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September 19, 2019

Via Hand Delivery

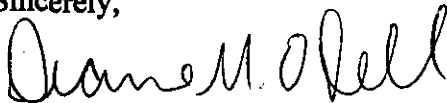
Rosemary Chiavetta, Secretary
PA Public Utility Commission
P.O. Box 3265
Harrisburg, PA 17105-3265

Re: Philadelphia Gas Works ("PGW") October 1, 2019 Quarterly Distribution System Improvement Charge ("DSIC") Filing; Docket No. M-2019-

Dear Secretary Chiavetta:

Enclosed please find the supporting schedules for Philadelphia Gas Works' ("PGW") October 1, 2019 Quarterly DSIC filing. The DSIC rate effective October 1, 2019, remains unchanged from the currently effective tariff rate of 7.29%. Therefore, no tariff supplement is required or enclosed. Please do not hesitate to contact me with any questions.

Sincerely,



Deanne M. O'Dell

DMO/lww
Enclosure

cc: Cert. of Service w/enc.
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**PHILADELPHIA GAS WORKS
OCTOBER 1, 2019 - QUARTERLY FILING
DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC)**

Projected Recoverable Annual Costs (DSI) \$ 30,400,000

2018 Annual Reconciliation (e) \$ 3,839,650 (Page 2)

Total Recoverable Costs (DSI + e) \$ 34,239,650

Projected Annual Revenues (PAR) \$ 469,694,334 (Page 3)

Distribution System Improvement Charge (DSIC) 7.29%

Formula: The formula for calculation of the DSIC is as follows:

$$\text{DSIC} = \frac{\text{DSI} + e}{\text{PAR}}$$

Where:

DSI = Projected recoverable annual costs

e = The amount calculated under the annual reconciliation feature or Commission audit.

PAR = Projected annual revenues for distribution service (including all applicable clauses and riders) including any revenue from existing customers plus netted revenue from any customers which will be gained or lost by the beginning of the applicable service period.

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PHILADELPHIA GAS WORKS
2018 DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC) RECONCILIATION

<u>Month</u>	<u>Total DSIC</u>	<u>DSIC Revenue Billed</u>		<u>DSIC</u>	<u>DSIC Revenue Billed</u>		<u>Interest</u>	<u>Interest</u>	<u>Interest**</u>
	<u>Revenue Billed</u>	<u>Allocated to Over /</u>	<u>Over / (Under)</u>	<u>Recoverable</u>	<u>Allocated to</u>	<u>Over/(Under)</u>			
	<u>(1)</u>	<u>(Under) Collection</u>	<u>Collection Balance</u>	<u>Costs</u>	<u>Recoverable Costs</u>	<u>Collection</u>	<u>Weighting</u>	<u>Rate*</u>	<u>Interest**</u>
		<u>(2)</u>	<u>(3)</u>	<u>(4)</u>	<u>(5 = 1 - 2)</u>	<u>(6 = 5 - 4)</u>	<u>(7)</u>	<u>(8)</u>	<u>(9)</u>
January 18	\$ 8,626,322	\$ 2,489,014	\$ 2,489,014		\$ 6,137,309	\$ 6,137,309	21	5.00%	\$ 537,015
February	\$ 6,118,705	\$ 1,765,473	\$ 4,254,487		\$ 4,353,232	\$ 4,353,232	20	5.00%	\$ 362,769
March	\$ 5,470,211	\$ 1,578,359	\$ 5,832,845		\$ 3,891,853	\$ 3,891,853	19	5.25%	\$ 323,510
2017 Under Collection			\$ (13,419,965)						
April	\$ 4,962,824	\$ 1,604,347	\$ (5,982,773)		\$ 3,358,477	\$ 3,358,477	18	5.50%	\$ 277,074
May	\$ 2,398,664	\$ 775,423	\$ (5,207,350)	\$ 2,303,244	\$ 1,623,241	\$ (680,003)	17	5.50%	\$ (52,984)
June	\$ 1,537,556	\$ 497,050	\$ (4,710,300)	\$ -	\$ 1,040,505	\$ 1,040,505	16	5.50%	\$ 76,304
July	\$ 1,387,764	\$ 448,627	\$ (4,261,673)	\$ -	\$ 939,137	\$ 939,137	15	5.50%	\$ 64,566
August	\$ 1,328,996	\$ 429,629	\$ (3,832,045)	\$ 7,525,299	\$ 899,368	\$ (6,625,931)	14	5.50%	\$ (425,164)
September	\$ 1,379,968	\$ 446,106	\$ (3,385,938)	\$ -	\$ 933,862	\$ 933,862	13	5.50%	\$ 55,643
October	\$ 1,504,122	\$ 485,809	\$ (2,900,129)	\$ -	\$ 1,018,312	\$ 1,018,312	12	5.50%	\$ 56,007
November	\$ 3,064,473	\$ 989,780	\$ (1,910,348)	\$ 9,311,862	\$ 2,074,693	\$ (7,237,169)	11	5.50%	\$ (364,874)
December	\$ 4,740,938	\$ 1,531,254	\$ (379,094)	\$ 13,799,824	\$ 3,209,684	\$ (10,590,140)	10	5.75%	\$ (507,444)
Totals	\$ 42,520,544	\$ 13,040,871		\$ 32,940,228	\$ 29,479,673	\$ (3,460,556)			\$ 402,422

