

April 27, 2018

VIA e-FILING

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

***Re: Petition of Pennsylvania Power Company for Approval of a Distribution System
Improvement Charge, Docket No. P-2015-2508931***

Dear Secretary Chiavetta:

Enclosed for filing at the above-referenced docket is the tariff supplement relating to the Petition of Pennsylvania Power Company for Approval of a Distribution System Improvement Charge, Docket No. P-2015-2508931, dated April 19, 2018 to be effective April 30, 2018.

If you have any questions regarding the enclosed document, please feel free to contact the undersigned.

Sincerely,



Charles V. Fullem
Director of Rates & Regulatory Affairs-PA
610-921-6525

Enclosure

c: Per Certificate of Service
Paul T. Diskin, Bureau of Technical Utility Services
Lori Burger, Bureau of Audits

**BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

PETITION OF PENNSYLVANIA :
POWER COMPANY FOR APPROVAL : **Docket No. P-2015-2508931**
TO AND IMPLEMENT A DISTRIBUTION :
SYSTEM IMPROVEMENT CHARGE :

CERTIFICATE OF SERVICE

I hereby certify and affirm that I have this day served a copy of the foregoing document upon the individuals listed below, in accordance with the requirements of 52 Pa. Code § 1.54:

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Respectfully submitted:



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Dated: April 27, 2018

PENNSYLVANIA POWER COMPANY
READING, PENNSYLVANIA

Electric Service Tariff

Effective in

**The Territory as Defined on
Page Nos. 8 - 9 of this Tariff**

In accordance with Commission Order at Docket No. M-2018-2641242 adopted and entered on March 15, 2018, the current rates and riders in this tariff are declared to be temporary rates pursuant to Section 1310 (d) of the Public Utility Code, 66 Pa.C.S. § 1310(d) for a trial period ending September 15, 2018.

Issued: April 27, 2018

Effective: April 30, 2018

**By: Samuel L. Belcher, President
Reading, Pennsylvania**

NOTICE

Supplement 41 makes changes to Rider O.
See Thirty-Eighth Revised Page 2

LIST OF MODIFICATIONS

Riders

Rider O – Distribution System Improvement Charge (DSIC) – The DSIC language has been changed (See Fifth Revised Page 160).

RIDER O
DISTRIBUTION SYSTEM IMPROVEMENT CHARGE

In addition to the net charges provided for in this Tariff, a charge of 0.72% will apply consistent with the Commission Orders entered June 9, 2016, and April 19, 2018, at Docket No. P-2015-2508931, approving the Distribution System Improvement Charge (“DSIC”). (C)

1. General Description

- A. Purpose: To recover the reasonable and prudent costs incurred to repair, improve, or replace eligible property which is completed and placed in service and recorded in the individual accounts, as noted below, between base rate cases and to provide Pennsylvania Power Company with the resources to accelerate the replacement of aging infrastructure, to comply with evolving regulatory requirements and to develop and implement solutions to regional supply problems.

The costs of extending facilities to serve new customers are not recoverable through the DSIC.

- B. Eligible Property: The DSIC-eligible property will consist of the following:

- Poles and towers (account 364);
- Overhead conductors (account 365) and underground conduit and conductors (accounts 366 and 367);
- Line transformers (account 368) and substation equipment (account 362);
- Any fixture or device related to eligible property listed above, including insulators, circuit breakers, fuses, reclosers, grounding wires, crossarms and brackets, relays, capacitors, converters and condensers;
- Unreimbursed costs related to highway relocation projects where an electric distribution company must relocate its facilities; and
- Other related capitalized costs.

- C. Effective Date: The DSIC will become effective July 1, 2016.

(C) Change