



Michael Zimmerman
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January 29, 2021

VIA ELECTRONIC FILING

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

Re: Duquesne Light Company's Annual Reconciliation Statement – January 1, 2020 through December 31, 2020, for Rider No. 22 – Distribution System Improvement Charge
Docket No. M-2021-_____

Dear Secretary Chiavetta:

Enclosed for filing is Duquesne Light Company's Reconciliation of Revenue and Expenses for the period of January 1, 2020 through December 31, 2020, for Tariff-Electric, PA. P.U.C. No. 25, Rider No. 22 – Distribution System Improvement Charge.

Should you have any questions, please do not hesitate to contact me or David Ogden, Manager of Rate & 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
Senior Counsel, Regulatory

Enclosure
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
TMcCloskey@paoca.org



Michael Zimmerman
Duquesne Light Company
411 Seventh Avenue, 15-7
Pittsburgh, PA 15219
Phone: 412-393-6268
Email: mzimmerman@duqlight.com

Dated: January 29, 2021

**BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

Petition of Duquesne Light Company for :
Approval of a Distribution System : Docket No. P-2016-2540046
Improvement Charge :

VERIFICATION

I, Scott Ward, hereby state that the personnel performing DSIC-eligible work are qualified and that any DSIC-eligible work that is performed by independent contractors is properly inspected by utility employees, in compliance with 66 Pa. C.S. § 1359.

The facts set forth above are true and correct to the best of my knowledge, information and belief, and I expect to be able to prove the same at a hearing held in this matter. I understand that the statements herein are made subject to the penalties of 18 Pa. C.S. § 4904 (relating to unsworn falsification to authorities).

Scott R. Ward

Scott R. Ward

Dated: January 29, 2021

Exhibit 1

Duquesne Light Company
Rider 22 - Distribution System Improvement Charge
Annual Reconciliation - January 1, 2020 through December 31, 2020

Summary of Reconciliation Period

1	Surcharge Revenue, Inc. GRT	\$9,138,944	Exh. 1, Page 2
2	Surcharge Revenue, Excl. GRT		\$8,599,746 Line 1 * 0.941
3	E-Factor Revenue, Inc. GRT	\$423,111	Exh. Page 4
4	E-Factor Revenue, Excl. GRT		\$398,147 Line 3 * 0.941
5	Net DSIC Related Revenue, Excl. GRT		\$8,201,599 Line 2 - Line 4
6	Filed Current (DSIC) Revenue Requirement - Excl. GRT		\$7,874,838 Exh. 1, Page 2
7	Reconciliation Period (Over)/Under Collection		(\$326,761) Line 6 - Line 5
8	Interest on (Over)/Under Collection		(\$16,691) Exhibit 1, Page 5
9	Total Reconciliation Period (Over)/Under Collection		(\$343,452) Line 7 + Line 8

Exhibit 1

Duquesne Light Company
Rider 22 - Distribution System Improvement Charge
Annual Reconciliation - January 1, 2020 through December 31, 2020

Summary of Revenue for the Reconciliation Period - January 2020 through December 2020

