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E-File

January 31, 2017

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, 2016 through December 31, 2016
Docket No. M-2016-2567665**

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, 2016 through December 31, 2016. 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, 2016.

Pursuant to 52 Pa. Code § 1.11, the enclosed document is to be deemed filed on January 31, 2017, 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 Scott R. Koch, PPL Electric's Regulatory Operations Supervisor at (610) 774-2070.

Very truly yours,


Kimberly A. Klock

Enclosures

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

Tanya J. McCloskey, Esquire
Rick Kanaskie, Esquire

PPL ELECTRIC UTILITIES CORPORATION
DISTRIBUTION SYSTEM IMPROVEMENT CHARGE
(“DSIC”)
RECONCILIATION REPORT
For the Period
January 1, 2016 through December 31, 2016
Docket No. M-2016-2567665

January 31, 2017

PPL ELECTRIC UTILITIES CORPORATION
DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC) RECONCILIATION
Report For The Period January 1, 2016 to December 31, 2016

Line No.		(A) Total
1	Filed Distribution Revenue (including GRT), (Schedule 2, Line 1, Column M)	\$ 845,916,021
2	Filed Current (DSIC) Revenue Requirement - (including GRT), (Schedule 2, Line 3, Column M)	\$ -
3	Filed Current (DSIC) Revenue Requirement - (excluding GRT), (Schedule 2, Line 5, Column M)	\$ -
4	Actual DSIC Revenues Billed - Current (excluding GRT), (Schedule 2, Line 6, Column M)	\$ 960,834
5	Net Over/(Under) Collection Amount (Schedule 2, Line 7, Column M)	\$ 960,834
6	LP-5 Refunded DSIC Revenue (excluding GRT) (a)	\$ (527,749)
7	Interest on Over/(Under) Collection, (Schedule 2, Line 8, Column M)	\$ 75,233
8	Net Over/(Under) Collection Amount, Including Interest (Line 5 plus Line 6 plus Line 7)	\$ 508,318
9	E-Factor Balance (Schedule 4, Line 13, Column B)	\$ 712,362
10	Total Over/(Under) Collection Balance	\$ 1,220,680

(a) In accordance with the Commission's Secretarial letter dated January 19, 2016 under Docket No. P-2012-2325034.

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

Line No.	Month >>	January 2016	February 2016	March 2016	April 2016	May 2016	June 2016	July 2016	August 2016	September 2016	October 2016	November 2016	December 2016	Total
		(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)
1	Filed Distributor Revenue (including GRT)	\$ 100,838,370	\$ 109,726,525	\$ 105,744,415	\$ 83,366,378	\$ 91,691,054	\$ 83,833,053	\$ 92,675,609	\$ 94,090,580	\$ 91,206,338	\$ 81,397,751	\$ 87,560,217	\$ 101,757,058	\$ 845,916,021
2	DSIC Rate (including GRT) - Excluding E-Factor	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
3	Filed DSIC Revenue Requirement - Excluding E-Factor	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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
5	Filed Current "DSIC" Revenue Requirement (excluding GRT) (Line 3 multiplied by Line 4)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
6	Actual Current "DSIC" Revenue Billed (excluding GRT) (Schedule 5, Column D)	\$ 425,235	\$ 7,893	\$ 5,551	\$ 172,457	\$ 163,179	\$ 177,522	\$ 10,042	\$ 86	\$ 43	\$ (46)	\$ (287)	\$ (851)	\$ 950,834
7	Net Over/(Under) Collection (Line 6 less Line 5)	\$ 425,235	\$ 7,893	\$ 5,551	\$ 172,457	\$ 163,179	\$ 177,522	\$ 10,042	\$ 86	\$ 43	\$ (46)	\$ (287)	\$ (851)	\$ 950,834
8	Interest on Over/(Under) Collection (Schedule 3, Column D)	\$ 38,069	\$ 659	\$ 440	\$ 12,288	\$ 10,991	\$ 11,243	\$ 598	\$ 5	\$ 2	\$ (2)	\$ (12)	\$ (34)	\$ 75,233
9	Net Over/(Under) Collection, including Interest	\$ 462,303	\$ 8,551	\$ 6,001	\$ 184,745	\$ 174,160	\$ 188,765	\$ 10,638	\$ 91	\$ 45	\$ (48)	\$ (299)	\$ (885)	\$ 1,036,067

(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 2016	5.25%	21	\$ 425,235	\$ 39,068
2	February 2016	5.00%	20	7,893	\$ 658
3	March 2016	5.00%	19	5,561	\$ 440
4	April 2016	4.75%	18	172,457	\$ 12,288
5	May 2016	4.75%	17	163,179	\$ 10,981
6	June 2016	4.75%	16	177,522	\$ 11,243
7	July 2016	4.75%	15	10,042	\$ 596
8	August 2016	4.50%	14	86	\$ 5
9	September 2016	4.25%	13	43	\$ 2
10	October 2016	4.50%	12	(46)	\$ (2)
11	November 2016	4.50%	11	(287)	\$ (12)
12	December 2016	4.75%	10	(851)	\$ (34)
13	Total			\$ 960,834	\$ 75,233

(1) From Schedule 2, Line 7.

(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, 2016 to December 31, 2016

Line No.	Month	(A) (Refund)/ Recovery (1)	(B) Over/(Under) Balance (2)
1	Balance - December 31, 2015		\$ 712,362
2	January 2016	-	712,362
3	February 2016	-	712,362
4	March 2016	-	712,362
5	April 2016	-	712,362
6	May 2016	-	712,362
7	June 2016	-	712,362
8	July 2016	-	712,362
9	August 2016	-	712,362
10	September 2016	-	712,362
11	October 2016	-	712,362
12	November 2016	-	712,362
13	December 2016	-	712,362

(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.

There is no E-Factor amortization in 2016 as the DSIC was rolled into base rates.

PPL ELECTRIC UTILITIES CORPORATION
SUMMARY OF DISTRIBUTION SYSTEM IMPROVEMENT CHARGE
("DSIC")

For the Period January 1, 2016 to December 31, 2016

Month	(A)	(B)		(C)	(D)
	Distribution System Improvement Charge Revenues (DSIC)	Distribution System Improvement Charge Revenues (Excl. Gross Receipts Tax) (1)	Recouped Through E Factor	Net DSIC Revenue (2)	
January	2016 \$ 451,897	\$ 425,235	\$ -	\$ 425,235	
February	2016 \$ 8,388	\$ 7,893	\$ -	\$ 7,893	
March	2016 \$ 5,910	\$ 5,561	\$ -	\$ 5,561	
April	2016 \$ 183,270	\$ 172,457	\$ -	\$ 172,457	
May	2016 \$ 173,410	\$ 163,179	\$ -	\$ 163,179	
June	2016 \$ 188,653	\$ 177,522	\$ -	\$ 177,522	
July	2016 \$ 10,672	\$ 10,042	\$ -	\$ 10,042	
August	2016 \$ 91	\$ 86	\$ -	\$ 86	
September	2016 \$ 46	\$ 43	\$ -	\$ 43	
October	2016 \$ (49)	\$ (46)	\$ -	\$ (46)	
November	2016 \$ (305)	\$ (287)	\$ -	\$ (287)	
December	2016 \$ (904)	\$ (851)	\$ -	\$ (851)	
	\$ 1,021,079	\$ 960,834	\$ -	\$ 960,834	

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

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