



**PHILADELPHIA GAS WORKS**

800 West Montgomery Avenue • Philadelphia, PA 19122

Brandon J. Pierce, Esq.  
Senior Attorney | Legal Department  
Direct Dial: 215-684-6219  
E-mail: [Brandon.Pierce@pgworks.com](mailto:Brandon.Pierce@pgworks.com)

June 6, 2019

**VIA E-FILING**

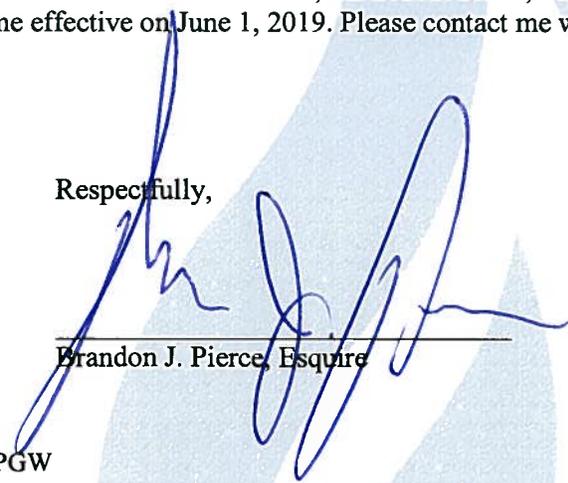
Rosemary Chiavetta, Secretary  
Pennsylvania Public Utility Commission  
Commonwealth Keystone Building  
2<sup>nd</sup> Floor, 1 North  
400 North Street  
Harrisburg, PA 17120

**Re: Pa. PUC v. Philadelphia Gas Works (3<sup>rd</sup> Quarter 2018-2019 GCR Filing)  
Docket No. R-2018-2645938**

Dear Secretary Chiavetta:

On behalf of Philadelphia Gas Works ("PGW"), enclosed please find a revised Tariff Supplement sheet that updates the tariff supplement number for Page 78 of PGW's Gas Service Tariff, Pa. P.U.C. No. 2, Supplement No. 122, which was filed on May 31, 2019, to become effective on June 1, 2019. Please contact me with any questions.

Respectfully,

  
\_\_\_\_\_  
Brandon J. Pierce, Esquire

**Enclosures**

cc: Cert. of Service w/enc  
Raquel Guzman, VP Legal & General Counsel, PGW  
Marissa Boyle ([maboyle@pa.gov](mailto:maboyle@pa.gov))

**CERTIFICATE OF SERVICE**

I hereby certify that this day I served a copy of PGW's Tariff Supplement upon the persons listed below in the manner indicated in accordance with the requirements of 52 Pa. Code Section 1.54.

**VIA FIRST CLASS MAIL and EMAIL**

Christy M. Appleby, Esq.  
Harrison W. Breitman, Esq.  
Office of Consumer Advocate  
5<sup>th</sup> Floor, Forum Place Bldg.  
555 Walnut Street  
Harrisburg, PA 17101-1921  
[cappleby@paoca.org](mailto:cappleby@paoca.org)  
[hbreitman@paoca.org](mailto:hbreitman@paoca.org)

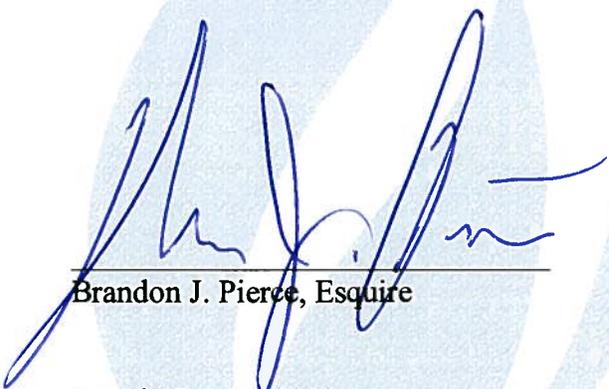
Sharon Webb, Esq.  
Office of Small Business Advocate  
Commerce Building, Suite 202  
300 North 2<sup>nd</sup> Street  
Harrisburg, PA 17101  
[swebb@pa.gov](mailto:swebb@pa.gov)