	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Total
1 Net Surcharge Revenue, Incl. GRT	\$221,625	\$256,947	\$202,507	\$550,576	\$642,683	\$741,438	\$1,084,220	\$945,477	\$764,832	\$1,182,269	\$1,188,048	\$1,358,322	\$9,138,944
2 Less E-Factor Revenue, Incl. GRT	\$0	\$0	\$0	\$42,574	\$45,555	\$52,968	\$55,204	\$48,181	\$38,946	\$44,243	\$44,463	\$50,975	\$423,111
3 DSIC Related Revenue	\$221,625	\$256,947	\$202,507	\$508,002	\$597,128	\$688,470	\$1,029,015	\$897,296	\$725,886	\$1,138,026	\$1,143,585	\$1,307,347	\$8,715,833
4 DSIC Related Revenue	\$221,625	\$256,947	\$202,507	\$508,002	\$597,128	\$688,470	\$1,029,015	\$897,296	\$725,886	\$1,138,026	\$1,143,585	\$1,307,347	\$8,715,833
5 Less PA Gross Receipts Tax	\$13,076	\$15,160	\$11,948	\$29,972	\$35,231	\$40,620	\$60,712	\$52,940	\$42,827	\$67,144	\$67,472	\$77,133	\$514,234
6 Net DSIC Related Revenue	\$208,549	\$241,787	\$190,559	\$478,030	\$561,898	\$647,850	\$968,303	\$844,355	\$683,059	\$1,070,882	\$1,076,113	\$1,230,214	\$8,201,599
7 Filed Current (DSIC) Revenue Requirement - Excl. GRT	\$208,973	\$190,181	\$192,022	\$462,246	\$516,727	\$580,295	\$865,946	\$810,813	\$670,867	\$1,075,820	\$1,080,762	\$1,220,187	\$7,874,838
8 (Over)/Under Collection	\$424	(\$51,606)	\$1,463	(\$15,784)	(\$45,171)	(\$67,555)	(\$102,358)	(\$33,542)	(\$12,191)	\$4,937	\$4,649	(\$10,027)	(\$326,761)
9 Interest	\$33	(\$3,870)	\$104	(\$1,006)	(\$2,400)	(\$3,153)	(\$4,478)	(\$1,467)	(\$462)	\$173	\$149	(\$313)	(\$16,691)
10 Total (Over)/Under Collection	\$457	(\$55,476)	\$1,567	(\$16,790)	(\$47,570)	(\$70,708)	(\$106,836)	(\$35,010)	(\$12,654)	\$5,110	\$4,798	(\$10,340)	(\$343,452)

Exhibit 1

Duquesne Light Company
Rider 22 - Distribution System Improvement Charge
Annual Reconciliation - January 1, 2020 through December 31, 2020

Revenue Requirement and Actual Revenues

	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Total
1 Filed Distribution Revenue, including GRT	\$51,645,395	\$47,001,216	\$47,456,280	\$41,985,329	\$46,933,782	\$52,707,582	\$61,761,063	\$57,828,872	\$47,847,657	\$44,485,316	\$44,689,700	\$50,454,922	\$594,797,114
2 Filed DSIC Rate (Including GRT) - Excluding E-Factor	0.43%	0.43%	0.43%	1.17%	1.17%	1.17%	1.49%	1.49%	1.49%	2.57%	2.57%	2.57%	
3 Calculated DSIC Revenue Requirement (Including GRT) - Excluding E-Factor	\$222,075	\$202,105	\$204,062	\$491,228	\$549,125	\$616,679	\$920,240	\$861,650	\$712,930	\$1,143,273	\$1,148,525	\$1,296,691	\$8,368,584
4 Gross Receipts Tax Factor	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	
5 Calculated DSIC Revenue Requirement (Excluding GRT)	\$208,973	\$190,181	\$192,022	\$462,246	\$516,727	\$580,295	\$865,946	\$810,813	\$670,867	\$1,075,820	\$1,080,762	\$1,220,187	\$7,874,838
6 Actual DSIC Revenue Billed (Excluding GRT)	\$208,549	\$241,787	\$190,559	\$478,030	\$561,898	\$647,850	\$968,303	\$844,355	\$683,059	\$1,070,882	\$1,076,113	\$1,230,214	\$8,201,599
7 Net (Over)/Under Collection	\$424	(\$51,606)	\$1,463	(\$15,784)	(\$45,171)	(\$67,555)	(\$102,358)	(\$33,542)	(\$12,191)	\$4,937	\$4,649	(\$10,027)	(\$326,761)
8 Interest on (Over)/Under Collection	\$33	(\$3,870)	\$104	(\$1,006)	(\$2,400)	(\$3,153)	(\$4,478)	(\$1,467)	(\$462)	\$173	\$149	(\$313)	(\$16,691)
9 Net (Over)/Under Collection, including Interest	\$457	(\$55,476)	\$1,567	(\$16,790)	(\$47,570)	(\$70,708)	(\$106,836)	(\$35,010)	(\$12,654)	\$5,110	\$4,798	(\$10,340)	(\$343,452)

