



Michael Zimmerman
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July 1, 2019

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PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

Via Overnight Delivery

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

**Re: Duquesne Light Company – Default Service Plan VIII Compliance Filing
Docket No. P-2016-2543140
Supplement No. 204 to Tariff Electric – PA. P.U.C. No. 24**

Dear Secretary Chiavetta:

Enclosed please find Supplement No. 204 to Duquesne Light Company's ("Duquesne Light" or the "Company") Tariff No. 24 – Retail Tariff. Supplement No. 204 is filed in compliance with the Public Service Commission's ("Commission") Order issued December 22, 2016, in the above-captioned docket, and has an effective date of September 1, 2019.

Supplement No. 204 would modify default service rates contained in Rider No. 8 for medium commercial and industrial customers. Herein, the Company is providing statements that support the proposed default service rates. Included with this filing are public and **CONFIDENTIAL** versions of the supporting statements. The **CONFIDENTIAL** versions include competitive Request for Proposal results. The Company respectfully requests that the **CONFIDENTIAL** versions be excluded from the public file.

Should you have any questions, please do not hesitate to contact David Ogden, Manager, Rates & Tariff Services, at (412) 393-6343 or dogden@duqlight.com.

Respectfully Submitted,

Michael Zimmerman
Counsel, Regulatory

Enclosure

Cc: Certificate of Service, Non-confidential version

CONFIDENTIAL

ATTACHMENT A

**Duquesne Light Company
Rider No. 8 - Medium C&I Default Service Supply Rate
Proposed Supply Rates Effective September 1, 2019**

Summary of RFP Results

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**CONFIDENTIAL
REDACTION**

ATTACHMENT A

Duquesne Light Company
Rider No. 8 - Medium C&I Default Service Supply Rate
Proposed Supply Rates Effective September 1, 2019

Rate Design for Medium C&I Tariff Rate

1	Wholesale Price		\$39.09 /MWh	Weighted bid price - Att. A, Page 1
2	Line Losses	6.1%		Transmission (0.8%); distribution (5.3%)
3	Price Adjustment for Losses		\$2.38 /MWh	Line 1 * Line 2
4	Price Adjusted for Losses		\$41.47 /MWh	Line 1 + Line 3
5	Outside Services	\$34,183		Outside services to conduct RFPs
6	Forecast POLR Sales (MWh)	127,894		Forecast POLR sales (MWh) September 1, 2019 through November 30, 2019
7	Administrative Adder (per MWh)		\$0.27 /MWh	Line 5 / Line 6
8	Filing Preparation and Approval Process Expense	\$7,009		Updated as part of the Commission rate case order entered on December 20, 2018 at
9	Working Capital for Default Service Supply Expense	\$53,599		Docket No. R-2018-3000124 per page 19, paragraph 44.
10	Total Medium C&I Unbundling Expense	\$60,607		
11	Forecast POLR Sales (MWh)	127,894		Forecast POLR sales (MWh) September 1, 2019 through November 30, 2019
12	Unbundling Rate (per MWh)		\$0.47 /MWh	Line 10 / Line 11
13	E-factor (Over)/Under Collection	\$177,911		
	<u>Reconciliation (August 2018 to January 2019)</u>			
14	(Over)/Under Collection	(\$129,049)		E-factor Balance and prior period (Over)/Under Collection per the
15	Interest on (Over)/Under Collection	(\$6,441)		Company's April 1, 2019 filing at Docket No. M-2019-3009327.
16	Total (Over)/Under Collection	(\$129,490)		Line 14 + Line 15
17	Total E Factor (Over)/Under Reconciliation	\$48,421		Line 13 + Line 16
18	Forecast POLR Sales (MWh)	275,392		Forecast POLR sales (MWh) June 1, 2019 through November 30, 2019
19	E Factor Rate (per MWh)		\$0.18 /MWh	Line 17 / Line 18
20	Adjusted Wholesale Price		\$42.39 /MWh	Line 4 + Line 7 + Line 12 + Line 19
21	PA GRT @ 5.9%		\$2.66 /MWh	Line 20 * (.059/(1-.059))
22	Total Rate (per MWh)		\$45.05 /MWh	Line 20 + Line 21
23	RFP Medium C&I Retail Supply Rate (¢/kWh)		4.5047 /kWh	Line 22 / 10
24	Forecast POLR Sales (kWh)	127,893,860		Forecast POLR sales (kWh) September 1, 2019 through November 30, 2019
25	Projected RFP Revenue	\$5,761,270		Line 24 * (Line 23 / 100)

ATTACHMENT A

**Duquesne Light Company
Rider No. 8 - Medium C&I Default Service Supply Rate
Proposed Supply Rates Effective September 1, 2019**

Summary of Current Tariff Rates and Proposed Tariff Rates

<u>Rate Schedule</u>	<u>Units</u>	<u>Rate</u>	Current Tariff Effective <u>6/1/2019</u>	Proposed Tariff Effective <u>9/1/2019</u>
GM => 25 < 200 kW				
GMH => 25 < 200 kW				
All kWh	kWh	¢/kWh	5.2092	4.5047

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing has been served upon the following persons, in the manner indicated, in accordance with the requirements of 52 Pa. Code § 1.54 (relating to service by a participant).

VIA U.S. MAIL

Bureau of Investigation and Enforcement
Pennsylvania Public Utility Commission
400 North Street, 2nd Floor West
P.O. Box 3265
Harrisburg, PA 17105-3265

Office of Small Business Advocate
Commerce Tower, Suite 202
300 North Second Street
Harrisburg, PA 17101-1923

Office of Consumer Advocate
555 Walnut Street
Forum Place, 5th Floor
Harrisburg, PA 17101-1923

Bureau of Audits
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street, 3rd Floor East
Harrisburg, PA 17120

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Dated: July 1, 2019

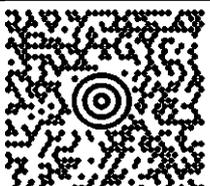
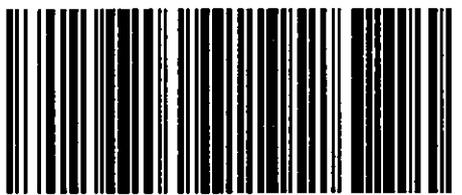
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	PA 171 9-20 	
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BILLING: P/P		
Cost Center: 004 Reference # 2: Michael Zimmerman <small>CS 21.2.09. WNTNV50 12.0A 04/2019</small>		
		

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