



Tishekia E. Williams
Managing Counsel, Regulatory

411 Seventh Avenue
Mail drop 15-7
Pittsburgh, PA 15219

Tel: 412-393-1541
Fax: 412-393-5757
twilliams@duqlight.com

November 30, 2016

VIA ELECTRONIC FILING

Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building, 2nd Floor
400 North Street
Harrisburg, PA 17120

**Re: Duquesne Light Company's – Annual Reconciliation Statement
Rider No. 5 – Universal Service Charge effective January 1, 2017**

Dear Secretary Chiavetta:

Enclosed for filing is Duquesne Light Company's ("Duquesne Light" or "Company") Universal Service Charge Rider No. 5 reconciliation statement ("Reconciliation Filing") for the period of November 1, 2015 through October 31, 2016 ("Reconciliation Period").

The Pennsylvania Public Utility Commission ("Commission") approved Rider No. 5 in Duquesne Light's general base rate increase case at Docket No. R-2010-2179522. The reconcilable charge is designed to recover the costs incurred by the Company to provide its Universal Service and Energy Conservation Plan.

Should you have any questions, please do not hesitate to contact me or Bill Pfrommer at 412-393-3623.

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Tishekia E. Williams", with a long horizontal flourish extending to the right.

Tishekia E. Williams
Attorney ID#208997

Enclosures

Cc: Certificate of Service

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing 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):

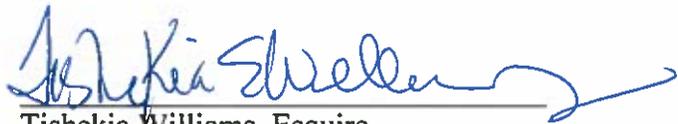
FIRST-CLASS MAIL

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

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

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

Dated: November 30, 2016



Tishkia Williams, Esquire.
Duquesne Light Company
411 Seventh Avenue, 16-1
Pittsburgh, PA 15219
Phone: 412-393-1541
Fax: 412-393-5757
Email: twilliams@duqlight.com

EXHIBIT 1

Duquesne Light Company
Rider No. 5 - Universal Service Charge
Proposed Charge Effective January 1, 2017

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2015 through October 31, 2016

	Nov 15	Dec 15	Jan 16	Feb 16	Mar 16	Apr 16	May 16	Jun 16	Jul 16	Aug 16	Sep 16	Oct 16	Total
1 Net Surcharge Revenue, Incl. GRI	\$1,414,101	\$1,701,490	\$2,437,512	\$2,022,811	\$1,795,167	\$1,676,773	\$1,650,520	\$2,215,910	\$3,445,168	\$3,434,105	\$2,414,826	\$1,685,460	\$25,778,841
2 E Factor Revenue, Incl. GRI	\$328,973	\$396,824	(\$521,009)	(\$335,916)	(\$345,811)	(\$297,521)	(\$300,984)	(\$412,573)	(\$607,629)	(\$603,021)	(\$407,797)	(\$296,259)	(\$1,303,235)
3 Universal Service Charge Related Revenue	\$1,743,073	\$2,098,313	\$2,016,503	\$1,686,875	\$1,449,355	\$1,379,253	\$1,349,536	\$1,803,339	\$2,837,539	\$2,816,085	\$1,907,034	\$1,388,700	\$22,475,606
4 Universal Service Charge Related Revenue	\$1,743,073	\$2,098,313	\$2,016,503	\$1,686,875	\$1,449,355	\$1,379,253	\$1,449,536	\$1,803,339	\$2,837,539	\$2,816,085	\$1,907,034	\$1,388,700	\$22,475,606
5 Less PA Gross Receipts Tax	\$102,841	\$173,800	\$118,974	\$99,526	\$85,512	\$81,376	\$79,623	\$106,397	\$167,415	\$166,149	\$112,515	\$81,933	\$1,326,061
6 Universal Service Charge Related Revenue	\$1,640,232	\$1,924,513	\$1,897,529	\$1,587,350	\$1,363,843	\$1,297,877	\$1,269,914	\$1,696,942	\$2,670,124	\$2,649,936	\$1,794,519	\$1,306,767	\$21,149,545
7 Expense	\$2,891,950	\$2,117,826	\$2,023,503	\$2,117,179	\$2,405,376	\$2,155,578	\$2,007,259	\$1,791,578	\$1,849,963	\$1,647,867	\$1,467,797	\$1,641,779	\$26,117,653
8 AP Discount Credit	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
9 Adjusted Expense	\$2,891,950	\$2,117,826	\$2,023,503	\$2,117,179	\$2,405,376	\$2,155,578	\$2,007,259	\$1,791,578	\$1,849,963	\$1,647,867	\$1,467,797	\$1,641,779	\$26,117,653
10 Over/(Under) Collection	(\$1,251,718)	(\$141,313)	(\$125,973)	(\$529,830)	(\$1,041,532)	(\$857,701)	(\$737,345)	(\$94,636)	\$820,161	(\$997,911)	\$326,222	(\$335,012)	(\$4,968,108)
11 Interest	(\$125,172)	(\$13,615)	(\$11,338)	(\$45,036)	(\$83,323)	(\$64,328)	(\$51,614)	(\$6,151)	\$49,210	(\$54,886)	\$16,336	(\$15,076)	(\$5,373,099)
12 Total Over/(Under) Collection	(\$1,376,890)	(\$156,928)	(\$137,311)	(\$574,866)	(\$1,124,855)	(\$922,029)	(\$788,960)	(\$100,787)	\$869,371	(\$1,052,811)	\$343,058	(\$350,087)	(\$5,373,099)

