



pecoSM

AN EXELON COMPANY

Richard G. Webster, Jr.
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PECO
2301 Market Street
S15
Philadelphia, PA 19103

December 18, 2024

Via E-Filing

Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17105-3265

SUBJECT: PECO Energy Company (PECO) State Tax Adjustment Surcharge (STAS) –
Gas
Effective on January 1, 2025, Compliance Filing – General Base Rate Case for
Gas Operations – Docket No. R-2024-3046932
Informational Calculation Pages

Dear Secretary Chiavetta:

This letter transmits for filing with the Commission the computation sheets showing the derivation of the new gas STAS value.

PECO has recalculated the gas State Tax Adjustment Surcharge (STAS) value to reflect current PURTA assessments resulting from tax rate changes and the reconciliation of prior STAS collections. **Note that there is no computation associated with the year 2025 Pennsylvania state income tax rate reduction change. This state income tax rate reduction is included in gas distribution rates associated with Docket No. R-2024-3046932, the gas distribution rate case.**

The new gas STAS surcharge is a **credit value** of 0.01%, which will be effective January 1, 2025, and replaces the present value of 0.00%. A monthly bill for a residential customer using 160 Ccf will decrease by \$0.02, or 0.01% from \$209.13 to \$209.11.

Please note that the revised tariff page reflecting the new STAS rate has already been provided in the Compliance Filing for PECO's 2024 General Base Rate Case for Gas Operations at Docket No. R-2024-3046932 concurrently filed on December 18, 2024.

Thank you for your assistance in this matter and if you have any questions please contact Megan A. McDevitt, Senior Manager, Retail Rates at 267-533-1942 or via email at the following: megan.mcdevitt@exeloncorp.com.

Rosemary Chiavetta, Secretary
December 18, 2024
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Sincerely,

A handwritten signature in black ink, appearing to read "R.G.W." followed by a long horizontal flourish.

Richard G. Webster, Jr.
Vice President
Regulatory Policy & Strategy

Enclosure

Copies to: K. Hafner, Director, Office of Special Assistants (e-mail only)
P. T. Diskin, Director, Bureau of Technical Utility Services (e-mail only)
K. A. Monaghan, Director, Bureau of Audits (e-mail only)
A. Kaster, Director, Bureau of Investigation & Enforcement (e-mail only)
Office of Consumer Advocate (e-mail only)
Office of Small Business Advocate (e-mail only)
McNees, Wallace & Nurick (e-mail only)

PECO Energy-Gas Operations
State Tax Adjustment Surcharge and Reconciliation
Effective January 1, 2025

Calculation of STAS Effective January 1, 2025

		<u>Reference</u>
1 . Capital Stock Tax - 2025	\$0	Note (a)
2 . PURTA Assessment - 7/31/24	(\$30,895)	Att. A, Pg. 3, Ln. 5
3 . PURTA Supplemental Assessment - 7/31/24	\$348	Att. A, Pg. 4, Ln. 5
4 . Reconciliation of Prior STAS	<u>(\$11,204)</u>	Att. B, Pg. 1, Ln. 8
5 . Net Due from Customers	(\$41,751)	Lns. 1 + 2 + 3 + 4 and Note (b)
6 . Operating Revenues Subject to STAS from January 1, 2025 thru December 31, 2025	\$672,666,809	Att. A, Pg. 2, Ln. 10
7 . State Tax Adjustment Surcharge	-0.01%	Ln. 5 / Ln. 6

(a) The 2025 capital stock tax rate is the same as was reflected at Docket No. R-2024-3046932 the Company's 2024 distribution base rate case, with a value of 0.00 mills.

(b) The PA state income tax rate reduction for year 2025 is reflected in gas distribution base rates as at Docket No. R-2024-3046932, the Company's 2024 gas distribution base rate case.

PECO Energy-Gas Operations
Operating Revenues Subject to 2025 STAS

		<u>Reference</u>
1 . Booked Revenue from Sales	\$645,549,235	2023 Gas Annual Report to the Commission, Pg. 39, Ln. 5
2 . Less :		
CGS Revenue	\$0	Company Records
Unbilled Revenues	(\$19,186,696)	Company Records
Surcharge Over/Under Collections Included in Revenue	\$4,752,634	Company Records
STAS Revenue	<u>(\$23,576)</u>	Company Records
3 . Billed Revenue Excluding STAS	\$660,006,873	
4 . Plus: Full year effect of 12/1/24 PGC No. 41	(\$68,223,207)	Company Records
5 . Plus: Proforma Adjustments for Gas Universal Service Fund Charge	\$7,896,796	Company filing on September 13, 2024 at Docket No. M-2024-3050461
6 . Plus: Proforma Adjustment of Gas Consumer Education	(\$21,377)	Company filing on December 18, 2023 at Docket No. R- 2022-3031113
7 . Plus: Proforma Adjustment for Tax Cuts and Job Act	\$ (1,078,706)	Company filing on June 16, 2023 at Docket No. R-2018- 3000512
8 . Plus: Per 2024 Distribution Base Rate Increase	\$74,357,531	Joint Petition for Non- Unanimous Partial Settlement Filing on August 30, 2024 for Gas Distribution Base Rate Case at Docket No. R-2024-3046932
9 . Plus: Distribution System Improvement Charge	<u>(\$271,101)</u>	Company Compliance filing on December 18, 2024 for Gas Distribution Base Rate Case at Docket No. R-2024- 3046932
10 . Gross Intrastate Operating Revenues Subject to STAS Estimated for 2025	\$672,666,809	

