



**Emily M. Farah**  
Counsel, Regulatory

411 Seventh Avenue  
Mail drop 15-7  
Pittsburgh, PA 15219

Tel: 412-393-6431  
efarah@duqlight.com

November 30, 2023

**Via Electronic Filing**

Rosemary Chiavetta, Secretary  
Pennsylvania Public Utility Commission  
Keystone Bldg. 2nd Floor W  
400 N. Street  
Harrisburg, PA 17120

**RE: Duquesne Light Company-Annual Reconciliation of Rider No. 5  
Universal Service Charge  
Docket No. M-2023\_\_\_\_\_**

Dear Secretary Chiavetta:

Enclosed for filing, please find Duquesne Light Company's ("Duquesne Light" or "Company") is a copy of the Company's Rider No. 5- Universal Service Charge Rider reconciliation statement for the period November 1, 2022, through October 31, 2023. ("Reconciliation Filing").

The Pennsylvania Public Utility Commission ("Commission") approved Rider No. 5 in Duquesne Light's general base rate increase case at Docket No. R-2010-20179522. The reconcilable charge is designed to recover the costs incurred by the Company to provide its Universal Service and Energy Conservation Plan.

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,

A handwritten signature in blue ink, appearing to read "Emily M. Farah", is written over a light blue rectangular background.

Emily M. Farah  
Counsel, Regulatory  
Duquesne Light Company

Enclosure

cc: Certificate of Service (w/encl.)

**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 MAILING**

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  
NazAarah Sabree  
555 Walnut Street, 1<sup>st</sup> Floor  
Harrisburg, PA 17101  
[ra-sba@pa.gov](mailto:ra-sba@pa.gov)

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

Bureau of Audits  
Pennsylvania Public Utility Commission  
Barbara Sidor  
Commonwealth Keystone Building  
400 North Street, 3<sup>rd</sup> Floor East  
Harrisburg, PA 17120  
[bsidor@pa.gov](mailto:bsidor@pa.gov)

  
\_\_\_\_\_  
Emily M. Farah  
Duquesne Light Company  
411 Seventh Avenue, 15-7  
Pittsburgh, PA 15219  
Phone: 412-393-6431  
Email: [efarah@duqlight.com](mailto:efarah@duqlight.com)

Dated: November 30, 2023

EXHIBIT 1

Duquesne Light Company  
Rider No. 5 - Universal Service Charge  
Proposed Charge Effective January 1, 2024

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2022 through October 31, 2023

	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Total
1 Net Surcharge Revenue, Incl. GRT	\$2,659,928	\$3,431,183	\$4,151,414	\$4,662,322	\$3,791,134	\$3,856,620	\$3,760,251	\$4,490,678	\$6,712,074	\$5,740,633	\$4,379,394	\$3,712,113	\$51,347,744
2 E-Factor Revenue, Incl. GRT	\$264,052	\$340,445	(\$579,845)	(\$493,775)	(\$460,377)	(\$472,930)	(\$460,179)	(\$548,085)	(\$804,266)	(\$709,473)	(\$535,339)	(\$456,176)	(\$4,915,950)
3 Universal Service Charge Related Revenue	\$2,923,980	\$3,771,628	\$3,571,569	\$4,168,547	\$3,330,757	\$3,383,690	\$3,300,072	\$3,942,593	\$5,907,808	\$5,031,159	\$3,844,055	\$3,255,936	\$46,431,794
4 Universal Service Charge Related Revenue	\$2,923,980	\$3,771,628	\$3,571,569	\$4,168,547	\$3,330,757	\$3,383,690	\$3,300,072	\$3,942,593	\$5,907,808	\$5,031,159	\$3,844,055	\$3,255,936	\$46,431,794
5 Less PA Gross Receipts Tax	\$172,515	\$222,526	\$210,723	\$245,944	\$196,515	\$199,638	\$194,704	\$232,613	\$348,561	\$296,838	\$226,799	\$192,100	\$2,739,476
6 Universal Service Charge Related Revenue	\$2,751,465	\$3,549,102	\$3,360,846	\$3,922,602	\$3,134,242	\$3,184,052	\$3,105,368	\$3,709,980	\$5,559,247	\$4,734,321	\$3,617,256	\$3,063,836	\$43,692,318
7 Expense	\$3,439,099	\$3,848,258	\$4,822,752	\$4,174,243	\$3,874,970	\$3,551,305	\$3,497,950	\$3,260,220	\$4,658,978	\$5,343,811	\$4,377,632	\$3,355,372	\$48,204,589
8 CAP Discount Credit	\$23,797	\$21,756	\$26,721	\$20,868	\$20,344	\$19,352	\$16,490	\$15,547	\$22,018	\$27,413	\$21,621	\$18,417	\$254,346
9 Adjusted Expense	\$3,415,302	\$3,826,502	\$4,796,031	\$4,153,375	\$3,854,626	\$3,531,953	\$3,481,460	\$3,244,673	\$4,636,960	\$5,316,398	\$4,356,011	\$3,336,954	\$47,950,243
10 Over/(Under) Collection	(\$663,837)	(\$277,400)	(\$1,435,184)	(\$230,772)	(\$720,383)	(\$347,901)	(\$376,093)	\$465,307	\$922,288	(\$582,077)	(\$738,755)	(\$273,118)	(\$4,257,925)
11 Interest	(\$66,384)	(\$26,353)	(\$129,167)	(\$19,616)	(\$57,631)	(\$26,093)	(\$26,326)	\$30,245	\$55,337	(\$32,014)	(\$36,938)	(\$12,290)	(\$347,229)
12 Total Over/(Under) Collection	(\$730,220)	(\$303,753)	(\$1,564,351)	(\$250,388)	(\$778,014)	(\$373,993)	(\$402,419)	\$495,552	\$977,625	(\$614,091)	(\$775,693)	(\$285,408)	(\$4,605,154)