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Duquesne Light Company
Rider No. 5 - Universal Service Charge
Proposed Charge Effective January 1, 2017

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2015 through October 31, 2016

Rate Class	Nov 15	Dec 15	Jan 16	Feb 16	Mar 16	Apr 16	May 16	Jun 16	Jul 16	Aug 16	Sep 16	Oct 16	Total
A. Actual Surcharge Revenue by Month, Incl. GRT													
1 HS	\$1,280,914	\$1,512,955	\$2,097,137	\$1,707,253	\$1,579,334	\$1,512,365	\$1,523,528	\$2,084,747	\$3,146,129	\$1,224,056	\$2,161,979	\$1,541,725	\$21,472,170
2 RH	\$112,479	\$164,118	\$304,372	\$281,647	\$188,024	\$141,067	\$103,168	\$104,166	\$156,656	\$153,720	\$121,411	\$119,575	\$1,951,403
3 HA	\$20,707	\$25,417	\$16,003	\$33,911	\$27,808	\$23,347	\$23,825	\$26,998	\$47,331	\$41,329	\$29,436	\$24,160	\$355,268
4 Total	\$1,414,101	\$1,703,490	\$2,437,512	\$2,022,811	\$1,795,167	\$1,676,779	\$1,650,520	\$2,215,910	\$3,445,168	\$3,419,105	\$2,314,826	\$1,685,460	\$25,778,841
B. Actual Surcharge Revenue by Month, Excl. GRT													
5 HS	\$1,205,340	\$1,423,690	\$1,973,406	\$1,606,525	\$1,486,153	\$1,423,136	\$1,433,639	\$1,961,747	\$3,054,654	\$1,033,837	\$1,034,422	\$1,450,763	\$22,087,312
6 RH	\$105,843	\$153,494	\$286,414	\$265,030	\$176,931	\$132,744	\$97,081	\$98,020	\$147,413	\$144,651	\$116,130	\$112,520	\$1,836,271
7 HA	\$19,485	\$23,917	\$13,879	\$31,911	\$26,168	\$21,964	\$22,419	\$25,405	\$39,835	\$38,890	\$27,699	\$22,735	\$334,307
8 Total	\$1,330,669	\$1,601,107	\$2,293,698	\$1,903,465	\$1,689,252	\$1,577,844	\$1,553,139	\$2,085,171	\$3,241,903	\$3,217,378	\$2,178,251	\$1,586,018	\$24,257,890

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Rider No. 5 - Universal Service Charge
Proposed Charge Effective January 1, 2017

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2015 through October 31, 2016

