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February 11, 2016

Via Hand Delivery

Rosemary Chiavetta, Secretary
PA Public Utility Commission
P.O. Box 3265
Harrisburg, PA 17105-3265


Re: Philadelphia Gas Works ("PGW") Distribution System Improvement Charge Annual Reconciliation Under 1307(e) for the Year Ended December 31, 2015,
Docket No. M-2016-2526959

Dear Secretary Chiavetta:

On January 29, 2016, the Philadelphia Gas Works ("PGW") filed its Distribution System Improvement Charge Annual Reconciliation Under 1307(e) for the Year Ended December 31, 2015 ("DSIC Reconciliation"). Pursuant to the request of Bureau of Audits, enclosed please find a Revised DSIC Reconciliation filing. This revised schedule does not change the total 2015 Undercollection but restates the data so that 16 months of recoverable costs are displayed over 12 months.

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

Sincerely,



Daniel Clearfield
DC/lww
Enclosure

cc: Hon. Christopher P. Pell w/enc.
Hon. Marta Guhl w/enc.
Cert. of Service w/enc.
Bhodan R. Pankiw, w/enc. via email only
Paul T. Diskin, w/enc. via email only
Lori A. Burger, w/enc. via email only
Brian T. Shuey, w/enc. via email only

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PHILADELPHIA GAS WORKS
2015 DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC) RECONCILIATION

Month	Total DSIC	DSIC Revenue Billed Allocated to		DSIC	DSIC Revenue Billed	Over/(Under)	Interest	Interest	Interest**
	Revenue Billed	Over / (Under) Collection	Over / (Under) Collection Balance	Recoverable Costs	Allocated to Recoverable Costs	Collection	Weighting	Rate*	
	(1)	(2)	(3)	(4)	(5 = 1 - 2)	(6 = 5- 4)	(7)	(8)	(9)
January 15	\$ 2,419,579	\$ -	\$ -	\$ 786,761 (a)	\$ 2,419,579	\$ 1,632,818	21	5.25%	\$ 150,015
February	\$ 1,772,081	\$ -	\$ -	\$ 786,761 (a)	\$ 1,772,081	\$ 985,320	20	5.00%	\$ 82,110
March	\$ 1,655,303	\$ -	\$ -	\$ 786,761 (a)	\$ 1,655,303	\$ 868,542	19	4.75%	\$ 65,322
2014 Under Collection			\$ (1,339,069)						
April	\$ 983,528	\$ 145,274	\$ (1,193,795)	\$ 644,033 (b)	\$ 838,254	\$ 194,222	18	4.75%	\$ 13,838
May	\$ 458,174	\$ 67,675	\$ (1,126,120)	\$ 644,033 (b)	\$ 390,499	\$ (253,534)	17	4.75%	\$ (17,061)
June	\$ 325,740	\$ 48,114	\$ (1,078,006)	\$ 644,033 (b)	\$ 277,626	\$ (366,407)	16	4.75%	\$ (23,206)
July	\$ 268,558	\$ 48,757	\$ (1,029,249)	\$ 503,955 (c)	\$ 219,801	\$ (284,154)	15	5.00%	\$ (17,760)
August	\$ 226,885	\$ 41,191	\$ (988,057)	\$ 503,955 (c)	\$ 185,694	\$ (318,261)	14	5.14%	\$ (19,085)
September	\$ 222,845	\$ 40,458	\$ (947,600)	\$ 503,955 (c)	\$ 182,387	\$ (321,568)	13	5.14%	\$ (17,906)
October	\$ 584,249	\$ 35,528	\$ (912,071)	\$ 1,763,581 (d)	\$ 548,720	\$ (1,214,861)	12	5.00%	\$ (60,743)
November	\$ 1,268,886	\$ 77,161	\$ (834,910)	\$ 11,440,057 (d&e)	\$ 1,191,725	\$ (10,248,332)	11	5.00%	\$ (469,715)
December	\$ 1,830,267	\$ 111,299	\$ (723,611)	\$ 3,107,253 (d&f)	\$ 1,718,968	\$ (1,388,285)	10	5.00%	\$ (57,845)
Totals	\$ 12,016,096	\$ 615,458		\$ 22,115,137	\$ 11,400,638	\$ (10,714,499)			\$ (372,036)
2015 Under Collection			\$ (11,438,110)						

* Maximum Lawful Rate of Interest for Residential Mortgages for the month posted in the Pennsylvania Bulletin

** Interest is not recoverable in net under-collections

- (a) \$ 2,360,282 recoverable costs in 1-1-15 DSIC quarterly filing divided by 3 months
(b) \$ 1,932,098 recoverable costs in 4-1-15 DSIC quarterly filing divided by 3 months
(c) \$ 1,511,865 recoverable costs in 7-1-15 DSIC quarterly filing divided by 3 months
(d) \$ 5,290,744 recoverable costs in 10-1-15 DSIC quarterly filing divided by 3 months
(e) \$ 9,676,476 recoverable costs placed in service in November 2015 and 1/3 of these costs were included in the January, 2016 rate
(f) \$ 1,343,672 recoverable costs for December 2015 and not included in the 2016 rate

CERTIFICATE OF SERVICE

I hereby certify that this day I served a copy of PGW's Revised DSIC Annual Reconciliation Under 1307(e) upon the persons listed below in the manner indicated in accordance with the requirements of 52 Pa. Code Section 1.54.

Via Email and/or First Class Mail

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The following are parties of record in
Docket No. P-2015-2501500

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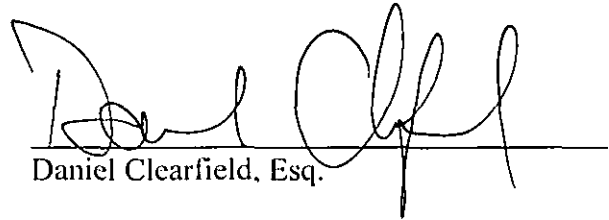
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Dated: February 11, 2016



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