

May 4, 2020

VIA ELECTRONIC FILING

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

**Re: Pennsylvania Electric Company Tariff Electric Pa. P.U.C. No. 81 – Rate
Changes in Compliance with Pennsylvania Electric Company’s Default Service
Plan, Docket No. P-2017-2637857**

Dear Secretary Chiavetta:

Transmitted herewith for filing with the Pennsylvania Public Utility Commission ("Commission") is an original copy of Supplement No. 99 to Pennsylvania Electric Company's ("Penelec" or the "Company") Tariff Electric Pa. P.U.C. No. 81, which bears an issue date of May 4, 2020. The tariff changes contained in Supplement No. 99 are proposed to be effective with service rendered on or after June 1, 2020.

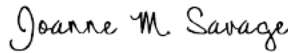
The purpose of Tariff Supplement No. 99 is to reflect default service rate changes for the Residential and Commercial Customer Classes served under the Price to Compare Default Service Rider. This rate changes are consistent with the Commission's Order entered September 4, 2018 at Docket No. P-2017-2637857.

As support for the rate changes, the following schedules accompany this tariff filing:

- Schedule 1 provides supporting details for the changes to the Commercial Class's default service rates stated in the tariff's Price to Compare Default Service Rate Rider.
- Schedule 2 provides supporting details for the changes to the Residential Class's default service rates stated in the tariff's Price to Compare Default Service Rate Rider.

If you have any questions regarding the enclosed documents, please contact me.

Sincerely,

DocuSigned by:


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Joanne M. Savage

Director of Rates & Regulatory Affairs-PA
610-921-6525

Enclosures

c: Certificate of Service

Paul Diskin, Bureau of Technical Utility Services (pdiskin@pa.gov)

**BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

Joint Petition of Metropolitan Edison Company, Pennsylvania Electric Company, Pennsylvania Power Company and West Penn Power Company for Approval of their Default Service Programs :
: **Docket No. P-2017-2637855, et al.**
:
:
:
:

CERTIFICATE OF SERVICE

I hereby certify and affirm that I have this day served a copy of the foregoing documents of Metropolitan Edison Company, Pennsylvania Electric Company, Pennsylvania Power Company and West Penn Power Company on the following persons in the matter specified in accordance with the requirements of 52 Pa. Code § 1.54:

VIA ELECTRONIC MAIL

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Date: May 4, 2020

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PENNSYLVANIA ELECTRIC COMPANY
READING, PENNSYLVANIA

Electric Service Tariff
Effective in
The Territory as Defined on
Page Nos. 8 - 15 of this Tariff

Issued: May 4, 2020

Effective: June 1, 2020

By: Samuel L. Belcher, President
Reading, Pennsylvania

NOTICE

Supplement No. 99 makes changes to Riders H.
See Ninety-Sixth Revised Page No. 2.

LIST OF MODIFICATIONS

Riders

Rider H – Price to Compare Default Service Rate Rider rates have been changed, increased and decreased (See Twenty-Second Revised Page 136).

RIDERS

RIDER H

PRICE TO COMPARE DEFAULT SERVICE RATE RIDER

A Price to Compare Default Service Rate (“PTC_{Default}”) shall be applied to each kWh of Default Service that Penelec delivers to Customers under this rider as determined to the nearest one-thousandth of a cent per kWh. The PTC_{Default} rate shall be billed to Customers receiving Default Service from the Company under this rider. The rates shall be calculated according to the provisions of this rider.

(C)

For service rendered June 1, 2020 through August 31, 2020 the PTC_{Default} rates billed by Customer Class are as follows:

Commercial Customer Class (Rate GS-Small, Rate GS-Medium (PTC), Rate H, Borderline Service, Street Lighting Service, Ornamental Street Lighting, LED Street Lighting Service, and Outdoor Lighting Service):

\$0.05012 per kWh. (D)

Residential Customer Class (Rate RS and Rate GS – Volunteer Fire Company, Non-Profit Ambulance Service, Rescue Squad and Senior Center Service Rate):

\$0.05532 per kWh (I)

(C) Change

(I) Increase

(D) Decrease

Pennsylvania Electric Company
Price to Compare Default Service Rate Calculation
Commercial Class: For the Default Service Period June 1, 2020 through August 31, 2020

**Line
No.**

	Number of Tranches	Clearing Price	Weighted Clearing Price	
	<u>Fixed Price Tranche Purchases (\$ per MWh)</u>			
1	1	49.31	\$ 49.31	
2	1	51.25	\$ 51.25	
3	2	50.01	\$ 100.02	
4	1	47.14	\$ 47.14	
5	1	45.82	\$ 45.82	
6	5	43.62	\$ 218.10	
7	2	47.32	\$ 94.64	
8	1	49.45	\$ 49.45	
9	14		\$ 655.73	
10		\$ 46.84		
11		<u>100%</u>		
12			\$ 46.84	
13		\$ -		
14		<u>20.00</u>		
15		\$ 20.00		
16		<u>0%</u>		
17			\$ -	
18			\$ 0.04684	
19			<u>1.0573</u>	
20				\$ 0.04952 <i>per kWh</i>
21				\$ 0.00004 <i>per kWh</i>
22				\$ 0.04957
23				<u>1.062699</u>
24				\$ 0.05267 <i>per kWh</i>
25				\$ (0.00255) <i>per kWh</i>
26				\$ 0.05012 <i>per kWh</i>

