



Michael Zimmerman
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December 1, 2020

Via Electronic Filing

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

**Re: Duquesne Light Company – Refiled Annual Reconciliation of Rider No. 5
Universal Service Charge**

Dear Secretary Chiavetta:

On November 30, 2020, Duquesne Light Company (“Duquesne Light” or “Company”) filed its Rider No. 5 – Universal Service Charge Rider reconciliation statement for the period November 1, 2019 through October 31, 2020. In addition to the reconciliation statement, that filing also erroneously included tariff leaves and rate calculations that were intended for a separate filing, which is being filed today under a separate cover. Therefore, the Company is refileing its enclosed reconciliation statement.

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

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Michael Zimmerman".

Michael Zimmerman

Enclosures

Cc: Certificate of Service

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):

ELECTRONIC MAIL

Bureau of Investigation & Enforcement
Richard Kanaskie
Commonwealth Keystone Building
400 North Street, 2nd Floor West
PO Box 3265
Harrisburg, PA 17105-3265
rkanaskie@pa.gov

Office of Small Business Advocate
John Evans
555 Walnut Street, 1st Floor
Harrisburg, PA 17101
jorevan@pa.gov

Office of Consumer Advocate
Tanya McCloskey
555 Walnut Street
Forum Place, 5th Floor
Harrisburg, PA 17101-1923
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Michael Zimmerman
Duquesne Light Company
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Pittsburgh, PA 15219
Phone: 412-393-6268
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Dated: December 1, 2020

EXHIBIT 1

Duquesne Light Company
Rider No. 5 - Universal Service Charge
Proposed Charge Effective January 1, 2021

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2019 through October 31, 2020

	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20	Total
1 Net Surcharge Revenue, Incl. GRT	\$2,302,602	\$2,667,638	\$2,835,717	\$2,875,309	\$2,602,574	\$2,383,982	\$2,718,755	\$3,440,612	\$5,338,455	\$4,256,402	\$2,847,602	\$2,346,235	\$36,615,882
2 E-Factor Revenue, Incl. GRT	\$279,783	\$322,800	\$80,865	\$73,145	\$69,978	\$63,819	\$73,240	\$94,598	\$141,970	\$114,569	\$76,635	\$62,696	\$1,454,098
3 Universal Service Charge Related Revenue	\$2,582,385	\$2,990,438	\$2,916,582	\$2,948,453	\$2,672,552	\$2,447,801	\$2,791,995	\$3,535,210	\$5,480,424	\$4,370,971	\$2,924,237	\$2,408,931	\$38,069,980
4 Universal Service Charge Related Revenue	\$2,582,385	\$2,990,438	\$2,916,582	\$2,948,453	\$2,672,552	\$2,447,801	\$2,791,995	\$3,535,210	\$5,480,424	\$4,370,971	\$2,924,237	\$2,408,931	\$38,069,980
5 Less PA Gross Receipts Tax	\$152,361	\$176,436	\$172,078	\$173,959	\$157,681	\$144,420	\$164,728	\$208,577	\$323,345	\$257,887	\$172,530	\$142,127	\$2,246,129
6 Universal Service Charge Related Revenue	\$2,430,024	\$2,814,002	\$2,744,504	\$2,774,495	\$2,514,871	\$2,303,380	\$2,627,267	\$3,326,632	\$5,157,079	\$4,113,084	\$2,751,707	\$2,266,804	\$35,823,851
7 Expense	\$3,004,286	\$1,992,390	\$2,551,054	\$2,373,509	\$2,721,108	\$4,851,137	\$2,427,761	\$2,570,148	\$2,804,823	\$2,563,845	\$2,603,110	\$2,543,834	\$33,007,004
8 CAP Discount Credit	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
9 Adjusted Expense	\$3,004,286	\$1,992,390	\$2,551,054	\$2,373,509	\$2,721,108	\$4,851,137	\$2,427,761	\$2,570,148	\$2,804,823	\$2,563,845	\$2,603,110	\$2,543,834	\$33,007,004
10 Over/(Under) Collection	(\$574,261)	\$821,612	\$193,450	\$400,986	(\$206,236)	(\$2,547,757)	\$199,506	\$756,484	\$2,352,257	\$1,549,239	\$148,597	(\$277,029)	\$2,816,847
11 Interest	(\$57,426)	\$78,053	\$17,410	\$34,084	(\$16,499)	(\$191,082)	\$13,965	\$49,171	\$141,135	\$85,208	\$7,430	(\$12,466)	\$148,985
12 Total Over/(Under) Collection	(\$631,688)	\$899,665	\$210,860	\$435,070	(\$222,735)	(\$2,738,838)	\$213,471	\$805,656	\$2,493,392	\$1,634,447	\$156,027	(\$289,496)	\$2,965,831

