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E-FILE

April 30, 2024

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, 2023 through December 31, 2023
Docket No. M-2022-3037022**

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, 2023 through December 31, 2023. 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, 2023.

Pursuant to 52 Pa. Code § 1.11, the enclosed document is to be deemed filed on April 30, 2024, 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 Stephanie Briggs, PPL Electric's Director – Rates and Revenue Requirements, at (401) 799-7682.

Respectfully submitted,

Kimberly A. Klock

Enclosures

cc via email: Marissa Boyle
Kelly Monaghan
NazAarah Sabree

Patrick Cicero, Esquire
Allison Kaster

PPL ELECTRIC UTILITIES CORPORATION

**TAX CUTS AND JOBS ACT TEMPORARY SURCHARGE
RECONCILIATION REPORT**

For the Period January 1, 2023 to December 31, 2023

Docket No. M-2022-3037022

April 30, 2024

PPL ELECTRIC UTILITIES CORPORATION
Tax Cuts and Jobs Act ("TCJA") RECONCILIATION
Report For The Period January 1, 2023 to December 31, 2023

Line No.		(A) TOTAL
1	Tax Cuts and Jobs Act Revenues Available (excluding GRT) (Schedule 2, Line 1, Column M)	(61,213,328)
2	Tax Savings from TCJA (Schedule 2, Line 2, Column M)	(64,700,457)
	Total Expenses to Recover	(64,700,457)
3	Net (Over)/Under Collection (Schedule 2, Line 3, Column M)	3,487,129
4	Interest on (Over)/Under Collection (Schedule 2, Line 4, Column M)	295,508
5	Net (Over)/Under Collection Amount, Including Interest (Schedule 2, Line 5, Column M)	\$ 3,782,637
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	3,782,637
8	Remaining E-Factor Balance due to lag (Schedule 3, Line 13)	4,132,400
8A	Remaining E-Factor Balance (Schedule 3A, Line 13)	1,364,637
9	Total (Over)/Under - Line 7 plus Line 8	\$ 9,279,674

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

Line No.	Month >>	(A) January 2023	(B) February 2023	(C) March 2023	(D) April 2023	(E) May 2023	(F) June 2023	(G) July 2023	(H) August 2023	(I) September 2023	(J) October 2023	(K) November 2023	(L) December 2023	(M) Total
1	TCJA Revenues (excluding GRT (1) (Schedule 4, column (D)))	(5,841,300)	(4,841,552)	(5,617,871)	(5,335,481)	(4,919,157)	(4,568,416)	(5,037,686)	(5,264,369)	(5,129,545)	(4,553,153)	(4,575,896)	(5,528,902)	\$ (61,213,328)
2	Tax Savings as a result of TCJA	(1,620,638)	(6,001,690)	(4,676,382)	(6,229,293)	(6,754,855)	(3,619,779)	(4,842,636)	(7,007,799)	(8,250,226)	(3,621,692)	(2,660,497)	(9,414,970)	\$ (64,700,457)
3	Net (Over)/Under (Line 1 less Line 2)	(4,220,662)	1,160,138	(941,489)	893,812	1,835,698	(948,637)	(195,050)	1,743,430	3,120,681	(931,461)	(1,915,399)	3,886,068	\$ 3,487,129
4	Interest on (Over)/Under (Schedule 5, Column (D))	(685,858)	175,229	(137,300)	125,692	248,584	(123,520)	(24,381)	217,202	371,881	(110,029)	(223,463)	461,471	\$ 295,508
5	Net (Over)/Under	<u>\$ (4,906,520)</u>	<u>\$ 1,335,367</u>	<u>\$ (1,078,789)</u>	<u>\$ 1,019,504</u>	<u>\$ 2,084,282</u>	<u>\$ (1,072,157)</u>	<u>\$ (219,431)</u>	<u>\$ 1,960,632</u>	<u>\$ 3,492,562</u>	<u>\$ (1,041,490)</u>	<u>\$ (2,138,862)</u>	<u>\$ 4,347,539</u>	<u>\$ 3,782,637</u>
6	Reclass to Long Term													\$ -
7	Net (Over)/Under, Including Interest (Current Period) - (Line 5 plus Line 6)	<u>\$ (4,906,520)</u>	<u>\$ 1,335,367</u>	<u>\$ (1,078,789)</u>	<u>\$ 1,019,504</u>	<u>\$ 2,084,282</u>	<u>\$ (1,072,157)</u>	<u>\$ (219,431)</u>	<u>\$ 1,960,632</u>	<u>\$ 3,492,562</u>	<u>\$ (1,041,490)</u>	<u>\$ (2,138,862)</u>	<u>\$ 4,347,539</u>	<u>\$ 3,782,637</u>

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

**PPL ELECTRIC UTILITIES CORPORATION
EFFECT ON THE (OVER)/UNDER COLLECTION BALANCE
Report For The Period January 1, 2023 to December 31, 2023**

Line No.	Month	(A)	(B)
		(Refund)/Recovery (1)	(Over)/Under Balance (2)
TCJA Not in rates			
1	Balance - December 31, 2022		\$ 4,132,400
2	January	\$ -	\$ 4,132,400
3	February	\$ -	\$ 4,132,400
4	March	\$ -	\$ 4,132,400
5	April	\$ -	\$ 4,132,400
6	May	\$ -	\$ 4,132,400
7	June	\$ -	\$ 4,132,400
8	July	\$ -	\$ 4,132,400
9	August	\$ -	\$ 4,132,400
10	September	\$ -	\$ 4,132,400
11	October	\$ -	\$ 4,132,400
12	November	\$ -	\$ 4,132,400
13	December	\$ -	\$ 4,132,400

(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 5 plus Line 8A) of the 2022 Reconciliation Report filed on May 1, 2023 at Docket No.M-2023-3040276. Additional interest of \$86,635 was calculated on the E-Factor balance as of December 31, 2022 due to the timing lag.