PECO Energy
2023 PURTA Adjustment

Per July 31, 2024 Assessment (a)	<u>Transmission</u>	<u>Distribution</u>	<u>Gas</u>	<u>Total</u>
1 . Tax Base	\$149,266,006	\$249,790,344	\$29,253,567	\$428,309,918
2 . Tax @ 23.7970 Mills	\$3,552,081	\$5,944,258	\$696,147	\$10,192,486
2024 Rate Case PURTA				
3 . Tax Base	\$149,266,006	\$249,790,344	\$29,253,567	\$428,309,918
4 . Tax @ 24.8531	<u>\$3,709,723</u>	<u>\$6,208,064</u>	<u>\$727,042</u>	<u>\$10,644,829</u>
5 . Amount Due from / (to) Customers	(\$157,642)	(\$263,806)	(\$30,895)	(\$452,343)

(a) See Attachment B, Pg. 3

PECO Energy
Supplemental PURTA Adjustments

Per July 31, 2024 Assessment (a)	<u>Transmission</u>	<u>Distribution</u>	<u>Gas</u>	<u>Total</u>
1 . Adjustment for 2019 Tax Year	\$179	\$263	\$39	\$481
2 . Adjustment for 2020 Tax Year	\$176	\$279	\$40	\$495
3 . Adjustment for 2021 Tax Year	\$169	\$277	\$38	\$484
4 . Adjustment for 2022 Tax Year	\$1,134	<u>\$1,779</u>	<u>\$231</u>	\$3,144
5 . Amount Due from / (to) Customers	N.A.	\$2,598	\$348	N.A.

(a) See Attachment B, Pg. 3

PECO Energy-Gas Operations
State Tax Adjustment Surcharge Reconciliation
For the Year 2024

		<u>Reference</u>
<u>Reconciliation of Current STAS</u>		
1 . Capital Stock Tax Change - Year 2024	\$0	12/21/23 STAS Filing, Att. A, Pg. 1, Ln. 1
2 . PURTA Assessment - 8/1/23	(\$84,608)	12/21/23 STAS Filing, Att. A, Pg. 1, Ln. 2
3 . PURTA Supplemental Assessment- 8/1/23	(\$21,479)	12/21/23 STAS Filing, Att. A, Pg. 1, Ln. 3
4 . Reconciliation of Prior STAS	(\$30,712)	12/21/23 STAS Filing, Att. A, Pg. 1, Ln. 4
5 . PA CNI Rate Reduction for Year 2024	<u>\$120,285</u>	12/21/23 STAS Filing, Att. A, Pg. 1, Ln. 5
6 . Total	(\$16,514)	Ln. 1 + Ln. 2 + Ln. 3 + Ln. 4 + Ln. 5
Less:		
7 . STAS Revenues Collected from Customers - 2024	<u>(\$5,310)</u>	Att. B, Pg. 2
8 . Net Due from / (to) Customers	(\$11,204)	Ln. 6 - Ln. 7

Attachment B
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PECO Energy-Gas Operations
STAS Collections-Company Records
12 Months Ended December 31, 2024

January	(\$5,310)
February	\$0
March	\$0
April	\$0
May	\$0
June	\$0
July	\$0
August	\$0
September	\$0
October	\$0
November (est)	\$0
December (est)	<u>\$0</u>
Total	(\$5,310)



PECO ENERGY COMPANY
10 S DEARBORN ST FL 53RD
CHICAGO IL 60603-2300

Date Issued 07/31/2024
Letter ID L0027056502
FEIN **-***0240
Account ID 20016009198
Period Ending 12/31/2023

Public Utility Realty Tax Notice of Determination

This is a notice of the state taxable values of Public Utility Realty and the millage rate for tax year 2023.

Why you are receiving this notice

If you have any questions regarding this notice, please contact the department using the information provided.

This notice is based on information provided by County Tax Assessor offices and any discrepancies must be addressed with that office. Any net liabilities resulting from prior years' adjustments are due and payable with the current year liability.

ra-purta@pa.gov

Tax Year	Total Realty Tax Equivalent	Total State Taxable Value (STV) for all utilities	PURTA millage rate, including PTA	Utility STV	Utility Liability Adjustment
2019	\$28,952,345.00	\$1,381,881,249.00	0.0285514	\$310,735,998.44	\$481.00
2020	\$30,008,327.00	\$1,476,431,994.00	0.0279249	\$338,486,781.96	\$495.00
2021	\$29,639,413.00	\$1,537,588,374.00	0.0268766	\$328,210,057.33	\$484.00
2022	\$29,759,597.00	\$1,724,024,004.00	0.0248617	\$365,592,126.92	\$3,144.00
2023	\$31,324,862.00	\$1,933,997,547.00	0.0237970	\$428,309,918.20	\$10,192,486.00
				Total Liability:	10,197,090.00

General Information

Payment of tax is required within 45 days of the date issued of this notice. Previous payments, adjustments and credits should be taken into consideration when remitting payment.

How to pay

Payments may be submitted online via *my.path.pa.gov*.

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Payments of \$1,000.00 or greater that are not submitted electronically are subject to a penalty of 3 percent of the face value of the check up to a maximum penalty of \$500.00.

How to file an appeal

If you disagree with this determination, you may file a petition with the Board of Finance and Revenue. The petition must be postmarked by the U.S. Postal Service or received by the Board of Finance and Revenue within 30 days of the issue date of this notice.