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E-FILE

January 30, 2018

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

**Re: PPL Electric Utilities Corporation
Universal Service Rider Reconciliation Report
for the Period Ended December 30, 2017
Docket No. M-2016-2580725**

Dear Ms. Chiavetta:

Enclosed for filing on behalf of PPL Electric Utilities Corporation ("PPL Electric") is PPL Electric's Universal Service Rider ("USR") Reconciliation Report for the Period December 1, 2016 through December 31, 2017. This reconciliation report 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, 2017.

Pursuant to 52 Pa. Code § 1.11, the enclosed document is to be deemed filed on January 30, 2018, 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,

Handwritten signature of Kimberly A. Klock in blue ink. The signature is cursive and includes the initials "SFB" at the end.

Kimberly A. Klock

Enclosures

cc via email: Ms. Lori Burger
Mr. John R. Evans

Rick Kanaskie, Esquire
Tanya J. McCloskey, Esquire

PPL ELECTRIC UTILITIES CORPORATION

**UNIVERSAL SERVICE RIDER
RECONCILIATION REPORT
FOR THE YEAR ENDED DECEMBER 31, 2017**

Docket No. M-2016-2580725

January 30, 2018

PPL ELECTRIC UTILITIES CORPORATION
 2017 UNIVERSAL SERVICE RIDER RECONCILIATION
Report For The Period December 1, 2016 to December 31, 2017

<u>Line No.</u>		<u>Total</u>
1	Actual Residential kWh Billed (Schedule 2, Column N, Line 1)	14,776,119,662 kWh
2	Distribution Revenues Available for USR (Schedule 2, Column N, Line 4)	\$ 113,367,129
3	Actual OnTrack/WRAP Expenses (Schedule 2, Column N, Line 5)	\$ 96,280,201
4	Over/(Under) Collection (Calculate Line 2 minus Line 3)	\$ 17,086,929
5	Interest on Over/(Under) Collection (Schedule 4, Line 14, Column D)	\$ 972,318
6	Prior Year Over/(Under) Collection (Schedule 6, Column B, Line 13)	\$ 203,828
9	Over/(Under) Collection (Excluding GRT) (Line 4 plus Line 5 plus Line 6)	\$ <u>18,263,075</u>
10	Over/(Under) Collection (Including GRT) (Line 9*1.06269926)	\$ <u><u>19,408,156</u></u>

PPL ELECTRIC UTILITIES CORPORATION
 RECONCILIATION OF 2017 UNIVERSAL SERVICE RIDER REVENUES AND EXPENSES BY MONTH

Line No.	Description	(A) December 2016	(B) January 2017	(C) February 2017	(D) March 2017	(E) April 2017	(F) May 2017	(G) June 2017	(H) July 2017	(I) August 2017	(J) September 2017	(K) October 2017	(L) November 2017	(M) December 2017	(N) Total Year-to-date
Residential															
1	Actual Residential kWh Billed (Schedule 5, Line 1)	1,257,202,230	1,590,123,685	1,326,668,944	1,315,011,455	1,144,003,632	851,039,632	908,980,488	1,128,519,999	1,127,442,308	1,014,529,688	895,280,630	913,543,591	1,302,793,380	14,776,119,662
2	Actual Residential Distribution Revenue Applicable to USR (Schedule 5, Line 4)	\$ 8,957,322	\$ 11,425,828	\$ 9,648,854	\$ 9,564,801	\$ 8,321,308	\$ 6,191,062	\$ 6,612,762	\$ 8,208,311	\$ 8,201,812	\$ 7,380,819	\$ 6,520,520	\$ 6,645,190	\$ 9,476,106	\$ 107,154,695
	Recouped Through E Factor 0.009420/kWh USR (2017)	\$ 49,031	\$ (702,835)	\$ (596,388)	\$ (581,235)	\$ (505,650)	\$ (376,150)	\$ (401,769)	\$ (498,805)	\$ (498,330)	\$ (448,422)	\$ (396,147)	\$ (403,786)	\$ (575,835)	\$ (5,926,332)
	0.00022/kWh Interest (2017)	\$ 11,315	\$ (84,983)	\$ (29,187)	\$ (28,980)	\$ (25,188)	\$ (18,723)	\$ (19,988)	\$ (24,827)	\$ (24,804)	\$ (22,320)	\$ (19,718)	\$ (20,098)	\$ (28,661)	\$ (286,102)
3	Total Revenues Applicable to Prior Year	\$ 60,346	\$ (737,818)	\$ (615,575)	\$ (610,165)	\$ (530,818)	\$ (394,883)	\$ (421,767)	\$ (523,633)	\$ (523,134)	\$ (470,742)	\$ (415,865)	\$ (423,884)	\$ (604,496)	\$ (6,212,434)
4	Actual Revenue Available to Cover Current Year Expenses (Line 2 less Line 3)	\$ 8,896,976	\$ 12,163,646	\$ 10,264,429	\$ 10,174,966	\$ 8,852,126	\$ 6,585,945	\$ 7,034,529	\$ 8,731,944	\$ 8,724,946	\$ 7,851,561	\$ 6,936,385	\$ 7,069,074	\$ 10,080,602	\$ 113,367,129
5	Actual OnTrackWVRAP Expenses (Schedule 3, Line 11)	\$ 8,596,640	\$ 10,322,685	\$ 9,640,815	\$ 9,389,455	\$ 8,586,133	\$ 5,743,755	\$ 5,418,242	\$ 6,472,156	\$ 6,560,316	\$ 5,696,107	\$ 5,499,354	\$ 6,208,825	\$ 8,195,717	\$ 96,280,201
6	Over/(Under) Collection (Line 4 minus Line 5)	\$ 310,336	\$ 1,840,961	\$ 623,614	\$ 785,511	\$ 265,993	\$ 842,190	\$ 1,616,287	\$ 2,259,788	\$ 2,164,630	\$ 2,195,454	\$ 1,437,031	\$ 860,249	\$ 1,884,885	\$ 17,086,929