**PPL ELECTRIC UTILITIES CORPORATION
EFFECT ON THE (OVER)/UNDER COLLECTION BALANCE
Report For The Period January 1, 2023 to December 31, 2023**

Line No.	Month	(A)	(B)
		(Refund)/Recovery (1)	(Over)/Under Balance (2)
		TCJA Balance	
1	Balance - December 31, 2022		\$ 15,935,082
2	January	\$ (1,400,823)	\$ 14,534,259
3	February	\$ (1,150,034)	\$ 13,384,225
4	March	\$ (1,336,157)	\$ 12,048,067
5	April	\$ (1,268,932)	\$ 10,779,136
6	May	\$ (1,169,462)	\$ 9,609,674
7	June	\$ (1,085,488)	\$ 8,524,186
8	July	\$ (1,196,983)	\$ 7,327,203
9	August	\$ (1,250,790)	\$ 6,076,413
10	September	\$ (1,228,812)	\$ 4,847,600
11	October	\$ (1,081,883)	\$ 3,765,717
12	November	\$ (1,087,258)	\$ 2,678,460
13	December	\$ (1,313,823)	\$ 1,364,637

(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 2022 Reconciliation Report filed on May 1, 2023 at Docket No. M-2023-3040276.

PPL ELECTRIC UTILITIES CORPORATION
SUMMARY OF ALLOCATION OF TAX AND JOBS ACT (TCJA) Negative Surcharge
Report For The Period January 1, 2023 to December 31, 2023

<u>Month</u>	<u>(A)</u>	<u>(B)</u>	<u>(C)</u>	<u>(D)</u>
<u>Month</u>	<u>TCJA</u> <u>Negative Surcharge</u>	<u>TCJA Negative</u> <u>Surcharge</u> <u>(Excl. Gross Receipts Tax) (1)</u>	<u>Recouped Through</u> <u>E Factor</u>	<u>Net TCJA Negative</u> <u>Surcharge (2)</u>
January	2023 \$ (7,696,199)	\$ (7,242,123)	(1,400,823)	\$ (5,841,300)
February	2023 (6,367,254)	(5,991,586)	(1,150,034)	\$ (4,841,552)
March	2023 (7,390,040)	(6,954,028)	(1,336,157)	\$ (5,617,871)
April	2023 (7,018,505)	(6,604,413)	(1,268,932)	\$ (5,335,481)
May	2023 (6,470,371)	(6,088,619)	(1,169,462)	\$ (4,919,157)
June	2023 (6,008,400)	(5,653,904)	(1,085,488)	\$ (4,568,416)
July	2023 (6,625,578)	(6,234,669)	(1,196,983)	\$ (5,037,686)
August	2023 (6,923,655)	(6,515,159)	(1,250,790)	\$ (5,264,369)
September	2023 (6,757,021)	(6,358,357)	(1,228,812)	\$ (5,129,545)
October	2023 (5,988,349)	(5,635,036)	(1,081,883)	\$ (4,553,153)
November	2023 (6,018,230)	(5,663,154)	(1,087,258)	\$ (4,575,896)
December	2023 (7,271,759)	(6,842,725)	(1,313,823)	\$ (5,528,902)
	<u>\$ (80,535,360)</u>	<u>\$ (75,783,773)</u>	<u>\$ (14,570,445)</u>	<u>\$ (61,213,328)</u>

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

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

**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 2023	6.50%	30	\$ (4,220,662)	\$ (685,858)
2	February 2023	6.25%	29	\$ 1,160,138	\$ 175,229
3	March 2023	6.25%	28	\$ (941,489)	\$ (137,300)
4	April 2023	6.25%	27	\$ 893,812	\$ 125,692
5	May 2023	6.25%	26	\$ 1,835,698	\$ 248,584
6	June 2023	6.25%	25	\$ (948,637)	\$ (123,520)
7	July 2023	6.25%	24	\$ (195,050)	\$ (24,381)
8	August 2023	6.50%	23	\$ 1,743,430	\$ 217,202
9	September 2023	6.50%	22	\$ 3,120,681	\$ 371,881
10	October 2023	6.75%	21	\$ (931,461)	\$ (110,029)
11	November 2023	7.00%	20	\$ (1,915,399)	\$ (223,463)
12	December 2023	7.50%	19	\$ 3,886,068	\$ 461,471
13	Total Interest on Over/(Under) Calculation			\$ 3,487,129	\$ 295,508

(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 12 to obtain the monthly interest amount. The monthly amount calculated then is multiplied by the number of months in column (B).