(A) All Price to Compare computations will be pursuant to the terms of the Company's "Price to Compare Default Service Rate Rider"

Pennsylvania Electric Company
Computation of Commercial Class Price to Compare Default Service Rate Reconciliation Factor
Rate Effective June 1, 2020 through August 31, 2020

Line No.	Description	Amounts
1	Cumulative Commercial Class (Over) / Under Collection as of March 31, 2020 (See Page 3, Line 15)	\$ 475,095
2	Adjustment for projected Commercial Class E-factor revenue for the remainder of the Default Service Quarter beginning March 1, 2020	<u>(887,516)</u>
3	Total Cumulative Commercial Class (Over) / Under Collection, as adjusted (Line 1 + Line 2)	\$ (412,421)
4	Projected Commercial Class kilowatt hour sales - June 1, 2020 - August 31, 2020 (Line 11)	172,091,965 kWh
5	Commercial Class Reconciliation Rate before PA Gross Receipts Tax (Line 3 / Line 4)	\$ (0.00240) per kWh
6	PA Gross Receipt Gross-Up $[1/(1-T)]$ (5.9% Gross Receipts Tax)	<u>1.062699</u>
7	Commercial Class Reconciliation Factor Rate including PA Gross Receipts Tax (Line 5 X Line 6)	<u>\$ (0.00255) per kWh</u>

Projected Commercial Class kilowatt hour sales June 1, 2020 through August 31, 2020

8	Jun-20	55,271,235
9	Jul-20	57,400,414
10	Aug-20	<u>59,420,317</u>
11	Total Projected Commercial Class kWh Sales	<u><u>172,091,965</u></u>

Pennsylvania Electric Company
Commercial Class Price to Compare Default Service Rate Reconciliation
January 1, 2020 through March 31, 2020

Line No.	Description	Jan-20	Feb-20	Mar-20
1	Cumulative (Over)/Under Collection at Beginning of Month 1	\$ 1,086,603	\$ 1,286,657	\$ 1,265,086
2	Gross Default Service Plan Revenues	\$ 4,465,087	\$ 4,485,915	\$ 4,519,035
3	Less: Gross Receipts Tax (Line 2 x 5.9%)	<u>263,440</u>	<u>264,669</u>	<u>266,623</u>
4	PTC _{Rev} Net Default Service Plan Revenues	\$ 4,201,647	\$ 4,221,246	\$ 4,252,411
5	Plus: Prior Period E-factor Amortization	<u>\$ 250,623</u>	<u>\$ 250,623</u>	<u>\$ (362,201)</u>
6	Revenue Available for Current Deferral	\$ 4,452,270	\$ 4,471,869	\$ 3,890,210
	<u>Expenses</u>			
7	DS _{Exp1} Amortization of Start Up Costs	\$ -	\$ -	\$ -
8	DS _{Exp2} Cost to provide Default Service	4,402,969	4,205,475	3,467,571
9	DS _{Exp2} Cost of Network Integration Transmission Service (NITS)	<u>-</u>	<u>-</u>	<u>-</u>
10	Total Expenses	\$ 4,402,969	\$ 4,205,475	\$ 3,467,571
11	Current Month (Over)/Under Collection (Line 10 - Line 6)	\$ (49,301)	\$ (266,394)	\$ (422,639)
12	Months to the Midpoint of the Next Reconciliation Period	6.5	5.5	4.5
13	Current Month Interest Rate	4.75%	4.75%	3.25%
14	DS _{Int} Interest on Current Month Deferral (Line 11 X Line 12 X (Line 13/12))	<u>\$ (1,268)</u>	<u>\$ (5,800)</u>	<u>\$ (5,151)</u>
15	Cumulative (Over) / Under Collections at End of Month Including Interest (Line 1 + Line 5 + Line 11 + Line 14)	<u>\$ 1,286,657</u>	<u>\$ 1,265,086</u>	<u>\$ 475,095</u>

Pennsylvania Electric Company
Price to Compare Default Service Rate Calculation
Residential Class: For the Default Service Period June 1, 2020 through August 31, 2020

