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February 25, 2015

VIA FEDERAL EXPRESS

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

Re: Pennsylvania Public Utility Commission v. West Penn Power Company Docket Nos. R-2014-2428742 and M-2013-2341991

Dear Secretary Chiavetta:

Enclosed are Customer Class Rate Impact Analyses on behalf of West Penn Power Company that are being filed in the above-referenced docket in compliance with the request of the presiding Administration Law Judges ("ALJs"). In addition to one hard copy, we have enclosed a CD containing a PDF of the Customer Class Rate Impact Analyses.

As evidenced by the enclosed Certificate of Service, copies of the Customer Class Rate Impact Analyses are being served on all parties, the presiding ALJs and the ALJs' technical advisors.

Very truly yours,

Anthony C. DeCusatis

ACD/tp Enclosures

 \mathbf{c} :

Per Certificate of Service

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FEB 25 2015

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February 25, 2015

VIA ELECTRONIC MAIL AND FEDERAL EXPRESS

The Honorable Dennis J. Buckley Administrative Law Judge Office of Administrative Law Judge Pennsylvania Public Utility Commission Office of Administrative Law Judge 400 North Street Harrisburg, PA 17120 The Honorable Katrina L. Dunderdale Administrative Law Judge Office of Administrative Law Judge Pennsylvania Public Utility Commission Pittsburgh District Office Piatt Place, Suite 220 301 5th Avenue Pittsburgh, PA 15222

Re: Pennsylvania Public Utility Commission v. West Penn Power Company Docket Nos. R-2014-2428742 and M-2013-2341991

Dear Judge Buckley and Judge Dunderdale:

Pursuant to your request on February 23, 2015, enclosed are the Customer Class Rate Impact Analyses on behalf of West Penn Power Company in the above-captioned matter.

As evidenced by the enclosed Certificate of Service, copies of the Customer Class Rate Impact Analyses are being served on all parties of record and your technical advisors.

Very truly yours,

Anthony C. DeCusatis

ACD/tp Enclosures

cc: Per Certificate of Service

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FEB **25** 2015



West Penn Power Company Customer Class Rate Impact Analyses

FEB 25 2015

PA PUBLIC UTILITY COMMISSION SECRETARY'S BUREAU

Residential Class

Under the Settlement Rates, the monthly residential distribution customer charge will increase \$0.81 (or 16.2%), from \$5.00 to \$5.81. This increase in the distribution customer charge is in lieu of the Company's proposed monthly distribution customer charge of \$7.35, which represents a \$2.35 increase (or 47.0%). In addition, under the Settlement Rates, the bill for a typical Residential customer that uses 1,000 kWh per month will increase by \$12.15 per month, from \$92.47 to \$104.62¹ (or 13.1%), including default service generation, taxes and other rider surcharges. In comparison, in the Company's proposed filing, the bill for a typical Residential customer that uses 1,000 kWh per month would have increased by \$13.62 per month, from \$92.47 to \$106.09² (or 14.7%), including default service generation, taxes, and other rider surcharges.

Commercial Class

Under the Settlement Rates, the monthly distribution customer charge for a Schedule 30 customer will increase \$17.42 from \$0 to \$17.42 (there is no customer charge under current rates). This increase in the distribution customer charge is in lieu of the Company's proposed monthly distribution customer charge of \$17.79, which represents a \$17.79 increase. In addition, under the Settlement Rates, the bill for a typical Schedule 30 customer with monthly billing demand of 40 kW and 250 hours use of demand will increase by \$26.29 per month, from \$754.47 to \$780.76 (or 3.5%), including default service generation, taxes and other rider surcharges. In comparison, in the Company's proposed filing, the bill for a typical Schedule 30 customer with monthly billing demand of 40 kW and 250 hours use of demand would have increased by \$30.26 per month, from \$754.47 to \$784.73 (or 4.0%), including default service generation, taxes, and other rider surcharges.

Industrial Class

Under the Settlement Rates, the monthly distribution customer charge for a Schedule 46 customer will increase \$4.04 from \$0 to \$4.04 (there is no customer charge under current rates). This increase in the distribution customer charge is the same as the monthly distribution customer charge in the Company's proposed filing. In addition, under the Settlement Rates, the bill for a typical Schedule 46 customer with monthly billing demand of 20 MW and 474 hours use of demand will increase by \$5,538.53 per month, from \$370,737.95 to \$376,276.48 (or 1.5%), including default service generation, taxes and other rider surcharges. In comparison, in the Company's proposed filing, the bill for a typical Schedule 46 customer with monthly billing demand of 20 MW and 474 hours use of demand would have increased by \$13,618.41 per

¹ All calculations use riders in effect at 7-1-2014 and the price-to-compare as of 9-1-14, which assures that the rates are being compared on a consistent basis.

² West Penn Statement No. 1 (Direct Testimony of Charles V. Fullem), p. 10.

month, from \$370,737.95 to \$384,356.36 (or 3.7%), including default service generation, taxes, and other rider surcharges.

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

PENNSYLVANIA PUBLIC UTILITY COMMISSION

v.

Docket Nos. R-2014-2428742 M-2013-2341991

WEST PENN POWER COMPANY

CERTIFICATE OF SERVICE

I hereby certify that I served, on behalf of **West Penn Power Company**, on the following persons in the matter specified in accordance with the requirements of 52 Pa. Code § 1.54, a true and correct copy of the **Customer Class Rate Impact Analyses**.

VIA ELECTRONIC MAIL AND FEDERAL EXPRESS

The Honorable Dennis J. Buckley
Administrative Law Judge
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Pennsylvania Public Utility Commission
Office of Administrative Law Judge
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debuckley@pa.gov

The Honorable Katrina L. Dunderdale Administrative Law Judge Office of Administrative Law Judge Pennsylvania Public Utility Commission Pittsburgh District Office Piatt Place, Suite 220 301 5th Avenue Pittsburgh, PA 15222 kdunderdal@pa.gov



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VIA ELECTRONIC MAIL AND FIRST CLASS MAIL

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Counsel for West Penn Power Company

Date: February 25, 2015



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