2018 Under Collection \$ **(3,839,650)**

* Maximum Lawful Rate of Interest for Residential Mortgages for the month posted in the Pennsylvania Bulletin

** Interest is not recoverable in net under-collections

**PHILADELPHIA GAS WORKS
OCTOBER 1, 2019 DSIC FILING
Annual Tariff Revenue**

	1st Quarter Filing 12/1/2018			December 1, 2018 PUC Approved Tariff Rates						Amounts in \$000s						
	No. of Customers	No. of Annual Bills	Annual Deliveries (mcf)	Monthly Cust. Charge	OPEB	Univ. Service Charge	Efficiency Cost Recovery Charge	Restructuring & Consumer Education Charge	Delivery Charge	Cust. Charge Revenue	OPEB Revenue	Univ. Service Charge Revenue	Efficiency Cost Recovery Revenue	Restructuring & Consumer Education Revenue	Delivery Charge Revenue	Total Distribution Revenue
1 Non-Heating:																
2 Residential	16,391	196,692	397,965	\$13.75	\$0.3094	\$1.1183	\$0.0301	\$ -	\$6.6967	2,705	123	445	12	0	2,665	5,950
3 Commercial	3,330	39,960	917,165	\$23.40	\$0.3094	\$1.1183	\$0.0411	\$ -	\$4.8651	935	284	1,026	38	0	4,462	6,744
4 Industrial	107	1,287	119,894	\$70.00	\$0.3094	\$1.1183	\$(0.0716)	\$ -	\$4.7698	90	37	134	(9)	0	572	825
5 Municipal/MS	82	984	115,079	\$23.40	\$0.3094	\$1.1183	-	\$ -	\$4.2723	23	36	129	0	0	492	679
6 NGV	3	36	1,616	\$35.00	\$0.3094	\$1.1183	-	\$ -	\$1.2833	1	0	2	0	0	2	6
7 Total Non-Heat Firm	19,913	238,959	1,551,719							3,754	480	1,735	41	0	8,193	14,203
8 Heating:																
10 Residential	450,051	5,400,608	35,192,648	\$13.75	\$0.3094	\$1.1183	\$0.0301	\$ -	\$6.6967	74,258	10,889	39,356	1,059	0	235,675	361,237
11 Commercial	17,853	214,234	6,177,707	\$23.40	\$0.3094	\$1.1183	\$0.0411	\$ -	\$4.8651	5,013	1,911	6,909	254	0	30,055	44,142
12 Industrial	383	4,590	382,033	\$70.00	\$0.3094	\$1.1183	\$(0.0716)	\$ -	\$4.7698	321	118	427	(27)	0	1,822	2,662
13 Municipal/MS	395	4,740	499,310	\$23.40	\$0.3094	\$1.1183	-	\$ -	\$4.2723	111	154	558	0	0	2,133	2,957
14 PHA Rate 8	270	3,240	44,766	\$23.40	\$0.3094	\$1.1183	\$0.0411	\$ -	\$5.0163	76	14	50	2	0	225	366
15 PHA/GS	1,948	23,376	179,196	\$13.75	\$0.3094	\$1.1183	\$0.0301	\$ -	\$5.7105	321	55	200	5	0	1,023	1,606
