

**PENNSYLVANIA PUBLIC UTILITY COMMISSION  
BUREAU OF AUDITS**



**REPORT ON  
CITIZENS' ELECTRIC COMPANY OF LEWISBURG**

**STATEMENTS OF  
GENERATION SUPPLY SERVICE RATE  
FOR THE 12-MONTH PERIODS ENDED  
MARCH 31, 2024, MARCH 31, 2023,  
AND MARCH 31, 2022**

**JANUARY 6, 2026  
DOCKET NO. D-2025-3054890**

**PA PUC BUREAU OF AUDITS  
DOCKET NO. D-2025-3054890**

**Table of Contents**

	<b><u>Page</u></b>
<b>BACKGROUND</b>	1
<b>FINANCIAL REVIEW</b>	
Independent Auditor's Report	2
Generation Supply Service Rate (GSSR) Over/(Under) Collections (Section 1307(e)) for the 12 months ended March 31, 2024	4
Generation Supply Service Rate (GSSR) Over/(Under) Collections (Section 1307(e)) for the 12 months ended March 31, 2023	5
Generation Supply Service Rate (GSSR) Over/(Under) Collections (Section 1307(e)) for the 12 months ended March 31, 2022	6
Notes to the Financial Statements	7

**PA PUC BUREAU OF AUDITS  
DOCKET NO. D-2025-3054890**

**Background**

Citizens' Electric Company of Lewisburg (Citizens' or Company) furnishes electric distribution, transmission, and default supply services to approximately 7,200 customers in Lewisburg, Pennsylvania, and the surrounding area. Citizens' is a wholly-owned subsidiary of C&T Enterprises, Inc. (C&T). C&T is an unregulated utility holding company owned in equal partnership by Claverack Rural Electric Cooperative and Tri-County Rural Electric Cooperative. According to Citizens' annual reports filed with the Pennsylvania Public Utility Commission (PUC or Commission), for the years 2024, 2023, 2022, and 2021, Citizens' total electric distribution revenue from residential, commercial, industrial, and public lighting customers was \$16,279,186, \$20,304,827, \$16,929,825 and \$13,692,113; respectively.

By Order entered on October 29, 2020, at Docket No. P-2020-3019383, the PUC approved the continued application of the Generation Supply Service Rate (GSSR) Tariff Rider for the period of June 1, 2021 through May 31, 2025. The GSSR Tariff Rider for the period of June 1, 2025 through May 31, 2029 was approved by Order entered on January 23, 2025, at Docket No. P-2024-3049357.

The GSSR Tariff Rider permits Citizens' to recover the costs incurred for providing electric energy to customers within its service territory that do not elect to receive energy from an alternate electric generation supplier. Citizens' GSSR Tariff Rider includes two classes of customers, residential/small commercial (GSSR-1) and large commercial/industrial (GSSR-2), and allows real time pricing for GSSR-2 customers. As part of its June 1, 2018 through May 31, 2021 Default Service Plan, de minimis GSSR-2 over/under collections of administrative costs were to be refunded to, or recouped from, GSSR-1 customers through the E-Factor. In the Default Service Plan effective June 1, 2025 through May 31, 2029, a GSSR-2 E-Factor is being implemented on a pilot basis.



## Independent Auditor's Report to the Pennsylvania Public Utility Commission

### Opinion

We have audited Citizens' Electric Company of Lewisburg's Statements of Generation Supply Service Rate Over/Under Collections for the 12-month periods ended March 31, 2024, March 31, 2023, and March 31, 2022.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Citizens' Electric Company of Lewisburg's Statements of Generation Supply Service Rate Over/Under Collections for the 12 month periods ended March 31, 2024, March 31, 2023 and March 31, 2022 and the results of its operations for the years then ended in accordance with accounting principles generally accepted in the United States of America and the requirements of the Pennsylvania Public Utility Commission.

### Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the **Auditor's Responsibilities for the Audit of the Financial Statements** section of our report. We are required to be independent of Citizens' Electric Company of Lewisburg and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement

resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

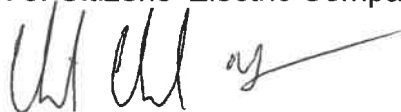
In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Citizens' Electric Company of Lewisburg's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Citizens' Electric Company of Lewisburg's ability to continue as a going concern for a reasonable period of time.