EXHIBIT 1

Duquesne Light Company
Rider No. 5 - Universal Service Charge
Proposed Charge Effective January 1, 2021

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2019 through October 31, 2020

Rate Class	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20	Total
A. Actual Surcharge Revenue by Month, Incl. GRT													
1 RS	\$1,992,453	\$2,281,483	\$2,394,164	\$2,423,627	\$2,264,652	\$2,109,912	\$2,469,465	\$3,200,002	\$5,021,826	\$3,966,960	\$2,634,139	\$2,120,248	\$32,878,930
2 RH	\$275,188	\$336,477	\$388,906	\$396,604	\$291,120	\$232,932	\$206,090	\$194,387	\$248,636	\$233,298	\$172,827	\$188,170	\$3,164,635
3 RA	\$34,961	\$49,678	\$52,647	\$55,078	\$46,802	\$41,138	\$43,199	\$46,223	\$67,992	\$56,145	\$40,636	\$37,817	\$572,317
4 Total	\$2,302,602	\$2,667,638	\$2,835,717	\$2,875,309	\$2,602,574	\$2,383,982	\$2,718,755	\$3,440,612	\$5,338,455	\$4,256,402	\$2,847,602	\$2,346,235	\$36,615,882
B. Actual Surcharge Revenue by Month, Excl. GRT													
5 RS	\$1,874,898	\$2,146,875	\$2,252,908	\$2,280,633	\$2,131,038	\$1,985,427	\$2,323,767	\$3,011,201	\$4,725,538	\$3,732,909	\$2,478,725	\$1,995,153	\$30,939,074
6 RH	\$258,952	\$316,625	\$365,960	\$373,204	\$273,944	\$219,189	\$193,931	\$182,918	\$233,967	\$219,533	\$162,630	\$177,068	\$2,977,921
7 RA	\$32,899	\$46,747	\$49,541	\$51,829	\$44,041	\$38,710	\$40,650	\$43,496	\$63,981	\$52,832	\$38,238	\$35,586	\$538,550
8 Total	\$2,166,748	\$2,510,247	\$2,668,410	\$2,705,666	\$2,449,022	\$2,243,327	\$2,558,348	\$3,237,616	\$5,023,486	\$4,005,274	\$2,679,594	\$2,207,807	\$34,455,545

EXHIBIT 1

**Duquesne Light Company
Rider No. 5 - Universal Service Charge
Proposed Charge Effective January 1, 2021**

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2019 through October 31, 2020

