	Distribution System Improvement Charge Revenues (DSIC)	2014	Distribution System Improvement Charge Revenues (Excl. Gross Receipts Tax) (1)	2014	Recouped Through E Factor	Net DSIC Revenue (2)
January	2014	\$ 1,440,163	\$	1,355,193		\$ 1,355,193
February	2014	\$ 1,519,347	\$	1,429,706		\$ 1,429,706
March	2014	\$	\$	-		\$ -
April	2014	\$	\$	-		\$ -
May	2014	\$	\$	-		\$ -
June	2014	\$	\$	-		\$ -
July	2014	\$	\$	-		\$ -
August	2014	\$	\$	-		\$ -
September	2013	\$	\$	-		\$ -
October	2013	\$	\$	-		\$ -
November	2013	\$	\$	-		\$ -
December	2013	\$	\$	-		\$ -
		\$ 2,959,510	\$	2,784,899	\$	\$ 2,784,899

(1) Column (A) times (1 - GRT).

(2) Column (B) less Column (C) for the respective month.