The auditor is required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that the auditor identified during the audit.

### **Report on Other Legal and Regulatory Requirements**

The accompanying statements were prepared for the purpose of complying with the rules and regulations of the Pennsylvania Public Utility Commission and are not intended to be a complete presentation of Citizens' Electric Company of Lewisburg's revenue and expenses.



Chris Yother, CPA  
Director  
Bureau of Audits  
Harrisburg, PA  
January 6, 2026

**PA PUC BUREAU OF AUDITS  
DOCKET NO. D-2025-3054890**

**Generation Supply Service Rate (GSSR)<sup>1</sup>  
Over/(Under) Collections (Section 1307(e))  
for the 12 months ended March 31, 2024<sup>2</sup>**

<u>Month</u>	<u>GSSR-1 Revenue</u> (1)	<u>GSSR-1 Costs</u> (2)	<u>GSSR-1 Over/(Under) Collections</u> (3) = (1) - (2)	<u>GSSR-2 Revenue</u> (4)	<u>GSSR-2 Costs</u> (5)	<u>GSSR-2 Over/(Under) Collections</u> (6) = (4) - (5)
April 2023	\$ 1,170,461	\$ 1,002,357	\$ 168,104	\$ 22,996	\$ 20,931	\$ 2,065
May	913,198	992,138	(78,940)	24,982	21,637	3,345
June	956,241	944,702	11,539	19,525	10,289	9,236
July	1,054,280	1,186,797	(132,517)	10,258	13,509	(3,251)
August	1,168,111	1,121,132	46,979	14,973	12,748	2,225
September	1,098,917	1,036,008	62,909	13,882	20,204	(6,322)
October	891,591	1,009,260	(117,669)	20,845	25,513	(4,668)
November	1,032,537	1,217,536	(184,999)	26,065	11,701	14,364
December	1,106,333	1,101,322	5,011	11,242	9,620	1,622
January 2024	1,250,669	1,111,214	139,455	13,929	16,367	(2,438)
February	1,174,618	931,464	243,154	15,813	12,450	3,363
March	928,776	858,189	70,587	12,119	13,276	(1,157)
Total	<u>\$ 12,745,731</u>	<u>\$ 12,512,118</u>	<u>\$ 233,611</u>	<u>\$ 206,628</u>	<u>\$ 188,245</u>	<u>\$ 18,385</u>

<sup>1</sup> As reported to the Commission at Docket No. M-2024-3048830. Arithmetical differences are due to rounding.

<sup>2</sup> Notes to the Financial Statements are an integral part of this report.

**PA PUC BUREAU OF AUDITS  
DOCKET NO. D-2025-3054890**

**Generation Supply Service Rate (GSSR)<sup>3</sup>  
Over/(Under) Collections (Section 1307(e))  
for the 12 months ended March 31, 2023<sup>4</sup>**

<u>Month</u>	<u>GSSR-1 Revenue</u> (1)	<u>GSSR-1 Costs</u> (2)	<u>GSSR-1 Over/(Under) Collections</u> (3) = (1) - (2)	<u>GSSR-2 Revenue</u> (4)	<u>GSSR-2 Costs</u> (5)	<u>GSSR-2 Over/(Under) Collections</u> (6) = (4) - (5)
April 2022	\$ 681,364	\$ 659,412	\$ 21,952	\$ 14,590	\$ 25,771	\$ (11,181)
May	544,087	631,490	(87,403)	36,279	86,227	(49,948)
June	746,946	784,258	(37,312)	88,348	67,025	21,323
July	824,067	901,481	(77,414)	54,714	57,892	(3,178)
August	956,120	910,090	46,030	30,948	88,117	(57,169)
September	850,315	759,564	90,751	100,134	33,018	67,116
October	690,301	774,855	(84,554)	46,140	84,573	(38,433)
November	801,517	886,560	(85,043)	72,277	33,846	38,431
December	1,352,335	1,651,696	(299,361)	33,530	56,040	(22,510)
January 2023	1,620,158	1,371,195	248,963	40,340	20,301	20,039
February	1,588,170	1,714,428	(126,258)	26,863	13,125	13,738
March	1,310,366	827,651	482,715	23,082	26,240	(3,158)
Total	<u>\$ 11,965,747</u>	<u>\$ 11,872,677</u>	<u>\$ 93,068</u>	<u>\$ 567,244</u>	<u>\$ 592,175</u>	<u>\$ (24,929)</u>

<sup>3</sup> As reported to the Commission at Docket No. M-2023-3040286. Arithmetical differences are due to rounding.