Gina Miller, Esq.  
Bureau of Investigation & Enforcement  
PA Public Utility Commission  
Commonwealth Keystone Building  
400 North Street, 2nd Floor  
Harrisburg, PA 17120  
[ginmiller@pa.gov](mailto:ginmiller@pa.gov)

Charis Mincavage, Esq.  
Adelou Bakare, Esq.  
Alessandra L. Hylander, Esq.  
McNEES, WALLACE, NURICK  
100 Pine Street  
P.O. Box 1166  
Harrisburg, PA 17108-1166  
[cmincavage@mwn.com](mailto:cmincavage@mwn.com)  
[ABakare@mwn.com](mailto:ABakare@mwn.com)  
[ahylander@mwn.com](mailto:ahylander@mwn.com)

Jerome D. Mierzwa  
Exeter Associates, Inc.  
10480 Little Patuxent Parkway  
Columbia, MD 21044  
[jmierzwa@exeterassociates.com](mailto:jmierzwa@exeterassociates.com)

Robert Knecht  
Industrial Economics, Incorporated  
2067 Massachusetts Ave.  
Cambridge MA 02140  
[rdk@indecon.com](mailto:rdk@indecon.com)



---

Brandon J. Pierce, Esquire

Dated: June 6, 2019

### MERCHANT FUNCTION CHARGE (“MFC”)

The MFC is a volumetric charge, applied to firm sales service customers, which will be included in the Price to Compare. The MFC is based on Gas Cost Rate multiplied by a fixed uncollectible percentage established in the Company’s last general base rate proceeding. The MFC will not be reconciled to reflect actual results. The MFC is intended to make the Company’s Price to Compare more comparable to the gas supply services price offers of other Natural Gas Suppliers that presumably reflect anticipated uncollectible expenses. The following percentages will be applied to the quarterly Gas Cost Rate in order to calculate the quarterly MFC: 3.76% - GS Residential (“GS RES”); 0.62% - GS Commercial (“GS COM”); and 0.39% - GS Industrial (“GS IND”). The current MFC is set forth below in the Price to Compare table.

### GAS PROCUREMENT CHARGE (“GPC”)

The GPC is a volumetric charge, applied to firm sales service customers, which will be included in the Price to Compare. The GPC will remain in effect until reviewed and updated in the Company’s next general base rate proceeding.

Current Gas Procurement Charge = \$0.00400/Ccf

### PRICE TO COMPARE (“PTC”)

The PTC is composed of the Sales Service Charge (“SSC”), Gas Adjustment Charge (“GAC”), the Merchant Function Charge and the Gas Procurement Charge. The PTC will change whenever any of the components of the PTC change. The current PTC is (per Ccf):

	<b>GS RES</b>	<b>GS PH</b>	<b>GS COM</b>	<b>GS IND</b>	<b>MS</b>	<b>PHA</b>	<b>NGVS</b>
<b>SSC</b>	\$0.43501	\$0.43501	\$0.43501	\$0.43501	\$0.43501	\$0.43501	\$0.43501
<b>GAC</b>	(\$0.00737)	(\$0.00737)	(\$0.00737)	(\$0.00737)	(\$0.00737)	(\$0.00737)	(\$0.00737)
<b>MFC</b>	\$0.01606	\$0.00000	\$0.00265	\$0.00167	\$0.00000	\$0.00000	\$0.00000
<b>GPC</b>	\$0.00400	\$0.00400	\$0.00400	\$0.00400	\$0.00400	\$0.00400	\$0.00400
<b>PTC</b>	<u>\$0.44770</u>	<u>\$0.43164</u>	<u>\$0.43429</u>	<u>\$0.43331</u>	<u>\$0.43164</u>	<u>\$0.43164</u>	<u>\$0.43164</u>

(C)

(C) – Change