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E-File

March 20, 2015

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

**Re: PPL Electric Utilities Corporation
Revised Distribution System Improvement Charge ("DSIC")
Reconciliation Report
For the Period January 1, 2014 through December 31, 2014
Docket No. M-2015-2465166**

Dear Ms. Chiavetta:

Enclosed for filing on behalf of PPL Electric Utilities Corporation ("PPL Electric") is PPL Electric's Revised 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 December 31, 2014.

Pursuant to 52 Pa. Code § 1.11, the enclosed document is to be deemed filed on March 20, 2015, 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
REVISED DISTRIBUTION SYSTEM IMPROVEMENT CHARGE
(“DSIC”)
RECONCILIATION REPORT
For the Period
January 1, 2014 through December 31, 2014
Docket No. M-2015-2465166

March 20, 2015

PPL ELECTRIC UTILITIES CORPORATION
DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC) RECONCILIATION (Revised)
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 Q)	\$ 923,764,665
2	Filed Current (DSIC) Revenue Requirement (including GRT), (Schedule 2, Line 3, Column Q)	\$ 23,022,087
3	Filed Current (DSIC) Revenue Requirement (excluding GRT), (Schedule 2, Line 5, Column Q)	\$ 21,663,769
4	Actual DSIC Revenues Billed (excluding GRT), (Schedule 2, Line 6, Column Q)	\$ 22,151,889
6	Net Over/(Under) Collection Amount (Schedule 2, Line 7, Column Q)	\$ 488,120
7	Interest on Over/(Under) Collection, (Schedule 2, Line 8, Column Q)	\$ 38,266
8	Net Over/(Under) Collection Amount, Including Interest (Line 6 plus Line 7)	\$ 526,386
9	Prior Year Correction (July 2013-December 2013)	\$ 12,835
10	E-Factor Balance (Schedule 4, Line 13, Column B)	\$ (93,248)
11	Total Over/(Under) Collection Balance (Line 8 plus Line 9 plus Line 10)	\$ 445,973

PPL ELECTRIC UTILITIES CORPORATION

RECONCILIATION OF DISTRIBUTION SYSTEM IMPROVEMENT CHARGE ("DSIC") REVENUE REQUIREMENT AND ACTUAL REVENUES

Line No.	Month >>	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)	(N)	(O)	(P)	(Q)
		January 2014	February 2014	March 2014	1st Quarter Total	April 2014	May 2014	June 2014	2nd Quarter Total	July 2014	August 2014	September 2014	3rd Quarter Total	October 2014	November 2014	December 2014	4th Quarter Total	YTD Total
1	Filed Distribution Revenue (including GRT)	\$ 88,618,532	\$ 88,894,592	\$ 82,743,667	\$ 260,256,791	\$ 76,125,907	\$ 69,221,139	\$ 71,188,502	\$ 216,535,548	\$ 75,965,014	\$ 77,714,666	\$ 73,878,384	\$ 227,558,064	\$ 69,198,791	\$ 69,876,615	\$ 80,338,856	\$ 219,414,262	\$ 923,764,665
2	DSIC Rate (including GRT) - Excluding E-Factor	1.58%	1.58%	1.58%	1.58%	2.39%	2.39%	2.39%	2.39%	2.79%	2.79%	2.79%	2.79%	3.38%	3.38%	3.38%	3.38%	3.38%
3	Filed DSIC Revenue Requirement - Excluding E-Factor (including GRT)	\$ 1,396,658	\$ 1,401,009	\$ 1,304,069	\$ 4,101,736	\$ 1,815,699	\$ 1,651,011	\$ 1,697,637	\$ 5,164,647	\$ 2,116,969	\$ 2,165,728	\$ 2,058,819	\$ 6,341,516	\$ 2,338,264	\$ 2,361,188	\$ 2,714,716	\$ 7,414,188	\$ 23,022,087
4	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	0.941	0.941	0.941	0.941
5	Filed Current "DSIC" Revenue Requirement (excluding GRT) (Line 3 multiplied by Line 4)	\$ 1,314,255	\$ 1,318,349	\$ 1,227,127	\$ 3,859,731	\$ 1,708,572	\$ 1,553,600	\$ 1,597,756	\$ 4,859,930	\$ 1,992,066	\$ 2,037,948	\$ 1,937,348	\$ 5,967,362	\$ 2,200,323	\$ 2,221,876	\$ 2,554,547	\$ 6,976,746	\$ 21,663,709
6	Actual Current "DSIC" Revenues Billed (excluding GRT) (Schedule 3, Column D)	\$ 1,355,193	\$ 1,429,706	\$ 1,331,273	\$ 4,116,172	\$ 1,791,891	\$ 1,558,429	\$ 1,555,629	\$ 4,905,949	\$ 2,054,889	\$ 1,972,345	\$ 1,941,701	\$ 5,968,735	\$ 2,165,417	\$ 2,258,662	\$ 2,736,954	\$ 7,161,033	\$ 22,151,889
7	Net Over/(Under) Collection (Line 6 less Line 5)	\$ 40,938	\$ 111,357	\$ 104,146	\$ 256,441	\$ 83,319	\$ 4,829	\$ (42,129)	\$ 46,019	\$ 62,823	\$ (65,603)	\$ 4,353	\$ 1,373	\$ (34,906)	\$ 36,788	\$ 182,407	\$ 184,287	\$ 488,120
8	Interest on Over/(Under) Collection (Schedule 3, Column D)	\$ 4,119	\$ 11,136	\$ 10,306	\$ 25,561	\$ 7,188	\$ 393	\$ (3,230)	\$ 4,349	\$ 4,305	\$ (4,210)	\$ 259	\$ 354	\$ (1,833)	\$ 1,855	\$ 7,980	\$ 8,002	\$ 38,266
9	Net Over/(Under) Collection, Including Interest	\$ 45,057	\$ 122,493	\$ 114,452	\$ 282,002	\$ 90,505	\$ 5,222	\$ (45,359)	\$ 50,368	\$ 66,928	\$ (69,813)	\$ 4,612	\$ 1,727	\$ (36,739)	\$ 38,641	\$ 190,387	\$ 192,289	\$ 526,386

