



**PHILADELPHIA GAS WORKS**

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March 28, 2023

**Via E-Filing Only**

Rosemary Chiavetta, Secretary  
Pennsylvania Public Utility Commission  
400 North Street  
Harrisburg, PA 17120

**Re: Philadelphia Gas Works (“PGW”) Distribution System Improvement Charge (“DSIC”) Annual Reconciliation Under 66 Pa. C.S. § 1307(e) for the Year Ending December 31, 2022, Docket No. M-2023-3037989**

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Dear Secretary Chiavetta:

On behalf of Philadelphia Gas Works’ (“PGW”), enclosed for filing please find PGW’s Revised Distribution System Improvement Charge (“DSIC”) Annual Reconciliation under 66 Pa. C.S. § 1307(e) for the year ended December 31, 2022.

PGW revised the CY 2022 DSIC recoverable costs to align with the allowable cap. This was done through the removal of one main replacement project from the CY 2022 May DSIC filing in Docket No. M-2022-3033086.

PGW’s current DSIC charge is 7.5% and consistent with Supplement No. 143 of PGW’s Gas Service Tariff, Pa. P.U.C. No 2 effective on July 1, 2021. Any under or over collection from the previous year will be calculated in an annual reconciliation based on actual billed DSIC revenues and DSIC recoverable costs during each month of the applicable calendar year. The actual reconciliation rate shall not exceed the total DSIC cap authorized by the Commission in the above-referenced Order, or any subsequent Order modifying the cap applicable to this reconciliation period. It should also be noted that PGW’s December 2022 expenses have not changed but are being included for completeness in this filing.

Please do not hesitate to contact me if you have any questions.



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Respectfully,

/s/ Craig W. Berry

Craig W. Berry, Esquire

Enclosure

cc: Cert. of Service w/enc.  
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**CERTIFICATE OF SERVICE**

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

**Via Email**

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Dated: March 28, 2023

/s/ Craig W. Berry  
Craig W. Berry, Esq.

**PHILADELPHIA GAS WORKS**  
**2022 DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC) RECONCILIATION**

<u>Month</u>	<u>DSIC Revenue</u>			<u>DSIC Recoverable Costs</u>	<u>DSIC Revenue Billed</u>		<u>Interest Weighting</u>	<u>Interest Rate*</u>	<u>Interest**</u>
	<u>Total DSIC Revenue Billed</u>	<u>Billed Allocated to Over / (Under) Collection</u>	<u>Over / (Under) Collection Balance</u>		<u>Allocated to Recoverable Costs</u>	<u>Over/(Under) Collection</u>			
	<u>(1)</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 22	\$ 6,256,904	\$ 34,128	\$ 34,128		\$ 6,222,776	\$ 6,222,776	21	4.25%	\$ 462,819
February	\$ 6,509,241	\$ 35,504	\$ 69,632		\$ 6,473,737	\$ 6,473,737	20	4.25%	\$ 458,556
March	\$ 4,768,874	\$ 26,012	\$ 95,644		\$ 4,742,863	\$ 4,742,863	19	4.50%	\$ 337,929
<b><u>2021 Under Collection</u></b>			<b>\$ (2,530,962)</b>						
April	\$ 3,431,894	\$ 211,539	\$ (2,223,779)		\$ 3,220,355	\$ 3,220,355	18	4.75%	\$ 229,450
May***	\$ 2,099,887	\$ 129,435	\$ (2,094,344)	\$ 13,244,448	\$ 1,970,452	\$ (11,273,996)	17	4.75%	\$ (758,646)
June	\$ 1,426,131	\$ 87,906	\$ (2,006,439)	\$ -	\$ 1,338,226	\$ 1,338,226	16	5.25%	\$ 93,676
July	\$ 1,286,183	\$ 79,279	\$ (1,927,159)	\$ -	\$ 1,206,904	\$ 1,206,904	15	5.50%	\$ 82,975
August	\$ 1,216,809	\$ 75,003	\$ (1,852,156)	\$ 12,716,373	\$ 1,141,806	\$ (11,574,567)	14	5.75%	\$ (776,461)
September	\$ 1,249,544	\$ 77,021	\$ (1,775,135)	\$ -	\$ 1,172,524	\$ 1,172,524	13	5.50%	\$ 69,863
October	\$ 1,755,791	\$ 108,225	\$ (1,666,910)	\$ -	\$ 1,647,565	\$ 1,647,565	12	5.75%	\$ 94,735
November	\$ 2,549,579	\$ 157,154	\$ (1,509,756)	\$ 14,500,195	\$ 2,392,425	\$ (12,107,769)	11	6.25%	\$ (693,674)
December***	\$ 4,730,081	\$ 291,558	\$ (1,218,198)	\$ 521,185	\$ 4,438,523	\$ 3,917,338	10	6.50%	\$ 212,189
<b>Totals</b>	<b>\$ 37,280,920</b>	<b>\$ 1,312,765</b>		<b>\$ 40,982,200</b>	<b>\$ 35,968,155</b>	<b>\$ (5,014,045)</b>			<b>\$ (186,589)</b>
<b><u>2022 under Collection</u></b>			<b>\$ (6,232,243)</b>						

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

\*\* Interest is not recoverable in net under-collections



**Distribution System Improvement Charge (DSIC)  
Expenditures and Approvals**

DSIC Period Ending

12/31/2022

Eligible property placed into fixed assets during

<u>Project Location</u>	<u>Project Class</u>	<u>CWOA</u>	<u>Expenditures</u>
<b>SUB-TOTAL NEW PROJECTS</b>			<b>\$0.00</b>
<b>Adjustments to Previously Claimed Projects</b>			
5700-5800 Springfield Ave; 1600-1700 South 59th St; 1800-1900 South 58th St	30" HP	411655	\$43,673
5700 Chestnut, 5700 Ludlow, 5700 Sansom, unit-100 S 57th, unit-100 S 58th St	8" (LP / IP)	411810	-\$6,872
100 W Tioga, 100-200 E Tioga, 3500 Mascher, 100 W Venango, 100-200 W Glenwood	20" HP	411842	\$99,435
4000 Ridge 4100 Ridge 4200 Ridge 4300 Ridge 4400 Ridge 4500 Ridge	20" HP	411874	\$13,000
2800-3000 W Oxford, 1500 N Hollywood	12" LP	411932	\$15,062
6900 Henley, 6900 Wayne, 700 Carpenter	12" LP	411968	\$5,046
4900-5700 Springfield Ave	30" HP	411985	\$306,331
500-2300 Fitzwater (East)	16" HP	411998	\$48,850
48th St - Market to Springfield; Springfield 49th to 48th	20" HP	412013	\$35,924
Flatrock- Main St, Ridge Ave	20" HP	412025	-\$39,265
<b>SUB-TOTAL ADJUSTMENTS</b>			<b>\$521,185</b>

# AFFIDAVIT

I, Florian Teme, Vice President of Marketing & Energy Planning, at Philadelphia Gas Works, being duly sworn (affirmed) according to law, depose and say that - I am authorized to make this affidavit on behalf of Philadelphia Gas Works, being that I am an employee and have been authorized to make this affidavit on its behalf - and that the facts set forth in the Distribution System Improvement Charge Revised Annual Reconciliation under 66 Pa. C.S. Section 1307(e) for the Year Ended December 31, 2022, are true and correct to the best of my knowledge, information, and belief and I expect to be able to prove the same at any hearing hereof.

Florian Teme

Signature of affiant

Sworn and Subscribed before me this 28<sup>th</sup> day March of 2023.

Anne J. Mitchell

Signature of official administering oath.