16 Total Heat Firm	470,899	5,650,788	42,475,660							80,101	13,142	47,501	1,293	0	270,933	412,970
17 Total Heat & Non-Heat Firm	490,812	5,889,747	44,027,380							83,855	13,622	49,236	1,334	0	279,126	427,173
18 Firm Transport																
19 Non-Heating:																
21 Residential	826	9,908	14,128	\$13.75	\$0.3094	\$1.1183	\$0.0301	\$ -	\$6.6967	136	4	16	0	0	95	251
22 Commercial	542	6,504	500,347	\$23.40	\$0.3094	\$1.1183	\$0.0411	\$ -	\$4.8651	152	155	560	21	0	2,434	3,321
23 Industrial	33	399	145,535	\$70.00	\$0.3094	\$1.1183	\$(0.0716)	\$ -	\$4.7698	28	45	163	(10)	0	694	919
24 Municipal/MS	176	2,112	53,645	\$23.40	\$0.3094	\$1.1183	-	\$ -	\$4.2723	49	17	60	0	0	229	355
25 NGV	1	12	1,321	\$35.00	\$0.3094	\$1.1183	-	\$ -	\$1.2833	0	0	1	-	-	-	-
26 Total Non Heat FT	1,578	18,935	714,976							366	221	800	11	0	3,452	4,847
27 Heating:																
29 Residential	11,386	136,629	976,027	\$13.75	\$0.3094	\$1.1183	\$0.0301	\$ -	\$6.6967	1,879	302	1,091	29	0	6,536	9,838
30 Commercial	2,389	28,666	3,280,305	\$23.40	\$0.3094	\$1.1183	\$0.0411	\$ -	\$4.8651	671	1,015	3,668	135	0	15,959	21,448
31 Industrial	82	978	302,453	\$70.00	\$0.3094	\$1.1183	\$(0.0716)	\$ -	\$4.7698	68	94	338	(22)	0	1,443	1,921
32 Municipal/MS	199	2,388	295,466	\$23.40	\$0.3094	\$1.1183	-	\$ -	\$4.2723	56	91	330	0	0	1,262	1,740
33 PHA	821	9,852	402,213	\$13.75	\$0.3094	\$1.1183	-	\$ -	\$5.0163	135	124	450	0	0	2,018	2,727
34 Total Heat FT	14,876	178,513	5,256,463							2,809	1,626	5,878	143	0	27,218	37,674
35 Total FT	16,454	197,448	5,971,439							3,175	1,848	6,678	153	0	30,670	42,522
36																
37 Total PGW	507,266	6,087,195	49,998,819							87,030	15,470	55,914	1,487	0	309,796	469,694

**PHILADELPHIA GAS WORKS
DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC)
2019 REVENUE & RECOVERABLE COSTS - YTD**

<u>Month</u>		<u>Total DSIC Revenue Billed</u>	<u>DSIC Recoverable Costs</u>
January 2019	Actual	\$ 5,579,424	\$ -
February	Actual	\$ 5,883,125	\$ -
March	Actual	\$ 5,076,106	\$ -
April	Actual	\$ 3,092,647	\$ -
May	Actual	\$ 1,733,600	\$ 6,799,028
June	Actual	\$ 1,345,921	\$ -
July	Actual	\$ 1,162,005	\$ -
August	Actual	\$ 1,078,232	\$ 8,922,223