PPL ELECTRIC UTILITIES CORPORATION
ACTUAL 2017 ONTRACK/WRAP EXPENSES BY MONTH

Line No.	Description	(A) December 2016	(B) January 2017	(C) February 2017	(D) March 2017	(E) April 2017	(F) May 2017	(G) June 2017	(H) July 2017	(I) August 2017	(J) September 2017	(K) October 2017	(L) November 2017	(M) December 2017	(N) Total Year-to-date
ONTRACK															
1	OnTrack Revenue Credits	\$ 6,098,240	\$ 8,194,354	\$ 6,847,181	\$ 6,342,462	\$ 5,263,078	\$ 2,406,942	\$ 2,246,338	\$ 3,172,506	\$ 3,105,171	\$ 2,598,103	\$ 2,159,325	\$ 2,870,355	\$ 5,938,246	\$ 57,232,959
2	Arrears Foregone	\$ 2,359,553	\$ 1,691,340	\$ 1,840,335	\$ 2,163,805	\$ 2,323,949	\$ 2,096,894	\$ 2,160,903	\$ 1,911,764	\$ 2,121,720	\$ 1,624,830	\$ 1,939,956	\$ 1,945,635	\$ 1,507,039	\$ 25,657,654
3	OnTrack CBO/Vendor Expenses	\$ 214,565	\$ 240,674	\$ 338,297	\$ 250,385	\$ 235,541	\$ 302,516	\$ 307,907	\$ 162,705	\$ 220,309	\$ 308,846	\$ 293,687	\$ 341,562	\$ 265,920	\$ 3,507,954
4	OnTrack Administrative Expenses	\$ (20,045)	\$ 59,573	\$ 52,593	\$ 103,175	\$ 57,522	\$ 74,981	\$ 67,860	\$ 139,472	\$ 67,891	\$ 77,339	\$ 71,770	\$ 65,631	\$ 118,351	\$ 906,093
5	Total OnTrack Expense	\$ 8,652,703	\$ 10,185,940	\$ 9,078,407	\$ 8,859,827	\$ 7,860,090	\$ 4,881,243	\$ 4,783,008	\$ 5,386,446	\$ 5,515,090	\$ 4,608,817	\$ 4,464,718	\$ 5,123,183	\$ 7,839,557	\$ 87,289,025
WRAP															
6	WRAP CBO/Vendor Expenses	\$ 920,511	\$ 136,389	\$ 560,584	\$ 525,312	\$ 703,635	\$ 846,421	\$ 633,975	\$ 1,085,071	\$ 1,036,560	\$ 1,045,355	\$ 1,033,121	\$ 1,048,843	\$ 1,223,907	\$ 10,799,684
7	Wrap Administrative Expenses	\$ 10,427	\$ 356	\$ 1,823	\$ 4,316	\$ 2,408	\$ 16,091	\$ 1,259	\$ 640	\$ 8,666	\$ 1,935	\$ 1,515	\$ 36,800	\$ 12,346	\$ 88,580
8	Total Wrap Expenses	\$ 930,938	\$ 136,745	\$ 562,408	\$ 529,628	\$ 706,043	\$ 862,512	\$ 635,234	\$ 1,085,710	\$ 1,045,225	\$ 1,047,290	\$ 1,034,636	\$ 1,085,643	\$ 1,236,253	\$ 10,888,264
9	Total OnTrack/WRAP Expenses	\$ 9,583,640	\$ 10,322,685	\$ 9,640,815	\$ 9,389,455	\$ 8,566,133	\$ 5,743,755	\$ 5,418,242	\$ 6,472,156	\$ 6,560,316	\$ 5,656,107	\$ 5,499,354	\$ 6,208,825	\$ 9,075,809	\$ 98,157,293
10	OT CAP Enrollment Credit	\$ (997,000)												\$ (880,092)	\$ (1,877,092)
11	Total OnTrack/WRAP Expenses, including CAP Enrollment Credit (Line 9 plus Line 10)	\$ 8,586,640	\$ 10,322,685	\$ 9,640,815	\$ 9,389,455	\$ 8,566,133	\$ 5,743,755	\$ 5,418,242	\$ 6,472,156	\$ 6,560,316	\$ 5,656,107	\$ 5,499,354	\$ 6,208,825	\$ 8,195,717	\$ 96,280,201

