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E-FILE

April 30, 2021

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

**Re: PPL Electric Utilities Corporation
Tax Cuts and Jobs Act Temporary Surcharge Reconciliation Report
for the Period January 1, 2020 through December 31, 2020
Docket No. R-2018-3000775**

Dear Ms. Chiavetta:

Enclosed for filing on behalf of PPL Electric Utilities Corporation ("PPL Electric") is PPL Electric's Tax Cuts and Jobs Act ("TCJA") Reconciliation Report for the Period January 1, 2020 through December 31, 2020. This reconciliation report, which is being filed pursuant to the procedures set forth in PPL Electric's Tariff - Electric Pa. P.U.C. No. 201, reflects actual data through December 31, 2020.

Pursuant to 52 Pa. Code § 1.11, the enclosed document is to be deemed filed on April 30, 2021, which is the date it was filed electronically with the Commission's E-Filing System.

If you have any questions regarding the enclosed filing, please call me or Scott R. Koch, PPL Electric's Rates and Revenue Manager, at (610) 774-2070.

Respectfully submitted,


Kimberly A. Klock

Enclosures

cc via email: Ms. Marissa Boyle
Ms. Kelly Monaghan
Steven Gray, Esquire

Tanya J. McCloskey, Esquire
Rick Kanaskie, Esquire

PPL ELECTRIC UTILITIES CORPORATION
TAX CUTS AND JOBS ACT TEMPORARY SURCHARGE
RECONCILIATION REPORT
For the Period January 1, 2020 to December 31, 2020

Docket No. R-2018-3000775

April 30, 2021

PPL ELECTRIC UTILITIES CORPORATION
Tax Cuts and Jobs Act ("TCJA") RECONCILIATION
Report For The Period January 1, 2020 to December 31, 2020

Line No.		(A) TOTAL
1	Tax Cuts and Jobs Act Revenues Available (excluding GRT) (Schedule 2, Line 1, Column M)	(76,629,799)
2	Tax Savings from TCJA (Schedule 2, Line 2, Column M) Total Expenses to Rec(Over)	(81,450,994) (81,450,994)
3	Net (Over)/Under Collection (Schedule 2, Line 3, Column M)	4,821,194
4	Interest on (Over)/Under Collection (Schedule 2, Line 4, Column M)	300,247
5	Net (Over)/Under Collection Amount, Including Interest (Schedule 2, Line 5, Column M)	<u>\$ 5,121,441</u>
6	Reclass to Long Term (Schedule 2, Line 6, Column M)	-
7	Net (Over)/Under Collection, Including Interest (Current Period) - Line 5 plus Line 6	5,121,441
8	Remaining E-Factor Balance (Schedule 3, Line 13)	521,638
8A	Remaining E-Factor Balance (Schedule 3A, Line 13)	4,551,325
8B	Remaining E-Factor Balance (Schedule 3B, Line 13)	6,225,316
9	Total (Over)/Under - Line 7 plus Line 8 plus line 8A plus Line 8B	<u>\$ 16,419,719</u>

**PPL ELECTRIC UTILITIES CORPORATION
RECONCILIATION OF TAX CUTS AND JOBS ACT ("TCJA") NEGATIVE SURCHARGE AND TAX SAVINGS**

Line No.	Month >>	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)
		January 2020	February 2020	March 2020	April 2020	May 2020	June 2020	July 2020	August 2020	September 2020	October 2020	November 2020	December 2020	Total
1	TCJA Revenues (excluding GRT (1) (Schedule 4, column (E)))	(6,826,061)	(7,025,071)	(6,711,611)	(6,088,239)	(5,795,525)	(5,856,290)	(6,646,897)	(7,158,919)	(6,420,175)	(5,662,689)	(5,718,667)	(6,719,655)	\$ (76,629,799)
2	Tax Savings as a result of TCJA	(5,826,865)	(7,667,525)	(6,065,350)	(5,479,944)	(8,391,453)	(6,476,474)	(7,366,189)	(7,669,746)	(8,696,367)	(4,040,180)	(5,902,465)	(7,868,437)	\$ (81,450,994)
3	Net (Over)/Under (Line 1 less Line 2)	(999,196)	642,453	(646,261)	(608,295)	2,595,928	620,184	719,292	510,827	2,276,192	(1,622,510)	183,799	1,148,782	\$ 4,821,194
4	Interest on (Over)/Under (Schedule 5, Column (D))	(112,410)	69,867	(67,857)	(58,168)	210,919	45,222	50,350	36,716	146,056	(99,379)	10,722	68,209	\$ 300,247
5	Net (Over)/Under	\$ (1,111,606)	\$ 712,320	\$ (714,118)	\$ (666,463)	\$ 2,806,847	\$ 665,406	\$ 769,642	\$ 547,543	\$ 2,422,248	\$ (1,721,889)	\$ 194,521	\$ 1,216,991	\$ 5,121,441
6	Reclass to Long Term													\$ -
7	Net (Over)/Under, Including Interest (Current Period) - (Line 5 plus Line 6)	\$ (1,111,606)	\$ 712,320	\$ (714,118)	\$ (666,463)	\$ 2,806,847	\$ 665,406	\$ 769,642	\$ 547,543	\$ 2,422,248	\$ (1,721,889)	\$ 194,521	\$ 1,216,991	\$ 5,121,441

