

Karen O. Moury
717.237.6036
kmoury@eckertseamans.com

March 19, 2024

VIA E-FILING

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

RE: Philadelphia Gas Works (“PGW”) April 1, 2024 Quarterly Distribution System Improvement Charge (“DSIC”) Filing; Docket No. M-2024-

Dear Secretary Chiavetta:

Enclosed for electronic filing please find Philadelphia Gas Works’ (“PGW”) support schedules for the April 1, 2024 Quarterly Distribution System Improvement Charge (“DSIC”) filing. The DSIC rate effective April 1, 2024 remains unchanged from the currently effective rate of 7.5%.

If you have any questions on this matter, please do not hesitate to contact me.

Sincerely,



Karen O. Moury

KOM/jls

Enclosure

cc: Certificate of Service (w/enc)
David Screven, Esq. (dscreven@pa.gov)
Paul Diskin (pdiskin@pa.gov)
Lori Burger (lburger@pa.gov)
Brian Shuey (bshuey@pa.gov)
Jennie Banzhof (jbanzhof@pa.gov)
Porus Irani (pirani@pa.gov)

CERTIFICATE OF SERVICE

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

Via Email

Allison Kaster, Esq.
Carrie Wright, Esq.
Bureau of Investigation & Enforcement
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17120
akaster@pa.gov
carwright@pa.gov

Charis Mincavage, Esq.
Adeolu Bakare, Esq.
McNees Wallace & Nurick
100 Pine Street
Harrisburg, PA 17101
cmincavage@mcneeslaw.com
abakare@mcneeslaw.com

Office of Small Business Advocate
Forum Place
555 Walnut Street, 1st Floor
Harrisburg, PA 17101
ra-sba@pa.gov

Patrick M. Cicero, Esq.
Office of Consumer Advocate
Forum Place
555 Walnut Street, 5th Floor
Harrisburg, PA 17101
ra-oca@paoca.org



Date: March 19, 2024

Karen O. Moury, Esquire

PHILADELPHIA GAS WORKS
April 1, 2024 - QUARTERLY FILING
DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC)

Projected Recoverable Annual Costs (DSI)	36,730,624
2023 Annual Reconciliation (e)	\$ <u>9,222,313</u> <small>(Page 2)</small>
Total Recoverable Costs (DSI + e)	\$ <u>45,952,937</u>
Projected Annual Revenues (PAR)	\$ <u>489,741,654</u> <small>(Page 3)</small>
Distribution System Improvement Charge (DSIC)	<u>7.50%</u>

Formula: The formula for calculation of the DSIC is as follows:

$$\text{DSIC} = \frac{\text{DSI} + e}{\text{PAR}}$$

Where:

- DSI = Projected recoverable annual costs
- e = The amount calculated under the annual reconciliation feature or Commission audit.
- PAR = Projected annual revenues for distribution service (including all applicable clauses and riders) including any revenue from existing customers plus netted revenue from any customers which will be gained or lost by the beginning of the applicable service period.

PHILADELPHIA GAS WORKS
2023 DISTRIBUTION SYSTEM IMPROVEMENT CHARGE (DSIC) RECONCILIATION

<u>Month</u>	<u>Total DSIC</u>	<u>DSIC Revenue Billed</u>	<u>Over / (Under)</u>	<u>DSIC</u>	<u>DSIC Revenue Billed</u>	<u>Over/(Under)</u>	<u>Interest</u>	<u>Interest Rate*</u>	<u>Interest**</u>
	<u>Revenue Billed</u>	<u>Allocated to Over /</u>	<u>Collection Balance</u>	<u>Recoverable</u>	<u>Allocated to</u>	<u>Collection</u>	<u>Weighting</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 23	\$ 5,741,639	\$ 372,601	\$ 372,601		\$ 5,369,038	\$ 5,369,038	21	6.50%	\$ 610,728
February	\$ 5,014,171	\$ 325,392	\$ 697,994	\$ 1,835,466	\$ 4,688,778	\$ 2,853,312	20	6.25%	\$ 297,220
March	\$ 4,726,810	\$ 306,744	\$ 1,004,738		\$ 4,420,066	\$ 4,420,066	19	6.25%	\$ 437,402
2022 Under Collection			\$ (6,311,000)						
April	\$ 3,070,296	\$ 496,822	\$ (4,809,440)		\$ 2,573,474	\$ 2,573,474	18	6.25%	\$ 241,263
May	\$ 1,940,375	\$ 313,983	\$ (4,495,457)	\$ 4,174,308	\$ 1,626,392	\$ (2,547,916)	17	6.25%	\$ (225,597)
June	\$ 1,437,204	\$ 232,562	\$ (4,262,895)		\$ 1,204,642	\$ 1,204,642	16	6.25%	\$ 100,387
July	\$ 1,255,982	\$ 203,238	\$ (4,059,657)		\$ 1,052,744	\$ 1,052,744	15	6.25%	\$ 82,246
August	\$ 1,155,125	\$ 186,917	\$ (3,872,739)	\$ 9,891,330	\$ 968,207	\$ (8,923,122)	14	6.50%	\$ (676,670)
September	\$ 1,245,633	\$ 201,563	\$ (3,671,176)		\$ 1,044,070	\$ 1,044,070	13	6.50%	\$ 73,520
October	\$ 1,474,598	\$ 238,595	\$ (3,432,581)		\$ 1,236,003	\$ 1,236,003	12	6.75%	\$ 83,430
November	\$ 2,603,186	\$ 421,205	\$ (3,011,376)	\$ 9,192,369	\$ 2,181,981	\$ (7,010,388)	11	7.00%	\$ (449,833)
December	\$ 4,331,992	\$ 700,932	\$ (2,310,445)	\$ 11,814,851	\$ 3,631,060	\$ (8,183,791)	10	7.50%	\$ (511,487)
Totals	\$ 33,997,011	\$ 4,000,555		\$ 36,908,324	\$ 29,996,455	\$ (6,911,868)			\$ 62,609
2023 under Collection			\$ (9,222,313)						

