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**E-File**

January 30, 2019

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, 2018 through December 31, 2018  
Docket No.**

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, 2018 through December 31, 2018. 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, 2018.

Pursuant to 52 Pa. Code § 1.11, the enclosed document is to be deemed filed on January 30, 2019, 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: 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, 2018 through December 31, 2018**

**Docket No.**

January 30, 2019

**PPL ELECTRIC UTILITIES CORPORATION**  
**DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC) RECONCILIATION**  
Report For The Period January 1, 2018 to December 31, 2018

<b>Line No.</b>		<b>(A) Total</b>
1	Filed Distribution Revenue (including GRT), (Schedule 2, Line 1, Column M)	\$ 1,163,724,230
2	Filed Current (DSIC) Revenue Requirement - (including GRT), (Schedule 2, Line 3, Column M)	\$ 6,502,811
3	Filed Current (DSIC) Revenue Requirement - (excluding GRT), (Schedule 2, Line 5, Column M)	\$ 6,119,146
4	Actual DSIC Revenues Billed - Current (excluding GRT), (Schedule 2, Line 6, Column M)	\$ 6,141,736
5	Net Over/(Under) Collection Amount (Schedule 2, Line 7, Column M)	\$ 22,590
6	Interest on Over/(Under) Collection, (Schedule 2, Line 8, Column M)	\$ -
7	Net Over/(Under) Collection Amount, Including Interest (Line 5 plus Line 6 plus Line 7)	\$ 22,590
8	E-Factor Balance (Schedule 4, Line 13, Column B)	\$ (1,424)
9	Total Over/(Under) Collection Balance	<u>21,166</u>

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

Line No.	Month	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)
		January 2018	February 2018	March 2018	April 2018	May 2018	June 2018	July 2018	August 2018	September 2018	October 2018	November 2018	December 2018	Total
1	Filed Distribution Revenue (including GRT)	\$ 114,834,443	\$ 108,102,281	\$ 118,456,509	\$ 92,299,986	\$ 82,371,232	\$ 85,052,056	\$ 96,017,855	\$ 96,999,522	\$ 91,945,046	\$ 85,825,292	\$ 88,350,475	\$ 103,469,603	\$ 1,163,724,230
2	DSIC Rate (including GRT) - Excluding E-Factor	0.91%	0.91%	0.91%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	1.95%	1.95%	0.00%	
3	Filed DSIC Revenue Requirement - Excluding E-Factor (including GRT)	\$ 1,044,993	\$ 983,731	\$ 1,077,954	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,673,448	\$ 1,722,685	\$ -	\$ 6,502,811
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	
5	Filed Current "DSIC" Revenue Requirement (excluding GRT) (Line 3 multiplied by Line 4)	\$ 983,338	\$ 925,691	\$ 1,014,355	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,574,715	\$ 1,621,047	\$ -	\$ 6,119,146
6	Actual Current "DSIC" Revenues Billed (excluding GRT) (Schedule 5, Column D)	\$ 954,315	\$ 925,331	\$ 877,587	\$ 107,283	\$ -	\$ -	\$ (2,724)	\$ 248	\$ 2,771	\$ 1,309,011	\$ 1,566,225	\$ 401,689	\$ 6,141,736
7	Net Over/(Under) Collection (Line 6 less Line 5)	\$ (29,023)	\$ (360)	\$ (136,768)	\$ 107,283	\$ -	\$ -	\$ (2,724)	\$ 248	\$ 2,771	\$ (265,704)	\$ (54,822)	\$ 401,689	\$ 22,590
8	Interest on Over/(Under) Collection	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
9	Net Over/(Under) Collection, including interest	\$ (29,023)	\$ (360)	\$ (136,768)	\$ 107,283	\$ -	\$ -	\$ (2,724)	\$ 248	\$ 2,771	\$ (265,704)	\$ (54,822)	\$ 401,689	\$ 22,590

(1) Gross Receipts Tax Factor (1-5.9%)  
(2) Based on the monthly over/under collection calculations performed during the year, interest was in an under-collected position at 12/31/18 in the amount of \$3,224. PPL Electric is not permitted to accrue interest on under-collections.