	<u>Rate Class</u>	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Total</u>
A. Actual Non-CAP kWh by Month														
1	RS	241,295,226	276,175,856	262,356,927	237,209,441	234,152,506	217,066,066	256,056,696	338,554,025	512,554,978	411,592,336	272,722,935	217,758,852	3,477,495,844
2	RH	33,378,152	40,679,002	42,856,909	38,726,571	30,158,497	24,138,947	21,283,271	20,307,431	26,544,527	23,220,174	17,819,613	19,502,343	338,615,437
3	RA	5,109,906	5,945,303	5,804,842	5,389,010	4,834,483	4,252,763	4,354,016	4,976,655	6,937,687	5,838,863	4,207,790	3,878,015	61,529,333
4	B. E-Factor Rate (1) Cents per kWh, Inc. GRT	0.100	0.100	0.026	0.026	0.026	0.026	0.026	0.026	0.026	0.026	0.026	0.026	
C. E-Factor Revenue, Incl. GRT														
5	RS	\$241,295	\$276,176	\$68,213	\$61,674	\$60,880	\$56,437	\$66,575	\$88,024	\$133,264	\$107,014	\$70,908	\$56,617	\$1,287,078
6	RH	\$33,378	\$40,679	\$11,143	\$10,069	\$7,841	\$6,276	\$5,534	\$5,280	\$6,902	\$6,037	\$4,633	\$5,071	\$142,842
7	RA	\$5,110	\$5,945	\$1,509	\$1,401	\$1,257	\$1,106	\$1,132	\$1,294	\$1,804	\$1,518	\$1,094	\$1,008	\$24,178
8	Total	\$279,783	\$322,800	\$80,865	\$73,145	\$69,978	\$63,819	\$73,240	\$94,598	\$141,970	\$114,569	\$76,635	\$62,696	\$1,454,098
D. E-Factor Revenue, Excl. GRT														
9	RS	\$227,059	\$259,881	\$64,188	\$58,036	\$57,288	\$53,107	\$62,647	\$82,831	\$125,402	\$100,700	\$66,724	\$53,277	\$1,211,140
10	RH	\$31,409	\$38,279	\$10,485	\$9,475	\$7,379	\$5,906	\$5,207	\$4,968	\$6,494	\$5,681	\$4,360	\$4,771	\$134,415
11	RA	\$4,808	\$5,595	\$1,420	\$1,318	\$1,183	\$1,040	\$1,065	\$1,218	\$1,697	\$1,429	\$1,029	\$949	\$22,752
12	Total	\$263,276	\$303,755	\$76,094	\$68,829	\$65,849	\$60,054	\$68,919	\$89,017	\$133,593	\$107,810	\$72,114	\$58,997	\$1,368,307

1/ Per November 30, 2018 submittal at Docket No. M-2018-3006254 and December 2, 2019 submittal at Docket No. M-2019-3014722.

EXHIBIT 1

Duquesne Light Company
Rider No. 5 - Universal Service Charge
Proposed Charge Effective January 1, 2021

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2019 through October 31, 2020

	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20	Total
1 CAP Revenue Deficiency	\$1,713,791	\$4,562,019	\$1,888,945	\$1,741,915	\$1,976,316	\$1,282,592	\$1,887,899	\$2,003,276	\$1,856,200	\$2,021,913	\$1,939,398	\$2,399,508	\$25,273,773
2 CAP Frozen Arrearage (5)	\$488,732	(\$2,397,714)	\$320,763	\$329,098	\$339,820	\$3,102,765	\$416,611	\$384,434	\$397,631	\$291,150	\$314,355	\$234,861	\$4,222,506
3 CAP Administrative Costs	\$672,185	(\$295,879)	\$123,960	\$175,699	\$292,824	\$156,107	\$0	\$148,509	\$413,749	\$151,828	\$178,739	(\$171,724)	\$1,845,997
4 Smart Comfort	\$118,328	\$112,715	\$206,136	\$115,547	\$100,898	\$207,805	\$112,001	\$22,678	\$125,993	\$87,705	\$94,273	\$69,938	\$1,374,016
5 CARES	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$11,250	\$135,000
6 Hardship Funds (4)	\$0	\$0	\$0	\$0	\$0	\$90,618	\$0	\$0	\$0	\$0	\$65,095	\$0	\$155,713
7 Total Expenses	\$3,004,286	\$1,992,390	\$2,551,054	\$2,373,509	\$2,721,108	\$4,851,137	\$2,427,761	\$2,570,148	\$2,804,823	\$2,563,845	\$2,603,110	\$2,543,834	\$33,007,004
8 CAP Customers	36,223	35,804	35,545	35,644	35,741	36,023	36,494	36,764	36,948	36,392	36,086	35,404	
9 Monthly Enrollment Level (1)	39,088	39,088	39,088	39,088	39,088	39,088	39,088	39,088	39,088	39,088	39,088	39,088	
10 CAP Customers>Enrollment	0	0	0	0	0	0	0	0	0	0	0	0	
11 Average CAP Deficiency/CAP Customer (2)	\$47.31	\$127.42	\$53.14	\$48.87	\$55.30	\$35.60	\$51.73	\$54.49	\$50.24	\$55.56	\$53.74	\$67.78	
12 Average Frozen Arrearage/CAP Customer (2)	\$13.49	(\$66.97)	\$9.02	\$9.23	\$9.51	\$86.13	\$11.42	\$10.46	\$10.76	\$8.00	\$8.71	\$6.63	
13 Deficiency and Arrearage Combined	\$60.80	\$60.45	\$62.17	\$58.10	\$64.80	\$121.74	\$63.15	\$64.95	\$61.00	\$63.56	\$62.46	\$74.41	
14 Bad Debt Offset (3)	10.43%	10.43%	10.43%	10.43%	10.43%	10.43%	10.43%	10.43%	10.43%	10.43%	10.43%	10.43%	
15 CAP Discount Credit (line 10 * line13 * line 14)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
16 Total Adjusted Expenses (line 7 - line 15)	\$3,004,286	\$1,992,390	\$2,551,054	\$2,373,509	\$2,721,108	\$4,851,137	\$2,427,761	\$2,570,148	\$2,804,823	\$2,563,845	\$2,603,110	\$2,543,834	\$33,007,004