(1) Gross Receipts Tax Factor (1-.059)

PPL ELECTRIC UTILITIES CORPORATION
EFFECT ON THE (OVER)/UNDER COLLECTION BALANCE
Report For The Period January 1, 2020 to December 31, 2020

Line No.	Month	(A)	(B)
		(Refund)/ Recovery (1)	(Over)/Under Balance (2)
		TCJA 2018 Balance	
1	Balance - December 31, 2018		\$ 5,821,586
2	January 2020	\$ (509,594)	\$ 5,311,992
3	February 2020	\$ (482,350)	\$ 4,829,642
4	March 2020	\$ (460,572)	\$ 4,369,070
5	April 2020	\$ (417,840)	\$ 3,951,230
6	May 2020	\$ (397,562)	\$ 3,553,668
7	June 2020	\$ (401,744)	\$ 3,151,924
8	July 2020	\$ (455,940)	\$ 2,695,985
9	August 2020	\$ (491,040)	\$ 2,204,945
10	September 2020	\$ (440,397)	\$ 1,764,548
11	October 2020	\$ (388,861)	\$ 1,375,687
12	November 2020	\$ (392,525)	\$ 983,162
13	December 2020	\$ (461,524)	\$ 521,638

(1) From Schedule 4, Column (C).

(2) Calculated using Line 1, Column (B) less the (Refund)/Recovery for the respective month in Columns (A).

(3) The (over)/under from Page 1, Line 8 of the Revised 2019 reconciliation filed on August 31, 2020 at Docke

PPL ELECTRIC UTILITIES CORPORATION
EFFECT ON THE (OVER)/UNDER COLLECTION BALANCE
Report For The Period January 1, 2020 to December 31, 2020

Line No.	Month	(A)	(B)
		(Refund)/ Recovery (1)	(Over)/Under Balance (2)
		TCJA Long Term	
1	Balance - December 31, 2019 (3)		\$ 44,161,466
2	January 2020	\$ (3,808,547)	\$ 40,352,919
3	February 2020	\$ (3,604,928)	\$ 36,747,991
4	March 2020	\$ (3,442,167)	\$ 33,305,823
5	April 2020	\$ (3,122,807)	\$ 30,183,017
6	May 2020	\$ (2,971,253)	\$ 27,211,764
7	June 2020	\$ (3,002,506)	\$ 24,209,258
8	July 2020	\$ (3,407,549)	\$ 20,801,709
9	August 2020	\$ (3,669,875)	\$ 17,131,833
10	September 2020	\$ (3,291,388)	\$ 13,840,445
11	October 2020	\$ (2,906,221)	\$ 10,934,223
12	November 2020	\$ (2,933,611)	\$ 8,000,612
13	December 2020	\$ (3,449,288)	\$ 4,551,325

(1) From Schedule 4, Column (D).

(2) Calculated using Line 1, Column (B) less the (Refund)/Recovery for the respective month in Columns (A).

(3) The (over)/under from the Page 1, Line 8A of the Revised 2019 reconciliation, filed on August 31, 2020 at Docket No.M-2020-3019647; represents the periods January - June 2018.

**PPL ELECTRIC UTILITIES CORPORATION
EFFECT ON THE (OVER)/UNDER COLLECTION BALANCE
Report For The Period January 1, 2020 to December 31, 2020**

Line No.	Month	(A)	(B)
		(Refund)/ Recovery (1)	(Over)/Under Balance (2)
TCJA 2019 Balance			
1	Balance - December 31, 2019 (3)		\$ 6,225,316
2	January 2020	\$ -	\$ 6,225,316
3	February 2020	\$ -	\$ 6,225,316
4	March 2020	\$ -	\$ 6,225,316
5	April 2020	\$ -	\$ 6,225,316
6	May 2020	\$ -	\$ 6,225,316
7	June 2020	\$ -	\$ 6,225,316
8	July 2020	\$ -	\$ 6,225,316
9	August 2020	\$ -	\$ 6,225,316
10	September 2020	\$ -	\$ 6,225,316
11	October 2020	\$ -	\$ 6,225,316
12	November 2020	\$ -	\$ 6,225,316
13	December 2020	\$ -	\$ 6,225,316

(1) Amortization of the 2019 E-Factor will begin on January 1, 2021.