EXHIBIT 1

Duquesne Light Company  
Rider No. 5 - Universal Service Charge  
Proposed Charge Effective January 1, 2024

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2022 through October 31, 2023

Rate Class	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Total
A. Actual Surcharge Revenue by Month, Incl. GRT													
1 RS	\$2,303,748	\$2,892,051	\$3,516,711	\$3,942,801	\$3,235,882	\$3,401,354	\$3,412,421	\$4,144,205	\$6,168,238	\$5,400,773	\$4,023,682	\$3,334,119	\$45,775,985
2 RH	\$303,236	\$472,647	\$555,238	\$628,657	\$482,473	\$386,797	\$290,019	\$278,172	\$397,615	\$309,877	\$288,040	\$313,777	\$4,706,546
3 RA	\$52,944	\$66,485	\$79,464	\$90,864	\$72,780	\$68,469	\$57,812	\$68,302	\$146,222	\$29,983	\$67,672	\$64,217	\$865,213
4 Total	\$2,659,928	\$3,431,183	\$4,151,414	\$4,662,322	\$3,791,134	\$3,856,620	\$3,760,251	\$4,490,678	\$6,712,074	\$5,740,633	\$4,379,394	\$3,712,113	\$51,347,744
B. Actual Surcharge Revenue by Month, Excl. GRT													
5 RS	\$2,167,827	\$2,721,420	\$3,309,225	\$3,710,175	\$3,044,965	\$3,200,674	\$3,211,088	\$3,899,696	\$5,804,312	\$5,082,127	\$3,786,285	\$3,137,406	\$43,075,202
6 RH	\$285,345	\$444,761	\$522,479	\$591,566	\$454,007	\$363,976	\$272,908	\$261,759	\$374,155	\$291,594	\$271,046	\$295,264	\$4,428,860
7 RA	\$49,820	\$62,562	\$74,775	\$85,503	\$68,486	\$64,430	\$54,401	\$64,272	\$137,595	\$28,214	\$63,679	\$60,428	\$814,165
8 Total	\$2,502,992	\$3,228,743	\$3,906,480	\$4,387,245	\$3,567,457	\$3,629,079	\$3,538,396	\$4,225,728	\$6,316,062	\$5,401,935	\$4,121,010	\$3,493,098	\$48,318,227

