



**Michael Zimmerman**  
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December 18, 2020

**Via Electronic Filing**

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

**Re: Duquesne Light Company – Rider No. 10 State Tax Adjustment Surcharge  
Supplement No. 19 to Tariff Electric – PA. P.U.C. No. 25**

Dear Secretary Chiavetta:

Enclosed for filing, please find an original copy of Supplement No. 19 to Duquesne Light Company's ("Company") Tariff-Electric, PA. P.U.C. No. 25, and supporting documentation, which amends Rider No. 10 – State Tax Adjustment Surcharge, to become effective January 1, 2021.

Pursuant to Commission Order issued December 1, 2006, at Docket No. R-00061346, the Company's State Tax Adjustment Surcharge has two parts: Part 1 applies to the distribution component of customers' bills, and Part 2 to all components of the bills. Herein, the Company proposes new tax surcharge rates of -0.0080% for Part 1, and 0.00% for Part 2, to be effective January 1, 2021.

Should you have any questions, please feel free to contact me or David Ogden, Manager of Rates and Tariff Services, at 412-393-6343.

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Michael Zimmerman", is written over a light blue circular stamp.

Michael Zimmerman  
Senior Counsel, Regulatory

Cc: Enclosures  
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, 2<sup>nd</sup> Floor West  
PO Box 3265  
Harrisburg, PA 17105-3265  
[rkanaskie@pa.gov](mailto:rkanaskie@pa.gov)

Office of Small Business Advocate  
John Evans  
555 Walnut Street, 1<sup>st</sup> Floor  
Harrisburg, PA 17101  
[jorevan@pa.gov](mailto:jorevan@pa.gov)

Office of Consumer Advocate  
Tanya McCloskey  
555 Walnut Street  
Forum Place, 5<sup>th</sup> Floor  
Harrisburg, PA 17101-1923  
[TMcCloskey@paoca.org](mailto:TMcCloskey@paoca.org)



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Dated: December 18, 2020



# SCHEDULE OF RATES

For Electric Service in Allegheny and Beaver Counties

(For List of Communities Served, see Pages No. 4 and 5)

Issued By

**DUQUESNE LIGHT COMPANY**

411 Seventh Avenue  
Pittsburgh, PA 15219

**Steven E. Malnight**  
President and Chief Executive Officer

ISSUED: December 18, 2020

EFFECTIVE: January 1, 2021

Issued in compliance with Section B-1 of the  
Pennsylvania Public Utility Commission Order of March 10, 1970.

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## NOTICE

**THIS TARIFF SUPPLEMENT DECREASES A RATE WITHIN AN EXISTING RIDER**

**See Page Two**

LIST OF MODIFICATIONS MADE BY THIS TARIFF

DECREASE

**Rider No. 10 – State Tax Adjustment**

**Second Revised Page No. 112  
Cancelling First Revised Page No. 112**

In compliance with Section B-1 of the Pennsylvania Public Utility Commission Order of March 10, 1970, the State Tax Adjustment (STAS) has been recalculated as follows:

Part 1 of the Surcharge has decreased from 0.0056% to (0.0080%).

Part 2 of the Surcharge remains at 0.0000%.

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**STANDARD CONTRACT RIDERS - (Continued)****RIDER NO. 10 - STATE TAX ADJUSTMENT****(Applicable to All Rates)**

In addition to the charges provided in this Tariff, a two-part surcharge will apply to all bills rendered by the Company, pursuant to the Pennsylvania Public Utility Commission authorization of March 10, 1970, to compensate the Company for new and increased taxes imposed by the General Assembly.

Part 1 of the surcharge, at a rate of (0.0080%) will include Capital Stock Tax, Corporate Net Income Tax, and Public Utility Realty Tax, which will be applied to the distribution charges of customer bills. **(D)**

Part 2 of the surcharge, at a rate of 0.0000% will include Gross Receipts Tax and will be applied to all portions of customer bills.

The Company will recompute the surcharge using the elements prescribed by the Commission's March 10, 1970, authorization:

1. Whenever any of the tax rates used in computing the surcharge is changed, in which case the recomputation shall take into account the changed tax rate.
2. Whenever the Company makes effective increased or decreased rates (other than net energy clause), in which case the recomputation shall take into account the adjustments prescribed by the Commission's March 10, 1970, authorization.
3. On December 22, and each year thereafter.