(2) Calculated using Line 1, Column (B) less the (Refund)/Recovery for the respective month in Columns (A).

(3) The (over)/under from page 1, Line 7 of the Revised 2019 reconciliation filed on August 31, 2019 at Docket No.R-2020-3019647.

PPL ELECTRIC UTILITIES CORPORATION
SUMMARY OF ALLOCATION OF TAX AND JOBS ACT (TCJA) Negative Surcharge
Report For The Period January 1, 2020 to December 31, 2020

Month	(A)	(B)	(C)	(D)	(E)
Month	TCJA Negative Surcharge	TCJA Negative Surcharge (Excl. Gross Receipts Tax) (1)	Recouped Through E Factor	Amortization of Stub Period E-Factor	Net TCJA Negative Surcharge (2)
January	2020 \$ (11,842,935)	\$ (11,144,202)	(509,594)	\$ (3,808,547)	\$ (6,826,061)
February	2020 (11,809,085)	(11,112,349)	(482,350)	\$ (3,604,928)	\$ (7,025,071)
March	2020 (11,279,862)	(10,614,350)	(460,572)	\$ (3,442,167)	\$ (6,711,611)
April	2020 (10,232,610)	(9,628,886)	(417,840)	\$ (3,122,807)	\$ (6,088,239)
May	2020 (9,738,937)	(9,164,340)	(397,562)	\$ (2,971,253)	\$ (5,795,525)
June	2020 (9,841,169)	(9,260,540)	(401,744)	\$ (3,002,506)	\$ (5,856,290)
July	2020 (11,169,379)	(10,510,386)	(455,940)	\$ (3,407,549)	\$ (6,646,897)
August	2020 (12,029,579)	(11,319,834)	(491,040)	\$ (3,669,875)	\$ (7,158,919)
September	2020 (10,788,481)	(10,151,961)	(440,397)	\$ (3,291,388)	\$ (6,420,175)
October	2020 (9,519,417)	(8,957,771)	(388,861)	\$ (2,906,221)	\$ (5,662,689)
November	2020 (9,611,906)	(9,044,803)	(392,525)	\$ (2,933,611)	\$ (5,718,667)
December	2020 (11,296,990)	(10,630,467)	(461,524)	\$ (3,449,288)	\$ (6,719,655)
	<u>\$ (129,160,350)</u>	<u>\$ (121,539,889)</u>	<u>\$ (5,299,948)</u>	<u>\$ (39,610,141)</u>	<u>\$ (76,629,799)</u>

(1) Column (A) times (1 - GRT).

(2) Column (B) less Column (C) less Column (D).

**PPL ELECTRIC UTILITIES CORPORATION
INTEREST EXPENSE ON TAX AND JOBS CUTS ACT ("TCJA")
OVER/(UNDER) COLLECTIONS**

Line No.	Month	(A)	(B)	TCJA	
		Interest Rate (Residential Mortgage Interest Rate)	Weighting Factor (number of months) (2)	(C) (Over)/Under Collection (1)	(D) Interest on (Over)/Under Collection
1	January 2020	4.50%	30	\$ (999,196)	\$ (112,410)
2	February 2020	4.50%	29	\$ 642,453	\$ 69,867
3	March 2020	4.50%	28	\$ (646,261)	\$ (67,857)
4	April 2020	4.25%	27	\$ (608,295)	\$ (58,168)
5	May 2020	3.75%	26	\$ 2,595,928	\$ 210,919
6	June 2020	3.50%	25	\$ 620,184	\$ 45,222
7	July 2020	3.50%	24	\$ 719,292	\$ 50,350
8	August 2020	3.75%	23	\$ 510,827	\$ 36,716
9	September 2020	3.50%	22	\$ 2,276,192	\$ 146,056
10	October 2020	3.50%	21	\$ (1,622,510)	\$ (99,379)
11	November 2020	3.50%	20	\$ 183,799	\$ 10,722
12	December 2020	3.75%	19	\$ 1,148,782	\$ 68,209
13	Total Interest on Over/(Under) Calculation			\$ 4,821,194	\$ 300,247

(1) From Schedule 2, Line 3, for the respective rate group.

(2) The interest calculation uses the (over)/under collection shown in columns D, times the interest rate in column (A) divided by the number of months in column (B). The monthly amount calculated then is multiplied by the number of months in column (B).