**EXHIBIT 1**

**Duquesne Light Company  
Rider No. 5 - Universal Service Charge  
Proposed Charge Effective January 1, 2024**

**Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2022 through October 31, 2023**

<u>Rate Class</u>	<u>Nov-22</u>	<u>Dec-22</u>	<u>Jan-23</u>	<u>Feb-23</u>	<u>Mar-23</u>	<u>Apr-23</u>	<u>May-23</u>	<u>Jun-23</u>	<u>Jul-23</u>	<u>Aug-23</u>	<u>Sep-23</u>	<u>Oct-23</u>	<u>Total</u>
<b>A. Actual Non-CAP kWh by Month</b>													
1 RS	226,771,479	284,387,136	259,834,015	221,349,769	207,828,188	220,668,365	220,937,293	267,428,525	394,907,921	349,641,943	260,219,789	216,788,350	3,130,762,774
2 RH	29,852,908	46,161,673	41,065,436	34,853,329	31,055,234	25,112,629	18,620,076	18,308,063	24,774,091	20,447,638	18,613,012	20,372,458	329,236,546
3 RA	4,813,221	6,525,255	5,896,604	5,053,606	4,702,277	4,446,663	3,923,842	4,255,656	5,855,788	5,293,141	4,415,290	4,202,406	59,383,749
<b>B. E-Factor Rate (1)</b>													
	0.101	0.101	(0.189)	(0.189)	(0.189)	(0.189)	(0.189)	(0.189)	(0.189)	(0.189)	(0.189)	(0.189)	(0.189)
<b>C. E-Factor Revenue, Incl. GRT</b>													
5 RS	\$229,039	\$287,231	(\$491,086)	(\$418,351)	(\$392,795)	(\$417,063)	(\$417,571)	(\$505,440)	(\$746,376)	(\$660,823)	(\$491,815)	(\$409,730)	(\$4,434,782)
6 RH	\$30,151	\$46,623	(\$77,614)	(\$65,873)	(\$58,694)	(\$47,463)	(\$35,192)	(\$34,602)	(\$46,823)	(\$38,646)	(\$35,179)	(\$38,504)	(\$401,815)
7 RA	\$4,861	\$6,591	(\$11,145)	(\$9,551)	(\$8,887)	(\$8,404)	(\$7,416)	(\$8,043)	(\$11,067)	(\$10,004)	(\$8,345)	(\$7,943)	(\$79,354)
8 Total	\$264,052	\$340,445	(\$579,845)	(\$493,775)	(\$460,377)	(\$472,930)	(\$460,179)	(\$548,085)	(\$804,266)	(\$709,473)	(\$535,339)	(\$456,176)	(\$4,915,950)
<b>D. E-Factor Revenue, Excl. GRT</b>													
9 RS	\$215,526	\$270,284	(\$462,112)	(\$393,668)	(\$369,620)	(\$392,456)	(\$392,935)	(\$475,619)	(\$702,340)	(\$621,835)	(\$462,798)	(\$385,556)	(\$4,173,130)
10 RH	\$28,373	\$43,873	(\$73,034)	(\$61,986)	(\$55,231)	(\$44,663)	(\$33,116)	(\$32,561)	(\$44,060)	(\$36,366)	(\$33,103)	(\$36,232)	(\$378,108)
11 RA	\$4,575	\$6,202	(\$10,487)	(\$8,988)	(\$8,363)	(\$7,908)	(\$6,979)	(\$7,569)	(\$10,414)	(\$9,414)	(\$7,853)	(\$7,474)	(\$74,672)
12 Total	\$248,473	\$320,359	(\$545,634)	(\$464,642)	(\$433,215)	(\$445,027)	(\$433,029)	(\$515,748)	(\$756,815)	(\$667,614)	(\$503,754)	(\$429,262)	(\$4,625,909)

1/ Per January 4, 2022 submittal at Docket No. M-2022-3030298 and December 1, 2022 submittal at Docket No. M-2022-3037030.

EXHIBIT 1

Duquesne Light Company  
Rider No. 5 - Universal Service Charge  
Proposed Charge Effective January 1, 2024

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2022 through October 31, 2023

	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Total
1 CAP Revenue Deficiency	\$2,155,703	\$3,091,541	\$4,093,543	\$3,251,354	\$2,894,163	\$2,471,493	\$2,218,206	\$2,538,539	\$3,679,265	\$4,422,898	\$3,242,003	\$2,497,490	\$36,556,196
2 CAP Frozen Arrearage	\$889,344	\$381,426	\$328,345	\$332,449	\$458,180	\$580,106	\$655,880	\$442,682	\$383,613	\$340,058	\$352,864	\$378,856	\$5,523,803
3 Recoverable PIPP Costs - 55% (4)	\$138,488	\$56,143	\$44,999	\$28,416	\$40,619	\$53,273	\$42,199	\$22,395	\$12,821	\$7,640	\$6,834	\$16,108	\$469,934
4 CAP Administrative Costs	\$135,715	\$135,715	\$139,532	\$139,532	\$139,532	\$135,693	\$135,693	\$139,622	\$138,640	\$140,681	\$147,460	\$153,499	\$1,681,315
5 Smart Comfort	\$107,766	\$171,350	\$204,250	\$410,409	\$330,393	\$298,656	\$433,889	\$104,898	\$432,555	\$420,451	\$413,269	\$297,336	\$3,625,222
6 CARES	\$12,083	\$12,083	\$12,083	\$12,083	\$12,083	\$12,083	\$12,083	\$12,083	\$12,083	\$12,083	\$12,083	\$12,083	\$145,000
7 Hardship Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$203,120	\$0	\$203,120
8 Total Expenses	\$3,439,099	\$3,848,258	\$4,822,752	\$4,174,243	\$3,874,970	\$3,551,305	\$3,497,950	\$3,260,220	\$4,658,978	\$5,343,811	\$4,377,632	\$3,355,372	\$48,204,589
9 CAP Customers	38,757	38,144	38,058	37,973	38,068	38,174	37,940	37,740	37,818	37,947	38,047	38,198	
10 Monthly Enrollment Level (1)	35,853	35,853	35,853	35,853	35,853	35,853	35,853	35,853	35,853	35,853	35,853	35,853	
11 CAP Customers>Enrollment	2,904	2,291	2,205	2,120	2,215	2,321	2,087	1,887	1,965	2,094	2,194	2,345	
12 Average CAP Deficiency/CAP Customer (2)	\$55.62	\$81.05	\$107.56	\$85.62	\$76.03	\$64.74	\$58.47	\$67.26	\$97.29	\$116.55	\$85.21	\$65.38	
13 Average Frozen Arrearage/CAP Customer (2)	\$22.95	\$10.00	\$8.63	\$8.75	\$12.04	\$15.20	\$17.29	\$11.73	\$10.14	\$8.96	\$9.27	\$9.92	
14 Deficiency and Arrearage Combined	\$78.57	\$91.05	\$116.19	\$94.38	\$88.06	\$79.94	\$75.75	\$78.99	\$107.43	\$125.52	\$94.48	\$75.30	
15 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%	
16 CAP Discount Credit (line 11 * line 14 * line 15)	\$23,797	\$21,756	\$26,721	\$20,868	\$20,344	\$19,352	\$16,490	\$15,547	\$22,018	\$27,413	\$21,621	\$18,417	\$254,346
17 Total Adjusted Expenses (line 8 - line 16)	\$3,415,302	\$3,826,502	\$4,796,031	\$4,153,375	\$3,854,626	\$3,531,953	\$3,481,460	\$3,244,673	\$4,636,960	\$5,316,398	\$4,356,011	\$3,336,954	\$47,950,243
18 Non-Recoverable PIPP Costs - 45% (4)	\$113,310	\$45,937	\$36,818	\$23,250	\$33,234	\$43,588	\$34,526	\$18,323	\$10,490	\$6,251	\$5,591	\$13,179	\$384,497