PPL ELECTRIC UTILITIES CORPORATION
INTEREST EXPENSE ON 2017 UNIVERSAL SERVICE RIDER
OVER/(UNDER) COLLECTIONS BY MONTH

Line No.	Month	(A) Interest Rate	(B) Weighting Factor	(C) Total		(D) Interest on Over/(Under) Collection
				Over/(Under) Collection Total (a)		
1	December 2016	4.75%	19/12	\$ 310,336	\$	23,340
2	January	5.00%	18/12	\$ 1,840,961	\$	138,072
3	February	5.25%	17/12	\$ 623,614	\$	46,381
4	March	5.25%	16/12	\$ 785,511	\$	54,986
5	April	5.25%	15/12	\$ 265,993	\$	17,456
6	May	5.25%	14/12	\$ 842,190	\$	51,584
7	June	5.25%	13/12	\$ 1,616,287	\$	91,926
8	July	5.25%	12/12	\$ 2,259,788	\$	118,639
9	August	5.00%	11/12	\$ 2,164,630	\$	99,212
10	September	5.00%	10/12	\$ 2,195,454	\$	91,477
11	October	5.00%	9/12	\$ 1,437,031	\$	53,889
12	November	5.00%	8/12	\$ 860,249	\$	28,675
13	December	5.25%	19/12	\$ 1,884,885	\$	156,681
14	Total			<u>\$ 17,086,929</u>	<u>\$</u>	<u>972,318</u>

(a) From Schedule 2, Line 6 for the respective month.

PPL ELECTRIC UTILITIES CORPORATION
EFFECT ON THE OVER/(UNDER) COLLECTION BALANCE
For The Period December 2016 to December 2017

Line No.	Month	(A) (Refund)/ Recovery (a)	(B) Over/(Under) Balance (b)
1	Balance - December 31, 2016 (Prior Year Filing w. Actual December)	\$ 60,346	\$ 6,416,262
2	January 2017	\$ (737,818)	\$ 5,738,790
3	February 2017	\$ (615,575)	\$ 5,123,215
4	March 2017	\$ (610,165)	\$ 4,513,050
5	April 2017	\$ (530,818)	\$ 3,982,232
6	May 2017	\$ (394,883)	\$ 3,587,349
7	June 2017	\$ (421,767)	\$ 3,165,582
8	July 2017	\$ (523,633)	\$ 2,641,949
9	August 2017	\$ (523,134)	\$ 2,118,815
10	September 2017	\$ (470,742)	\$ 1,648,073
11	October 2017	\$ (415,865)	\$ 1,232,208
12	November 2017	\$ (423,884)	\$ 808,324
13	December 2017	\$ (604,496)	\$ 203,828

(a) From Schedule 2, Line 3

(b) From Prior Year Filing - Docket No. (Schedule 1, Line 9)