



**Michael Brechlin**  
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January 30, 2025

**Via Electronic Filing**

Ms. Rosemary Chiavetta, Secretary  
Pennsylvania Public Utility Commission  
Commonwealth Keystone Building, 2nd Floor  
400 North Street  
Harrisburg, PA 17120

**Re: Duquesne Light Company's Annual Reconciliation Statement – January 1, 2024 through December 31, 2024, for Rider No. 22 – Distribution System Improvement Charge Docket No. M-2025-\_\_\_\_\_**

Dear Secretary Chiavetta:

Enclosed for filing is Duquesne Light Company's Reconciliation of Revenue and Expenses for the period of January 1, 2024 through December 31, 2024, for Tariff-Electric, PA. P.U.C. No. 25, Rider No. 22 – Distribution System Improvement Charge ("DSIC").

Should you have any questions, please do not hesitate to contact David Ogden, Senior Manager, Rates & Tariff Services, at (412) 393-6343 or [dogden@duqlight.com](mailto:dogden@duqlight.com).

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Michael Brechlin", is placed over a grey rectangular background.

Michael Brechlin  
Assistant General  
Counsel, Regulatory

Enclosures

cc: Certificate of Service

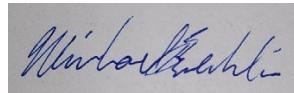
**CERTIFICATE OF SERVICE**

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 MAIL**

Bureau of Investigation & Enforcement Scott B. Granger Commonwealth Keystone Building 400 North Street, 2 <sup>nd</sup> Floor West PO Box 3265 Harrisburg, PA 17105-3265 <a href="mailto:sgranger@pa.gov">sgranger@pa.gov</a>	Office of Small Business Advocate Sharon E. Webb Steven C. Gray 555 Walnut Street, 1 <sup>st</sup> Floor Harrisburg, PA 17101 <a href="mailto:swebb@pa.gov">swebb@pa.gov</a> <a href="mailto:sgray@pa.gov">sgray@pa.gov</a>
Office of Consumer Advocate Lauren R. Myers 555 Walnut Street Forum Place, 5 <sup>th</sup> Floor Harrisburg, PA 17101-1923 <a href="mailto:lmyers@paoca.org">lmyers@paoca.org</a>	Bureau of Audits Pennsylvania Public Utility Commission Kelly Monaghan Commonwealth Keystone Building 400 North Street, 3 <sup>rd</sup> Floor East Harrisburg, PA 17120 <a href="mailto:kmonaghan@pa.gov">kmonaghan@pa.gov</a>

Date: January 30, 2025



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Exhibit 1

Duquesne Light Company  
Rider 22 - Distribution System Improvement Charge  
Annual Reconciliation - January 1, 2024 through December 31, 2024

Summary of Reconciliation Period

1	Surcharge Revenue, Inc. GRT	\$27,339,306	Exh. 1, Page 2
2	Surcharge Revenue, Excl. GRT	\$25,726,287	Line 1 * 0.941
3	E-Factor Revenue, Inc. GRT	(\$518,481)	Exh. Page 4
4	E-Factor Revenue, Excl. GRT	(\$487,891)	Line 3 * 0.941
5	Net DSIC Related Revenue, Excl. GRT	\$26,214,178	Line 2 - Line 4
6	Filed Current (DSIC) Revenue Requirement - Excl. GRT	\$26,584,924	Exh. 1, Page 2
7	Reconciliation Period (Over)/Under Collection	\$370,746	Line 6 - Line 5
8	Interest on (Over)/Under Collection	\$0	Exhibit 1, Page 5
9	Total Reconciliation Period (Over)/Under Collection	\$370,746	Line 7 + Line 8

Exhibit 1

Duquesne Light Company  
Rider 22 - Distribution System Improvement Charge  
Annual Reconciliation - January 1, 2024 through December 31, 2024

Summary of Revenue for the Reconciliation Period - January 2024 through December 2024