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

** Interest is not recoverable in net under-collections

PHILADELPHIA GAS WORKS
DECEMBER 1, 2023 - QUARTERLY FILING
Annual Tariff Revenue

	December 1, 2023			December 1, 2023 PUC Approved Tariff Rates						Amounts in \$000s						
	No. of Customers	No. of Annual Bills	Annual Deliveries (mcf)	Monthly Cust. Charge	OPEB	Univ. Service Charge	Efficiency Cost Recovery Charge	Restructuring & Consumer Education Charge	Delivery Charge	Cust. Charge Revenue	OPEB Revenue	Univ. Service Charge Revenue	Efficiency Cost Recovery Revenue	Restructuring & Consumer Education Revenue	Delivery Charge Revenue	Total Distribution Revenue
1 Non-Heating:																
2 Residential	12,124	145,488	305,190	\$16.25	\$0.4117	\$1.4675	\$0.0363	\$ -	\$7.4624	2,364	126	448	11	0	2,277	5,226
3 Commercial	3,045	36,540	724,576	\$27.65	\$0.4117	\$1.4675	\$0.0433	\$ -	\$5.4086	1,010	298	1,063	31	0	3,919	6,322
4 BUS	35	420	1,959	\$371.80	\$0.4117	\$1.4675	-	\$ -	\$5.4086	156	1	3	0	0	11	170
5 NGS	1	12	4,200	\$426.06	\$ -	\$ -	\$ -	\$ -	\$2.7500	5	0	0	0	0	12	17
6 Industrial	87	1,044	81,508	\$82.80	\$0.4117	\$1.4675	\$(0.0070)	\$ -	\$5.4459	86	34	120	(1)	0	444	683
7 Municipal/MS	85	1,020	66,207	\$27.65	\$0.4117	\$1.4675	-	\$ -	\$5.1883	28	27	97	0	0	344	496
8 NGV	2	24	290	\$38.15	\$0.4117	\$1.4675	-	\$ -	\$1.4022	1	0	0	0	0	0	2
9 <i>Total Non-Heat Firm</i>	15,379	184,548	1,183,930							3,651	486	1,731	42	0	7,006	12,917
10																
11 Heating:																
12 Residential	444,464	5,333,568	28,383,908	\$16.25	\$0.4117	\$1.4675	\$0.0363	\$ -	\$7.4624	86,670	11,686	41,653	1,030	0	211,812	352,852
13 Commercial	17,720	212,640	5,540,860	\$27.65	\$0.4117	\$1.4675	\$0.0433	\$ -	\$5.4086	5,879	2,281	8,131	240	0	29,968	46,500
14 BUS	12	144	796	\$371.80	\$0.4117	\$1.4675	\$0.0433	\$ -	\$5.4086	54	0	1	0	0	4	59
15 TED	1	12	9,598	\$263.35	\$ -	\$ -	\$ -	\$ -	\$2.3330	3	0	0	0	0	22	26
16 Industrial	308	3,696	269,359	\$82.80	\$0.4117	\$1.4675	\$(0.0070)	\$ -	\$5.4459	306	111	395	(2)	0	1,467	2,277
17 Municipal/MS	425	5,100	497,650	\$27.65	\$0.4117	\$1.4675	-	\$ -	\$5.1883	141	205	730	0	0	2,582	3,658
18 PHA Rate 8	1,090	13,080	407,501	\$27.65	\$0.4117	\$1.4675	\$0.0433	\$ -	\$5.6340	362	168	598	18	0	2,296	3,441
19 PHA/GS	1,907	22,884	149,867	\$16.25	\$0.4117	\$1.4675	\$0.0363	\$ -	\$6.8523	372	62	220	5	0	1,027	1,686
20 <i>Total Heat Firm</i>	465,927	5,591,124	35,259,539							93,787	14,512	51,729	1,291	0	249,179	410,499
21 Total Heat & Non-Heat Firm	481,306	5,775,672	36,443,469							97,439	14,998	53,461	1,333	0	256,185	423,416