**PHILADELPHIA GAS WORKS
OCTOBER 1, 2019 - QUARTERLY FILING
DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC)**

RECOVERABLE COSTS - 6/1/19 to 8/31/19

FERC Account #	PGW Project #	Location	Type	Costs			
				Jun-19	Jul-19	Aug-19	Total
376	411570	900 S. 8th, 700 Salter, 700 Montrose, 700 Carpenter, 900 Beulah, 900 S. 7th	8" (LP / IP)			\$ 1,173,764	\$ 1,173,764
376	411568	63rd Market to Haverford Callowhill Gross to Felton	8" (LP / IP), 12" LP			\$ 1,430,767	\$ 1,430,767
376	411522	63rd Market to Haverford Callowhill Gross to Felton (Lining)	16" HP			\$ 1,387,712	\$ 1,387,712
376	411401	6100-6200 Lansdowne, 1500 Felton, 1400-1500 N. 62nd, 1500 N. 61st, 1400-1500 Robinson, 6100-6200 Media, 1400 Hirst, 6100-6200 Master	8" (LP / IP)			\$ 667,567	\$ 667,567
376	411696 (Supplemental to 411401)	6100-6200 Lansdowne, 1500 Felton, 1400-1500 N. 62nd, 1500 N. 61st, 1400-1500 Robinson, 6100-6200 Media, 1400 Hirst, 6100-6200 Master (Supplemental)	8" (LP / IP)			\$ 933,707	\$ 933,707
376	411603	700-800 E Upsal St	12" HP			\$ 301,677	\$ 301,677
376	411538	1900-2200 Bryn Mawr Ave 5000-5100 Diamond St	8" (LP / IP), 12" HP			\$ 854,145	\$ 854,145
376	411463	2000 Spruce St, 2000 Waverly St	8" (LP / IP), 12" LP			\$ 443,177	\$ 443,177
376	411542	200 E Washington, 6300 Morton St, 6300 Gardenia St, 6300 Carnation St	8" (LP / IP), 12" LP			\$ 894,035	\$ 894,035
377	411521	3rd Olney to 65th Cheltenham 3rd to 5th 3. 65th 3rd to Walnut Park	12" HP			\$ 2,055,014	\$ 2,055,014
376*	411432	2100 S 23rd, 2200 Cantrell, 2200 Winton, 2100-2300 S 22nd, 2100 Wolf, 2200-2300 Croskey, 2200-2300 Hemberger, 2300 Jackson, 2200 S 24th	8" (LP / IP)			\$ (89,318)	\$ (89,318)
376*	411412	3600-3700 N. 2nd - Lining Project	20" HP			\$ (54,560)	\$ (54,560)
376*	411427	2800 S 63rd, 6000-6200 Lindbergh Blvd	20" HP			\$ (964,347)	\$ (964,347)
376*	411426	2800-2900 Chatham St, 2900 Gaul St, 2800-2900 Belgrade St, 2400-2600 Cambria St, 2500 Monmouth St	8" (LP / IP)			\$ (10,766)	\$ (10,766)
376*	411433	1300-1400 E. Montgomery, 600 Gaul, 600 Miller	8" (LP / IP)			\$ (100,351)	\$ (100,351)
* Adjustment To Project From 2018							
Recoverable Costs (DSIC)				\$ -	\$ -	\$ 8,922,223	\$ 8,922,223

CERTIFICATE OF SERVICE

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

Via Email and/or First Class Mail

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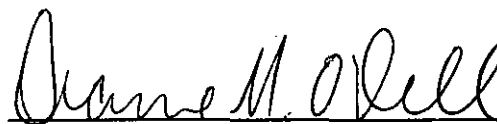
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Deanne M. O'Dell, Esq.