(1) Gross Receipts Tax Factor (1-.050)

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	\$ 40,938	\$ 4,119
2	February 2014	6.00%	20	111,357	\$ 11,136
3	March 2014	6.25%	19	104,146	\$ 10,306
4	April 2014	5.75%	18	83,319	\$ 7,186
5	May 2014	5.75%	17	4,829	\$ 393
6	June 2014	5.75%	16	(42,129)	\$ (3,230)
7	July 2014	5.50%	15	62,623	\$ 4,305
8	August 2014	5.50%	14	(65,603)	\$ (4,210)
9	September 2014	5.50%	13	4,353	\$ 259
10	October 2014	5.25%	12	(34,906)	\$ (1,833)
11	November 2014	5.50%	11	36,786	\$ 1,855
12	December 2014	5.25%	10	182,407	\$ 7,980
13	Total			<u>\$ 488,120</u>	<u>\$ 38,266</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)	(B)
		(Refund)/ Recovery (1)	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	(22,878)	(84,926)
6	May 2014	(19,897)	(104,823)
7	June 2014	(19,861)	(124,684)
8	July 2014	5,341	(119,343)
9	August 2014	5,127	(114,216)
10	September 2014	5,047	(109,169)
11	October 2014	4,814	(104,355)
12	November 2014	5,022	(99,333)
13	December 2014	<u>6,085</u>	<u>(93,248)</u>

(1) From Schedule 5, Column (C), for the respective month

(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, 2015 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) Distribution System Improvement Charge Revenues (DSIC)	(B) Distribution System Improvement Charge Revenues (Excl. Gross Receipts Tax) (1)	(C) Recouped Through E Factor (4)	(D) 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 \$ 1,414,743	\$ 1,331,273		\$ 1,331,273
April	2014 \$ 1,879,929	\$ 1,769,013	\$ (22,878) (3)	\$ 1,791,891
May	2014 \$ 1,634,997	\$ 1,538,532	\$ (19,897) (3)	\$ 1,558,429
June	2014 \$ 1,632,060	\$ 1,535,768	\$ (19,861) (3)	\$ 1,555,629
July	2014 \$ 2,189,192	\$ 2,060,030	\$ 5,341 (4)	\$ 2,054,689
August	2014 \$ 2,101,458	\$ 1,977,472	\$ 5,127 (4)	\$ 1,972,345
September	2014 \$ 2,068,808	\$ 1,946,748	\$ 5,047 (4)	\$ 1,941,701
October	2014 \$ 2,306,303	\$ 2,170,231	\$ 4,814 (5)	\$ 2,165,417
November	2014 \$ 2,405,615	\$ 2,263,684	\$ 5,022 (5)	\$ 2,258,662
December	2014 \$ 2,915,026	\$ 2,743,039	\$ 6,085 (5)	\$ 2,736,954
	<u>\$ 23,507,641</u>	<u>\$ 22,120,689</u>	<u>\$ (31,200)</u>	<u>\$ 22,151,889</u>

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

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

(3) December 31, 2013 overcollection filed divided by the projected DSIC revenue for the period April 2014 - June 2014, filed March 20, 2014 at M-2014-2411527.

(4) 1/4th of the undercollection filed as of December 31, 2013, divided by the projected DSIC revenue for the period July 2014 - September 2014, filed June 20, 2014 at M-2014-2428253.

(5) 1/4th of the undercollection filed as of December 31, 2013, divided by the projected DSIC revenue for the period October 2014 - December 2014, filed September 19, 2014 at M-2014-2428253.