	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Total
1 Net Surcharge Revenue, Incl. GRT	\$2,357,866	\$1,939,255	\$1,986,547	\$2,237,986	\$2,515,632	\$2,732,808	\$2,949,388	\$2,561,239	\$2,318,957	\$2,587,643	\$3,005,205	\$146,782	\$27,339,306
2 Less E-Factor Revenue, Incl. GRT	\$23,793	\$21,190	\$20,431	(\$54,451)	(\$63,907)	(\$74,049)	(\$75,085)	(\$68,574)	(\$56,154)	(\$58,422)	(\$60,786)	(\$72,468)	(\$518,481)
3 DSIC Related Revenue	\$2,334,072	\$1,918,065	\$1,966,115	\$2,292,437	\$2,579,538	\$2,806,856	\$3,024,474	\$2,629,813	\$2,375,111	\$2,646,065	\$3,065,991	\$219,249	\$27,857,787
4 DSIC Related Revenue	\$2,334,072	\$1,918,065	\$1,966,115	\$2,292,437	\$2,579,538	\$2,806,856	\$3,024,474	\$2,629,813	\$2,375,111	\$2,646,065	\$3,065,991	\$219,249	\$27,857,787
5 Less PA Gross Receipts Tax	\$137,710	\$113,166	\$116,001	\$135,254	\$152,193	\$165,605	\$178,444	\$155,159	\$140,132	\$156,118	\$180,893	\$12,936	\$1,643,609
6 Net DSIC Related Revenue	\$2,196,362	\$1,804,899	\$1,850,114	\$2,157,183	\$2,427,346	\$2,641,252	\$2,846,030	\$2,474,654	\$2,234,979	\$2,489,947	\$2,885,098	\$206,314	\$26,214,178
7 Filed Current (DSIC) Revenue Requirement - Excl. GRT	\$2,064,742	\$1,835,343	\$1,835,029	\$1,962,434	\$2,218,726	\$2,470,579	\$2,769,408	\$2,604,416	\$2,159,787	\$2,469,777	\$2,480,818	\$1,713,865	\$26,584,924
8 (Over)/Under Collection	(\$131,620)	\$30,444	(\$15,085)	(\$194,749)	(\$208,620)	(\$170,672)	(\$76,622)	\$129,762	(\$75,192)	(\$20,171)	(\$404,280)	\$1,507,551	\$370,746
9 Interest	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
10 Total (Over)/Under Collection	(\$131,620)	\$30,444	(\$15,085)	(\$194,749)	(\$208,620)	(\$170,672)	(\$76,622)	\$129,762	(\$75,192)	(\$20,171)	(\$404,280)	\$1,507,551	\$370,746

Exhibit 1

Duquesne Light Company  
Rider 22 - Distribution System Improvement Charge  
Annual Reconciliation - January 1, 2024 through December 31, 2024

Revenue Requirement and Actual Revenues

	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24 [1]	Total
1 Filed Distribution Revenue, including GRT	\$60,280,206	\$53,582,905	\$53,573,734	\$48,612,529	\$54,961,267	\$61,200,069	\$71,607,006	\$67,340,908	\$55,844,382	\$51,262,302	\$51,491,468	\$58,039,688	\$687,796,463
2 Filed DSIC Rate (Including GRT) - Excluding E-Factor	3.64%	3.64%	3.64%	4.29%	4.29%	4.29%	4.11%	4.11%	4.11%	5.12%	5.12%	3.14%	
3 Calculated DSIC Revenue Requirement (Including GRT) - Excluding E-Factor	\$2,194,199	\$1,950,418	\$1,950,084	\$2,085,478	\$2,357,838	\$2,625,483	\$2,943,048	\$2,767,711	\$2,295,204	\$2,624,630	\$2,636,363	\$1,821,323	\$28,251,779
4 Gross Receipts Tax Factor	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	0.941	
5 Calculated DSIC Revenue Requirement (Excluding GRT)	\$2,064,742	\$1,835,343	\$1,835,029	\$1,962,434	\$2,218,726	\$2,470,579	\$2,769,408	\$2,604,416	\$2,159,787	\$2,469,777	\$2,480,818	\$1,713,865	\$26,584,924
6 Actual DSIC Revenue Billed (Excluding GRT)	\$2,196,362	\$1,804,899	\$1,850,114	\$2,157,183	\$2,427,346	\$2,641,252	\$2,846,030	\$2,474,654	\$2,234,979	\$2,489,947	\$2,885,098	\$206,314	\$26,214,178
7 Net (Over)/Under Collection	(\$131,620)	\$30,444	(\$15,085)	(\$194,749)	(\$208,620)	(\$170,672)	(\$76,622)	\$129,762	(\$75,192)	(\$20,171)	(\$404,280)	\$1,507,551	\$370,746
8 Interest on (Over)/Under Collection	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
9 Net (Over)/Under Collection, Including Interest	(\$131,620)	\$30,444	(\$15,085)	(\$194,749)	(\$208,620)	(\$170,672)	(\$76,622)	\$129,762	(\$75,192)	(\$20,171)	(\$404,280)	\$1,507,551	\$370,746

[1] As part of the Company's distribution rate case at Docket No. R-2024-3046523, the Company received Commission approval to roll its Distribution System Improvement Charge ("DSIC") and the associated plant additions into base rates. Consistent with Duquesne Light's Tariff No. 25, Rider No. 22, page 140, beginning December 20, 2024, the DSIC c-factor rate was set to zero. As a result, the Company did not record any unbilled DSIC revenue for the month of December.