Exhibit 1

Duquesne Light Company
Rider 22 - Distribution System Improvement Charge
Annual Reconciliation - January 1, 2020 through December 31, 2020

Calculation of E-Factor Revenue

	<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>Nov-20</u>	<u>Dec-20</u>	<u>Total</u>
1 Total Distribution Revenue													
2 including surcharges	\$48,981,364	\$46,720,504	\$45,514,801	\$42,574,111	\$45,555,301	\$52,968,385	\$69,005,580	\$60,226,319	\$48,682,548	\$44,243,222	\$44,463,454	\$50,974,867	
3 E-Factor DSIC % Inc. GRT	0.00%	0.00%	0.00%	0.10%	0.10%	0.10%	0.08%	0.08%	0.08%	0.10%	0.10%	0.10%	
4 E-Factor Revenue, Inc. GRT	\$0	\$0	\$0	\$42,574	\$45,555	\$52,968	\$55,204	\$48,181	\$38,946	\$44,243	\$44,463	\$50,975	\$423,111
5 E-Factor Revenue, Excl. GRT	\$0	\$0	\$0	\$40,062	\$42,868	\$49,843	\$51,947	\$45,338	\$36,648	\$41,633	\$41,840	\$47,967	\$398,147

Exhibit 1

**Duquesne Light Company
Rider 22 - Distribution System Improvement Charge
Annual Reconciliation - January 1, 2020 through December 31, 2020**

Calculation of Interest

	<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>Nov-20</u>	<u>Dec-20</u>	<u>Total</u>
1 Actual Surcharge Revenue, Excl. GRT	\$208,549	\$241,787	\$190,559	\$518,092	\$604,765	\$697,693	\$1,020,251	\$889,694	\$719,707	\$1,112,515	\$1,117,953	\$1,278,181	\$8,599,746
2 Less E-Factor Revenue, Excl. GRT	\$0	\$0	\$0	\$40,062	\$42,868	\$49,843	\$51,947	\$45,338	\$36,648	\$41,633	\$41,840	\$47,967	\$398,147
3 Net Surcharge Related Revenue	\$208,549	\$241,787	\$190,559	\$478,030	\$561,898	\$647,850	\$968,303	\$844,355	\$683,059	\$1,070,882	\$1,076,113	\$1,230,214	\$8,201,599
4 Calculated Current (DSIC) Revenue Requirement - Excl. GRT	\$208,973	\$190,181	\$192,022	\$462,246	\$516,727	\$580,295	\$865,946	\$810,813	\$670,867	\$1,075,820	\$1,080,762	\$1,220,187	\$7,874,838
5 (Over)/Under Collection	\$424	(\$51,606)	\$1,463	(\$15,784)	(\$45,171)	(\$67,555)	(\$102,358)	(\$33,542)	(\$12,191)	\$4,937	\$4,649	(\$10,027)	(\$326,761)
6 Interest Rate (1)	4.50%	4.50%	4.50%	4.25%	3.75%	3.50%	3.50%	3.75%	3.50%	3.50%	3.50%	3.75%	
7 Interest Weight	21/12	20/12	19/12	18/12	17/12	16/12	15/12	14/12	13/12	12/12	11/12	10/12	
8 Interest (2)	\$33	(\$3,870)	\$104	(\$1,006)	(\$2,400)	(\$3,153)	(\$4,478)	(\$1,467)	(\$462)	\$173	\$149	(\$313)	(\$16,691)
9 Total (Over)/Under Collection	\$457	(\$55,476)	\$1,567	(\$16,790)	(\$47,570)	(\$70,708)	(\$106,836)	(\$35,010)	(\$12,654)	\$5,110	\$4,798	(\$10,340)	(\$343,452)

(1) Interest calculated at the residential mortgage lending rate as specified by the Secretary of Banking in accordance with the Loan Interest and Protection Law.
(2) Per Duquesne Light's Tariff No. 25, Rider No. 22, page 140, the Company is not permitted to accrue interest on under collections.