Rate Class	Nov_15	Dec_15	Jan_16	Feb_16	Mar_16	Apr_16	May_16	Jun_16	Jul_16	Aug_16	Sep_16	Oct_16	Total
A. Actual Non-CAP kWh by Month													
1 RS	220,540,636	261,149,777	289,060,487	230,937,029	243,824,534	215,877,733	223,308,165	312,604,426	461,627,080	458,466,667	307,143,355	218,878,782	3,441,413,664
2 RH	19,595,499	28,416,342	45,103,413	35,742,070	30,709,176	20,667,845	15,991,692	16,028,359	22,391,580	21,962,287	17,512,539	17,009,440	291,150,243
3 RA	3,547,485	4,377,329	5,359,371	4,236,912	4,346,376	3,395,334	3,429,110	4,085,752	6,004,522	5,878,077	4,188,546	3,433,684	52,282,495
4 B E-Factor Rate [1] Cents per kWh, Inc GRT	0.135	0.135	(0.124)	(0.124)	(0.124)	(0.124)	(0.124)	(0.124)	(0.124)	(0.124)	(0.124)	(0.124)	
C. E-Factor Revenue, Incl GRT													
5 RS	\$297,730	\$352,552	(\$358,435)	(\$286,362)	(\$302,342)	(\$267,682)	(\$276,902)	(\$387,679)	(\$572,418)	(\$568,499)	(\$380,858)	(\$271,410)	(\$3,022,255)
6 RH	\$26,454	\$38,362	(\$55,928)	(\$44,320)	(\$19,879)	(\$25,628)	(\$19,830)	(\$19,875)	(\$27,766)	(\$27,233)	(\$21,740)	(\$21,092)	(\$216,676)
7 RA	\$4,789	\$5,909	(\$6,646)	(\$5,254)	(\$5,390)	(\$4,210)	(\$4,252)	(\$5,066)	(\$7,446)	(\$7,289)	(\$5,194)	(\$4,258)	(\$44,305)
8 Total	\$328,973	\$396,824	(\$421,009)	(\$335,936)	(\$345,811)	(\$297,521)	(\$300,984)	(\$412,571)	(\$607,629)	(\$601,021)	(\$407,792)	(\$296,759)	(\$3,303,235)
D. E-Factor Revenue, Excl GRT													
9 RS	\$280,164	\$331,752	(\$337,287)	(\$269,467)	(\$284,504)	(\$251,889)	(\$260,565)	(\$364,759)	(\$538,645)	(\$534,957)	(\$358,387)	(\$255,397)	(\$2,843,942)
10 RH	\$24,893	\$36,099	(\$52,628)	(\$41,705)	(\$35,833)	(\$24,116)	(\$18,660)	(\$18,703)	(\$26,127)	(\$25,626)	(\$20,458)	(\$19,847)	(\$222,712)
11 RA	\$4,507	\$5,561	(\$6,254)	(\$4,944)	(\$5,072)	(\$3,962)	(\$4,001)	(\$4,767)	(\$7,006)	(\$6,859)	(\$4,882)	(\$4,002)	(\$41,691)
12 Total	\$309,563	\$373,411	(\$396,169)	(\$316,116)	(\$325,408)	(\$279,967)	(\$283,226)	(\$388,229)	(\$571,779)	(\$567,442)	(\$383,732)	(\$279,250)	(\$3,108,345)

1/ Per December 1, 2014 submittal at Docket No M 2014-2455982 and November 25, 2015 submittal at Docket No M 2015-2515580

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Duquesne Light Company
Rider No. 5 - Universal Service Charge
Proposed Charge Effective January 1, 2017

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2015 through October 31, 2016