Exhibit 1

Duquesne Light Company  
Rider 22 - Distribution System Improvement Charge  
Annual Reconciliation - January 1, 2024 through December 31, 2024

Calculation of E-Factor Revenue

	<u>Jan-24</u>	<u>Feb-24</u>	<u>Mar-24</u>	<u>Apr-24</u>	<u>May-24</u>	<u>Jun-24</u>	<u>Jul-24</u>	<u>Aug-24</u>	<u>Sep-24</u>	<u>Oct-24</u>	<u>Nov-24</u>	<u>Dec-24</u>	<u>Total</u>
<b>A. Calculated E-Factor Revenue</b>													
1 Total Distribution Revenue													
2 including surcharges	\$59,483,197	\$52,974,941	\$51,078,310	\$49,500,519	\$58,097,150	\$67,316,872	\$75,085,364	\$68,574,441	\$56,153,779	\$48,685,161	\$50,655,151	\$60,389,878	
3 E-Factor DSIC % Inc. GRT	0.04%	0.04%	0.04%	-0.11%	-0.11%	-0.11%	-0.10%	-0.10%	-0.10%	-0.12%	-0.12%	-0.12%	
4 E-Factor Revenue, Inc. GRT	\$23,793	\$21,190	\$20,431	(\$54,451)	(\$63,907)	(\$74,049)	(\$75,085)	(\$68,574)	(\$56,154)	(\$58,422)	(\$60,786)	(\$72,468)	(\$518,481)
5 E-Factor Revenue, Excl. GRT	\$22,389	\$19,940	\$19,226	(\$51,238)	(\$60,136)	(\$69,680)	(\$70,655)	(\$64,529)	(\$52,841)	(\$54,975)	(\$57,200)	(\$68,192)	(\$487,891)
<b>B. Accounting Adjustments</b>													
6 DSIC E-Factor Adjustment, Inc. GRT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>C. E-Factor Revenue</b>													
7 E-Factor Revenue, Inc. GRT	\$23,793	\$21,190	\$20,431	(\$54,451)	(\$63,907)	(\$74,049)	(\$75,085)	(\$68,574)	(\$56,154)	(\$58,422)	(\$60,786)	(\$72,468)	(\$518,481)
8 E-Factor Revenue, Excl. GRT	\$22,389	\$19,940	\$19,226	(\$51,238)	(\$60,136)	(\$69,680)	(\$70,655)	(\$64,529)	(\$52,841)	(\$54,975)	(\$57,200)	(\$68,192)	(\$487,891)

**Exhibit 1**

**Duquesne Light Company  
Rider 22 - Distribution System Improvement Charge  
Annual Reconciliation - January 1, 2024 through December 31, 2024**

**Calculation of Interest**

	<u>Jan-24</u>	<u>Feb-24</u>	<u>Mar-24</u>	<u>Apr-24</u>	<u>May-24</u>	<u>Jun-24</u>	<u>Jul-24</u>	<u>Aug-24</u>	<u>Sep-24</u>	<u>Oct-24</u>	<u>Nov-24</u>	<u>Dec-24</u>	<u>Total</u>
1 Actual Surcharge Revenue, Excl. GRT	\$2,218,752	\$1,824,839	\$1,869,340	\$2,105,945	\$2,367,209	\$2,571,572	\$2,775,374	\$2,410,125	\$2,182,139	\$2,434,972	\$2,827,898	\$138,121	\$25,726,287
2 Less E-Factor Revenue, Excl. GRT	\$22,389	\$19,940	\$19,226	(\$51,238)	(\$60,136)	(\$69,680)	(\$70,655)	(\$64,529)	(\$52,841)	(\$54,975)	(\$57,200)	(\$68,192)	(\$487,891)
3 Net Surcharge Related Revenue	\$2,196,362	\$1,804,899	\$1,850,114	\$2,157,183	\$2,427,346	\$2,641,252	\$2,846,030	\$2,474,654	\$2,234,979	\$2,489,947	\$2,885,098	\$206,314	\$26,214,178
4 Calculated Current (DSIC) Revenue Requirement - Excl. GRT	\$2,064,742	\$1,835,343	\$1,835,029	\$1,962,434	\$2,218,726	\$2,470,579	\$2,769,408	\$2,604,416	\$2,159,787	\$2,469,777	\$2,480,818	\$1,713,865	\$26,584,924
5 (Over)/Under Collection	(\$131,620)	\$30,444	(\$15,085)	(\$194,749)	(\$208,620)	(\$170,672)	(\$76,622)	\$129,762	(\$75,192)	(\$20,171)	(\$404,280)	\$1,507,551	\$370,746
6 Interest Rate (1)	7.25%	6.75%	6.75%	6.75%	6.75%	7.25%	7.00%	7.00%	7.00%	6.50%	6.50%	6.75%	
7 Interest Weight	21/12	20/12	19/12	18/12	17/12	16/12	15/12	14/12	13/12	12/12	11/12	10/12	
8 Interest (2)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
9 Total (Over)/Under Collection	(\$131,620)	\$30,444	(\$15,085)	(\$194,749)	(\$208,620)	(\$170,672)	(\$76,622)	\$129,762	(\$75,192)	(\$20,171)	(\$404,280)	\$1,507,551	\$370,746

(1) Interest calculated at the residential mortgage lending rate as specified by the Secretary of Banking in accordance with the Loan Interest and Protection Law.  
(2) Per Duquesne Light's Tariff No. 25, Rider No. 22, page 140, the Company is not permitted to accrue interest on under collections.