<sup>4</sup> Notes to the Financial Statements are an integral part of this report.

**PA PUC BUREAU OF AUDITS  
DOCKET NO. D-2025-3054890**

**Generation Supply Service Rate (GSSR)<sup>5</sup>  
Over/(Under) Collections (Section 1307(e))  
for the 12 months ended March 31, 2022<sup>6</sup>**

<u>Month</u>	<u>GSSR-1 Revenue</u> (1)	<u>GSSR-1 Costs</u> (2)	<u>GSSR-1 Over/(Under) Collections</u> (3) = (1) - (2)	<u>GSSR-2 Revenue</u> (4)	<u>GSSR-2 Costs</u> (5)	<u>GSSR-2 Over/(Under) Collections</u> (6) = (4) - (5)
April 2021	\$ 516,112	\$ 500,657	\$ 15,455	\$ 8,371	\$ 8,748	\$ (377)
May	430,140	518,443	(88,303)	8,208	59,176	(50,968)
June	540,429	617,828	(77,399)	63,005	15,930	47,075
July	602,743	662,974	(60,231)	13,318	15,393	(2,075)
August	630,690	680,546	(49,856)	14,628	32,424	(17,796)
September	630,156	585,440	44,716	31,794	25,728	6,066
October	479,119	605,321	(126,202)	26,272	41,847	(15,575)
November	568,243	708,129	(139,886)	37,567	18,824	18,743
December	786,546	787,492	(946)	17,720	12,687	5,033
January 2022	912,286	945,171	(32,885)	13,335	17,961	(4,626)
February	1,140,392	774,915	365,477	18,750	12,619	6,131
March	764,099	731,659	32,440	13,251	13,513	(262)
Total	<u>\$ 8,000,957</u>	<u>\$ 8,118,572</u>	<u>\$ (117,617)</u>	<u>\$ 266,218</u>	<u>\$ 274,850</u>	<u>\$ (8,630)</u>

<sup>5</sup> As reported to the Commission at Docket No. M-2022-3032262. Arithmetical differences are due to rounding.

<sup>6</sup> Notes to the Financial Statements are an integral part of this report.

**PA PUC BUREAU OF AUDITS  
DOCKET NO. D-2025-3054890**

**Notes to the Financial Statements**

**1 – Statements**

The Generation Supply Service Rate (GSSR) Over/(Under) Collections presented in this report are condensed from the officially filed statements. The audit was conducted on Citizens' officially filed 1307(e) statements submitted to the PUC in accordance with Section 1307(e)(1) of the Public Utility Code on April 30, 2024, April 28, 2023, and April 29, 2022. The statements are available on the PUC's website (<http://www.puc.pa.gov>) at Docket Nos. M-2024-3048830, M-2023-3040286, and M-2022-3032262.

**2 – GSSR Revenue**

GSSR Revenue is calculated by multiplying the applicable GSSR rate, excluding the E-Factor, to each kilowatt-hour (kWh) of energy delivered to customers who receive default service from Citizens'.

**3 – GSSR Costs**

GSSR Costs are the total direct and indirect costs incurred by Citizens' to acquire generation supply on behalf of default service customers.

**4 – Over/(Under) Collections**

The Over/(Under) Collection is the difference between the GSSR Revenue and the GSSR Costs. The resulting amount represents the portion of GSSR Revenue refundable to or GSSR Costs recoverable from customers through subsequent GSSR rates. Differences arise for two primary reasons:

- Variations between the actual volumes billed to customers and the estimates used to determine the GSSR rates; and,
- Variations between the actual GSSR costs and the estimates used to determine the GSSR rates.

**5 – Adjustment Clause Operation**

The operation of Citizens' GSSR was approved as part of its Default Service Plan at Docket No. P-2020-3019383. It includes two classes of customers, residential/small commercial (GSSR-1) and large commercial/industrial (GSSR-2). The adjustment clause allows real time pricing for GSSR-2 customers. Unlike other mechanisms, and as specified by the Default Service Plan, de minimis GSSR-2 over/under collections of administrative costs are to be refunded to, or recouped from, GSSR-1 customers through the E-Factor.