22																
23 Firm Transport																
24 Non-Heating:																
25 Residential	1,474	17,688	38,587	\$16.25	\$0.4117	\$1.4675	\$0.0363	\$ -	\$7.4624	287	16	57	1	0	288	649
26 Commercial	605	7,260	505,482	\$27.65	\$0.4117	\$1.4675	\$0.0433	\$ -	\$5.4086	201	208	742	22	0	2,734	3,906
27 Industrial	30	360	139,778	\$82.80	\$0.4117	\$1.4675	\$(0.0070)	\$ -	\$5.4459	30	58	205	(1)	0	761	1,053
28 Municipal/MS	159	1,908	55,809	\$27.65	\$0.4117	\$1.4675	-	\$ -	\$5.1883	53	23	82	0	0	290	447
29 NGV	1	12	20,406	\$38.15	\$0.4117	\$1.4675	-	\$ -	\$1.4022	0	8	30	0	0	39	39
30 <i>Total Non Heat FT</i>	2,269	27,228	760,062							571	313	1,115	22	0	4,073	6,094
31																
32 Heating:																
33 Residential	30,425	365,100	2,146,454	\$16.25	\$0.4117	\$1.4675	\$0.0363	\$ -	\$7.4624	5,933	884	3,150	78	0	16,018	26,062
34 Commercial	2,869	34,428	3,475,329	\$27.65	\$0.4117	\$1.4675	\$0.0433	\$ -	\$5.4086	952	1,431	5,100	150	0	18,797	26,430
35 Industrial	81	972	270,265	\$82.80	\$0.4117	\$1.4675	\$(0.0070)	\$ -	\$5.4459	80	111	397	(2)	0	1,472	2,058
36 Municipal/MS	200	2,400	576,753	\$27.65	\$0.4117	\$1.4675	-	\$ -	\$5.1883	66	237	846	0	0	2,992	4,143
37 TED	1	12	17,946	\$263.35	\$ -	\$ -	\$ -	\$ -	\$2.3330	3	0	0	0	0	42	45
38 PHA/GS	48	579	16,958	\$16.25	\$0.4117	\$1.4675	-	\$ -	\$6.8523	9	7	25	0	0	116	157
39 <i>Total Heat FT</i>	33,624	403,491	6,503,705							7,044	2,670	9,518	227	0	39,437	58,895
40 <i>Total FT</i>	35,893	430,719	7,263,767							7,615	2,983	10,633	249	0	43,509	64,990
41 GS-XLT	2	24	10,363,048	1,100			\$(0.0070)		\$0.1054	26		290	(73)		1,092	1,336
42 Total PGW	517,201	6,206,415	54,070,284							105,080	17,981	64,384	1,510	0	300,787	489,742

PHILADELPHIA GAS WORKS
April 1, 2024 - QUARTERLY FILING
2024 REVENUE & RECOVERABLE COSTS - YTD

<u>Month</u>		<u>Total DSIC</u> <u>Revenue Billed</u>	<u>DSIC Recoverable</u> <u>Costs</u>
January 2024	Actual	\$ 5,763,319	
February	Actual	\$ 5,603,160	\$ 3,143,175

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

DSIC Period Ending

2/29/2024

Eligible property placed into fixed assets during this filing period

<u>Project Location</u>	<u>Project Class</u>	<u>CWOA</u>	<u>Expenditures</u>
3200-3300 Willits Rd	12" HP	411653	\$1,847,460
4300-4400 Vista, 4400-4500 Bleigh	8" (LP / IP)	412040	\$620,315
3200 N Stillman St, 2400 Hilton St, 3200 N Bambrey St, 2500 W. Willard St	8" (LP / IP)	412120	\$377,035
2100 Grange, 2100 Church, 6000 Beechwood	8" (LP / IP)	412157	\$298,365
SUB-TOTAL NEW PROJECTS			\$3,143,175