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-2021-3024750, effective 01/15/2022 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.

4/ Pursuant to the Commission's Order on Reconsideration entered April 19, 2018, at Docket No. M-2016-2534323, concurrent with the transition to the PIPP, CAP customers' in-program arrears (IPA) will be written off, giving CAP customers who are delinquent at that time a "fresh start" as a one-time accommodation. The Company will assume responsibility for 45% of this IPA, and will not seek rate recovery on this amount. The remaining 55% - not to exceed 55% of \$12 million, or \$6.6 million - will be deferred and combined with CAP customers' pre-program arrearages, and forgiven in 1/24th increments upon CAP customers' in-full monthly payments. The costs of this forgiven IPA will be recovered via Duquesne Light's USC. The IPA balance at cutover is \$10.4M. The remaining regulatory asset as of October 31, 2023 is \$2.0 million.

EXHIBIT 1

Duquesne Light Company  
Rider No. 5 - Universal Service Charge  
Proposed Charge Effective January 1, 2024

Statement of Over/(Under) Collection for the Reconciliation Period - November 1, 2022 through October 31, 2023

	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Total
1 Net Surcharge Revenue, Excl. GRT	\$2,502,992	\$3,228,743	\$3,906,480	\$4,387,245	\$3,567,457	\$3,629,079	\$3,538,396	\$4,225,728	\$6,316,062	\$5,401,935	\$4,121,010	\$3,493,098	\$48,318,227
2 E-Factor Revenue, Excl. GRT	\$248,473	\$320,359	(\$545,634)	(\$464,642)	(\$433,215)	(\$445,027)	(\$433,029)	(\$515,748)	(\$756,815)	(\$667,614)	(\$503,754)	(\$429,262)	(\$4,625,909)
3 Universal Service Charge Related Revenue, Excl. GRT	\$2,751,465	\$3,549,102	\$3,360,846	\$3,922,602	\$3,134,242	\$3,184,052	\$3,105,368	\$3,709,980	\$5,559,247	\$4,734,321	\$3,617,256	\$3,063,836	\$43,692,318
4 Expense	\$3,415,302	\$3,826,502	\$4,796,031	\$4,153,375	\$3,854,626	\$3,531,953	\$3,481,460	\$3,244,673	\$4,636,960	\$5,316,398	\$4,356,011	\$3,336,954	\$47,950,243
5 Over/(Under) Collection	(\$663,837)	(\$277,400)	(\$1,435,184)	(\$230,772)	(\$720,383)	(\$347,901)	(\$376,093)	\$465,307	\$922,288	(\$582,077)	(\$738,755)	(\$273,118)	(\$4,257,925)
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	(\$66,384)	(\$26,353)	(\$129,167)	(\$19,616)	(\$57,631)	(\$26,093)	(\$26,326)	\$30,245	\$55,337	(\$32,014)	(\$36,938)	(\$12,290)	(\$347,229)