1/ Per Tariff No. 25, Rider 5, Universal Service Charge, page 94 and at Docket No. R-2019-3013287. In accordance with the Company's approved distribution rate case at Docket No. R-2018-3000124, effective 12/29/2018, the CAP participation level has been reset per the provisions of Rider No. 5

2/ Average amount per CAP customer per month.

3/ Per Company Tariff No. 25, Rider 5, Universal Service Charge, page 94 and at Docket No. R-2019-3013287.

4/ Due to COVID-19, the Company temporarily amended its USECP to expand the number of qualifying customers, therefore resulting in additional administrative costs associated with the Hardship Fund. See Docket No. M-2016-2534323, Secretarial Letter entered April 17, 2020.

5/ In December 2019, the Company inadvertently booked a CAP revenue deficiency accrual to its CAP frozen arrearages account, and not through the CAP revenue deficiency account. The manual accrual was reversed in April 2020 and the actual data was applied to the proper account via the billing system.

EXHIBIT 1

Duquesne Light Company
Rider No. 5 - Universal Service Charge
Proposed Charge Effective January 1, 2021

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2019 through October 31, 2020

	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Total</u>
1 Net Surcharge Revenue, Excl. GRT	\$2,166,748	\$2,510,247	\$2,668,410	\$2,705,666	\$2,449,022	\$2,243,327	\$2,558,348	\$3,237,616	\$5,023,486	\$4,005,274	\$2,679,594	\$2,207,807	\$34,455,545
2 E-Factor Revenue, Excl. GRT	\$263,276	\$303,755	\$76,094	\$68,829	\$65,849	\$60,054	\$68,919	\$89,017	\$133,593	\$107,810	\$72,114	\$58,997	\$1,368,307
3 Universal Service Charge Related Revenue, Excl. GRT	\$2,430,024	\$2,814,002	\$2,744,504	\$2,774,495	\$2,514,871	\$2,303,380	\$2,627,267	\$3,326,632	\$5,157,079	\$4,113,084	\$2,751,707	\$2,266,804	\$35,823,851
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5 Over/(Under) Collection	(\$574,261)	\$821,612	\$193,450	\$400,986	(\$206,236)	(\$2,547,757)	\$199,506	\$756,484	\$2,352,257	\$1,549,239	\$148,597	(\$277,029)	\$2,816,847
6 Interest Rate	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	
7 Interest Weight	20/12	19/12	18/12	17/12	16/12	15/12	14/12	13/12	12/12	11/12	10/12	9/12	
8 Interest	(\$57,426)	\$78,053	\$17,410	\$34,084	(\$16,499)	(\$191,082)	\$13,965	\$49,171	\$141,135	\$85,208	\$7,430	(\$12,466)	\$148,985