**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) <sup>(2)</sup>	(C) Over/(Under) Collection <sup>(1)</sup>	(D) Interest on Over/(Under) Collection <sup>(3)</sup>
1	January 2018	5.00%	21	\$ (29,023)	\$ (2,540)
2	February 2018	5.00%	20	(360)	\$ (30)
3	March 2018	5.25%	19	(136,768)	\$ (11,369)
4	April 2018	5.50%	18	107,283	\$ 8,851
5	May 2018	0.00%	17	-	\$ -
6	June 2018	0.00%	16	-	\$ -
7	July 2018	5.50%	15	(2,724)	\$ (187)
8	August 2018	5.50%	14	248	\$ 16
9	September 2018	5.50%	13	2,771	\$ 165
10	October 2018	5.50%	12	(265,704)	\$ (14,614)
11	November 2018	5.50%	11	(54,822)	\$ (2,764)
12	December 2018	5.75%	10	401,689	\$ 19,248
13	Total			\$ 22,590	\$ (3,224)

(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).

(3) Based on the monthly over/under collection calculations performed during the year, interest was in an under-collected position at 12/31/18 in the amount of \$3,224. PPL Electric is not permitted to accrue interest on under-collections.

**PPL ELECTRIC UTILITIES CORPORATION**  
**EFFECT ON THE OVER/(UNDER) COLLECTION BALANCE - DISTRIBUTION SYSTEM IMPROVEMENT CHARGE("DSIC")**  
Report For The Period January 1, 2018 to December 31, 2018

Line No.	Month	(A) (Refund)/ Recovery (1) (3)	(B) Over/(Under) Balance (2)
1	Balance - December 31, 2017		\$ 47,955
2	January 2018	-	47,955
3	February 2018	-	47,955
4	March 2018	-	47,955
5	April 2018	(17,371)	30,584
6	May 2018	(15,888)	14,696
7	June 2018	(16,120)	(1,424)
8	July 2018	-	(1,424)
9	August 2018	-	(1,424)
10	September 2018	-	(1,424)
11	October 2018	-	(1,424)
12	November 2018	-	(1,424)
13	December 2018	-	(1,424)

(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.

(3) (Refund)/Recovery amounts exclude GRT.

**PPL ELECTRIC UTILITIES CORPORATION**  
**EFFECT ON THE OVER/(UNDER) COLLECTION BALANCE - DISTRIBUTION SYSTEM IMPROVEMENT CHARGE ("DSIC")**  
**Report For The Period January 1, 2018 to December 31, 2018**

Month	(A)		(B)		Recouped Through E Factor	(D)
	Distribution System Improvement Charge Revenues (DSIC)		Distribution System Improvement Charge Revenues (Excl. Gross Receipts Tax) (1)			
January	2018 \$	1,014,150	\$	954,315	\$ -	\$ 954,315
February	2018 \$	983,348	\$	925,331	\$ -	\$ 925,331
March	2018 \$	932,611	\$	877,587	\$ -	\$ 877,587
April	2018 \$	95,549	\$	89,912	\$ (17,371)	\$ 107,283
May	2018 \$	(16,884)	\$	(15,888)	\$ (15,888)	\$ -
June	2018 \$	(17,131)	\$	(16,120)	\$ (16,120)	\$ -
July	2018 \$	(2,895)	\$	(2,724)	\$ -	\$ (2,724)
August	2018 \$	263	\$	248	\$ -	\$ 248
September	2018 \$	2,944	\$	2,771	\$ -	\$ 2,771
October	2018 \$	1,391,085	\$	1,309,011	\$ -	\$ 1,309,011
November	2018 \$	1,664,427	\$	1,566,225	\$ -	\$ 1,566,225
December	2018 \$	426,875	\$	401,689	\$ -	\$ 401,689
		\$	\$	6,092,357	\$ (49,379)	\$ 6,141,736

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

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