**Line
No.**

	Number of Tranches	Clearing Price	Weighted Clearing Price	
	<u>Fixed Price Tranche Purchases (\$ per MWh)</u>			
1	2	49.47	\$ 98.94	
2	3	51.74	\$ 155.22	
3	3	50.45	\$ 151.35	
4	2	47.07	\$ 94.14	
5	3	45.63	\$ 136.89	
6	3	46.85	\$ 140.55	
7	1	49.02	\$ 49.02	
8	17		\$ 826.11	
9		\$ 48.59		
10		<u>95%</u>		
11			\$ 46.16	
12		\$20.20		
13		<u>20.00</u>		
14		\$40.20		
15		<u>5%</u>		
16			\$ 2.01	
17			\$ 0.04817	
18			<u>1.0573</u>	
19				\$ 0.05094 <i>per kWh</i>
20				\$ 0.00004 <i>per kWh</i>
21				\$ 0.05098
22				<u>1.062699</u>
23				PTC_{Current} Residential Class including PA Gross Receipts Tax (Line 21 X Line 22) \$ 0.05417 <i>per kWh</i>
24				E Reconciliation Rate, including PA Gross Receipts Tax (Page 2, Line 8) \$ 0.00115 <i>per kWh</i>
25				PTC_{Default} Residential Class (Line 23 + Line 24) \$ 0.05532 <i>per kWh</i>

(A) All Price to Compare computations will be pursuant to the terms of the Company's "Price to Compare Default Service Rate Rider"

Pennsylvania Electric Company
Computation of Residential Class Price to Compare Default Service Rate Reconciliation Factor
Rate Effective June 1, 2020 through August 31, 2020

Line No.	Description	Amounts
1	Cumulative Residential Class (Over) / Under Collection as of March 31, 2020 (See Page 3, Line 15)	\$ (339,704)
2	Adjustment for Projected Residential Class (Over) / Under Collection through August 2020	(258,850)
3	Adjustment for projected Residential Class E-factor revenue for the remainder of the Default Service Quarter beginning March 1, 2020	<u>1,373,907</u>
4	Total Cumulative Residential Class (Over) / Under Collection, as adjusted (Lines 1 + 2 + 3)	\$ 775,354
5	Projected Residential Class kilowatt hour sales - June 1, 2020 - August 31, 2020 (Line 12)	713,878,501 kWh
6	Residential Class Reconciliation Rate before PA Gross Receipts Tax (Line 4 / Line 5)	\$ 0.00109 per kWh
7	PA Gross Receipt Gross-Up [1/(1-T) (5.9% Gross Receipts Tax)]	<u>1.062699</u>
8	Residential Class Reconciliation Factor Rate including PA Gross Receipts Tax (Line 6 X Line 7)	<u>\$ 0.00115 per kWh</u>
 Projected Residential Class kilowatt hour sales June 1, 2020 through August 31, 2020		
9		Jun-20 211,679,237
10		Jul-20 242,787,315
11		Aug-20 <u>259,411,950</u>
12	Total Projected Residential Class kWh Sales	<u>713,878,501</u>

Pennsylvania Electric Company
Residential Class Price to Compare Default Service Rate Reconciliation
January 1, 2020 through March 31, 2020

Line No.	Description	Jan-20	Feb-20	Mar-20
1	Cumulative (Over)/Under Collection at Beginning of Month 1	\$ 7,892,146	\$ 5,055,258	\$ 2,131,335
2	Gross Default Service Plan Revenues	\$ 19,804,804	\$ 18,811,261	\$ 17,319,194
3	Less: Gross Receipts Tax (Line 2 x 5.9%)	<u>1,168,483</u>	<u>1,109,864</u>	<u>1,021,832</u>
4	PTC _{Rev} Net Default Service Plan Revenues	\$ 18,636,321	\$ 17,701,397	\$ 16,297,361
5	Plus: Prior Period E-factor Amortization	<u>\$ (275,149)</u>	<u>\$ (275,149)</u>	<u>\$ (2,630,715)</u>
6	Revenue Available for Current Deferral	\$ 18,361,172	\$ 17,426,248	\$ 13,666,646
	<u>Expenses</u>			
7	DS _{Exp1} Amortization of Start Up Costs	\$ -	\$ -	\$ -
8	DS _{Exp2} Cost to provide Default Service	15,858,262	14,830,421	13,823,393
9	DS _{Exp2} Cost of Network Integration Transmission Service (NITS)	<u>5,429</u>	<u>3,490</u>	<u>1,006</u>
10	Total Expenses	\$ 15,863,691	\$ 14,833,911	\$ 13,824,399
11	Current Month (Over)/Under Collection (Line 10 - Line 6)	\$ (2,497,481)	\$ (2,592,337)	\$ 157,753
12	Months to the Midpoint of the Next Reconciliation Period	6.5	5.5	4.5
13	Current Month Interest Rate	4.75%	4.75%	3.25%
14	DS _{Int} Interest on Current Month Deferral (Line 11 X Line 12 X (Line 13/12))	<u>\$ (64,258)</u>	<u>\$ (56,437)</u>	<u>\$ 1,923</u>
15	Cumulative (Over) / Under Collections at End of Month Including Interest (Line 1 + Line 5 + Line 11 + Line 14)	<u>\$ 5,055,258</u>	<u>\$ 2,131,335</u>	<u>\$ (339,704)</u>