	Nov-15	Dec-15	Jan-16	Feb-16	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Total
1 CAP Revenue Deficiency	\$1,521,418	\$1,604,305	\$1,541,148	\$1,442,691	\$1,426,675	\$1,271,575	\$1,278,070	\$1,282,664	\$1,118,402	\$1,169,763	\$1,085,697	\$1,111,886	\$17,854,304
2 CAP Frozen Arrearage	\$319,754	\$261,645	\$253,506	\$360,665	\$497,047	\$544,641	\$390,103	\$365,206	\$329,030	\$262,038	\$262,346	\$361,791	\$4,203,770
3 CAP Administrative Costs	\$15,872	\$125,316	\$133,263	\$120,867	\$124,988	\$131,075	\$124,861	\$132,458	\$117,652	\$130,629	\$145,829	\$129,235	\$1,432,045
4 Smart Comfort	\$1,038,096	\$115,310	\$84,336	\$181,706	\$345,416	\$197,038	\$202,975	\$0	\$273,629	(\$8,780)	(\$17,375)	\$77,617	\$2,420,018
5 CARES	\$800	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$124,550
6 Hardship Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$82,967	\$0	\$0	\$82,967
7 Total Expenses	\$2,891,950	\$2,117,826	\$2,023,503	\$2,117,179	\$2,405,376	\$2,155,578	\$2,007,259	\$1,791,578	\$1,849,961	\$3,647,867	\$1,467,797	\$1,641,779	\$26,117,653
8 CAP Customers	35,949	35,912	36,058	36,473	37,004	37,909	38,526	39,034	39,267	39,780	40,093	40,316	
9 Monthly Enrollment Level (1)	41,650	41,650	41,650	41,650	41,650	41,650	41,650	41,650	41,650	41,650	41,650	41,650	
10 CAP Customers>Enrollment	0	0	0	0	0	0	0	0	0	0	0	0	
11 Average CAP Deficiency/CAP Customer (2)	\$42.32	\$44.67	\$42.74	\$39.56	\$18.55	\$33.54	\$33.17	\$32.86	\$28.48	\$29.84	\$27.08	\$27.58	
12 Average Frozen Arrearage/CAP Customer (2)	\$8.78	\$7.29	\$7.03	\$9.89	\$13.43	\$14.37	\$10.13	\$9.36	\$8.38	\$6.60	\$6.54	\$8.97	
13 Deficiency and Arrearage Combined	\$51.11	\$51.96	\$49.77	\$49.44	\$31.99	\$47.91	\$43.30	\$42.22	\$36.86	\$36.44	\$33.62	\$36.55	
14 Bad Debt Offset (3)	10.43%	10.43%	10.43%	10.43%	10.43%	10.43%	10.43%	10.43%	10.43%	10.41%	10.43%	10.43%	\$8
15 CAP Discount Credit (line 10 * line 13 * line 14)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
16 Total Adjusted Expenses (line 7 - line 15)	\$2,891,950	\$2,117,826	\$2,023,503	\$2,117,179	\$2,405,376	\$2,155,578	\$2,007,259	\$1,791,578	\$1,849,961	\$3,647,867	\$1,467,797	\$1,641,779	\$26,117,653

1/ Per tariff, Rider 5, Universal Service Charge, page B5.

2/ Average amount per CAP customer per month.

3/ Per Company tariff, Rider 5, Universal Service Charge, page B5 and at Docket No. R 2010-21795-27

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Proposed Charge Effective January 1, 2017

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2015 through October 31, 2016

	Nov 15	Dec 15	Jan 16	Feb 16	Mar 16	Apr 16	May 16	Jun 16	Jul 16	Aug 16	Sep 16	Oct 16	Total
1 Net Surcharge Revenue, Excl. GRT	\$1,110,669	\$1,601,102	\$2,291,698	\$1,903,465	\$1,689,257	\$1,577,844	\$1,513,339	\$2,085,171	\$3,241,904	\$3,217,378	\$3,178,251	\$1,586,038	\$24,257,890
2 Factor Revenue, Excl. GRT	\$309,563	\$373,413	(\$396,169)	(\$316,116)	(\$325,408)	(\$279,967)	(\$283,226)	(\$188,229)	(\$571,779)	(\$567,442)	(\$383,732)	(\$279,250)	(\$2,108,345)
3 Universal Service Charge Related Revenue, Excl. GRT	\$1,640,232	\$1,974,513	\$1,897,529	\$1,587,350	\$1,363,843	\$1,297,877	\$1,269,914	\$1,696,942	\$2,670,124	\$2,649,936	\$1,794,519	\$1,306,767	\$21,149,545
4 Expense	\$7,891,950	\$2,117,826	\$2,023,503	\$2,117,179	\$7,409,376	\$2,155,578	\$2,027,259	\$1,791,578	\$1,649,963	\$3,647,867	\$1,481,797	\$1,641,779	\$26,117,653
5 Over/(Under) Collection	(\$1,251,718)	(\$143,313)	(\$125,973)	(\$529,830)	(\$1,041,532)	(\$857,703)	(\$737,345)	(\$94,636)	\$820,101	(\$997,911)	\$126,722	(\$135,012)	(\$4,968,108)
6 Interest Rate	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	
7 Interest Weight	20/12	19/12	18/12	17/12	16/12	15/12	14/12	13/12	12/12	11/12	10/12	9/12	
8 Interest	(\$125,172)	(\$13,615)	(\$11,338)	(\$45,016)	(\$81,323)	(\$64,328)	(\$51,614)	(\$6,151)	\$49,210	(\$24,896)	\$16,136	(\$15,078)	(\$404,793)