Every recomputation made pursuant to the above paragraph shall be submitted to the Commission within ten (10) days after the occurrence of the event or date which occasions such recomputation: and if the recomputed surcharge is less than the one then in effect the Company will, and if the recomputed surcharge is more than the one then in effect the Company may, accompany such recomputation with a Tariff or supplement to reflect such recomputed surcharge, the effective date of which, shall be ten (10) days after filing.

**DUQUESNE LIGHT COMPANY**  
**State Tax Adjustment Surcharge Computation**

**Application Period: January 1, 2021 - December 31, 2021**

(Summary of Revenue Requirements Submitted in Compliance with Pennsylvania Public Utility Commission Order Dated March 10, 1970 Re: State Tax Adjustment Procedure and Order dated December 16, 1999 at R-00994930)

**Part I - Applicable to Distribution Charges on Customer Bills**

**1 Capital Stock and Franchise Tax**

Duquesne Light PA Corporate Tax Report	2019	\$1,275,256,663	
	Current Tax Millage Rate	0.00	
	Millage Recovery in Base Rates (1)	<u>0.00</u>	0.00

(1) Millage rate used in Company's March 28, 2018 rate case filing docket No. R-2018-3000124.

Increase in Capital Stock and Franchise Tax Liability \$0

**2 Public Utility Realty Tax**

Taxable Value of T&D Property	2019	28,331,016	
	Current Tax Millage Rate	28.6091	
	Millage Recovery in Base Rates (1)	<u>30.5763</u>	
		(1.9672)	
Decrease in PURTA Liability			(55,733)

**3 Reconciliation of Prior Period STAS**

Over-refund of Prior Period STAS (See page 3) 9,672

**4 Total of Above Items** **(46,061)**

**5 Gross-up for GRT** **Line 4 / 0.9410** **(48,949)**

**6 Projected Distribution Revenues for Application Period** **613,866,984**

**7 Part I STAS Rate (Line 5 / 6)** **-0.0080%**

**DUQUESNE LIGHT COMPANY**

**State Tax Adjustment Surcharge Computation**

**Application Period: January 1, 2021 - December 31, 2021**

(Summary of Revenue Requirements Submitted in Compliance with Pennsylvania Public Utility Commission Order Dated March 10, 1970 Re: State Tax Adjustment Procedure and Order dated December 16, 1999 at R-00994930)

**Part II - Applicable to All Charges on Customer Bills**

**1 Gross Receipts Tax Adjustment for PURTA Surcharge**

2021 Surcharge Millage Rate	0.00	
Projected total revenues	\$879,673,712	
Increase in Gross Receipts Tax Liability		\$0
<b>4 Total of Above Items</b>		<b>0</b>
<b>5 Gross-up for GRT</b>	Line 4 / 0.9410	<b>0</b>
<b>6 Projected Total Revenues for Application Period</b>		<b>\$879,673,712</b>
<b>7 Part II STAS Rate (Line 5 / 6)</b>		<b><u>0.0000%</u></b>

**DUQUESNE LIGHT COMPANY**  
**State Tax Adjustment Surcharge Computation**  
**Application Period: January 1, 2021 - December 31, 2021**

(Summary of Revenue Requirements Submitted in Compliance with Pennsylvania Public Utility Commission Order Dated March 10, 1970 Re: State Tax Adjustment Procedure and Order dated December 16, 1999 at R-00994930)

**Reconciliation of STAS Rider 01/01/2020 through 12/31/2020**

**1 Capital Stock and Franchise Tax**

2018	\$1,153,940,670		
	2020 Tax Expense @	0.000% =	\$0
	Millage Recovery in Base Rates (1)	0.000% =	<u>0</u>

(1) Millage rate used in Company's March 28, 2018 rate case filing docket No. R-2018-3000124.

Amount to be Refunded through STAS 0

Amount Refunded through STAS 0

Over/(Under) Refund \$0

**2 PURTA Tax**

PURTA Assessment to be collected through STAS (10,418)

Amount Collected through STAS (7,255)

(Over)/Under Collection (3,163)

**3 Prior Period Reconciliation**

Prior period reconciliation to be collected through STAS 42,275

Amount Collected through STAS 29,440

(Over)/Under Collection 12,835

**4 Total Over/(Under) Refund of STAS 1/01/2020 through 12/31/2020 \$9,672**