

**Michael Zimmerman** Senior Counsel, Regulatory 411 Seventh Avenue Mail drop 15-7 Pittsburgh, PA 15219 Tel: 412-393-6268 mzimmerman@duqlight.com

July 1, 2020

#### **Via Electronic Filing**

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

Re: Duquesne Light Company's Default Service Plan VIII Compliance Filing Supplement No. 13 to Tariff Electric – Pa. P.U.C. No. 25
Docket No. P-2016-2543140

Dear Secretary Chiavetta:

Enclosed please find Supplement No. 13 to Duquesne Light Company's ("Duquesne Light" or the "Company") Tariff No. 25. Supplement No. 13 would modify default service rates contained in Rider No. 8 for medium commercial and industrial customers. Herein, the Company is providing statements that support the proposed default service rates. Included in this filing are public and **CONFIDENTIAL** versions of the supporting statements. The **CONFIDENTIAL** versions include competitive Request for Proposal results. The Company respectfully request that the **CONFIDENTIAL** versions be excluded from the public file.

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

Respectfully Submitted,

Michael Zimmerman

Senior Counsel, Regulatory

**Enclosures** 

#### **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 Richard Kanaskie Commonwealth Keystone Building 400 North Street, 2<sup>nd</sup> Floor West PO Box 3265 Harrisburg, PA 17105-3265 rkanaskie@pa.gov Office of Small Business Advocate John Evans 555 Walnut Street, 1<sup>st</sup> Floor Harrisburg, PA 17101 jorevan@pa.gov

Office of Consumer Advocate Tanya McCloskey 555 Walnut Street Forum Place, 5<sup>th</sup> Floor Harrisburg, PA 17101-1923 TMcCloskey@paoca.org Bureau of Audits
Pennsylvania Public Utility Commission
Barbara Sidor
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Michael Zimmerman

Duquesne Light Company

Michel Jan-

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Phone: 412-393-6268

Email: mzimmerman@duqlight.com

Dated: July 1, 2020



### SCHEDULE OF RATES

For Electric Service in Allegheny and Beaver Counties

(For List of Communities Served, see Pages No. 4 and 5)

Issued By

#### **DUQUESNE LIGHT COMPANY**

411 Seventh Avenue Pittsburgh, PA 15219

Steven E. Malnight
President and Chief Executive Officer

ISSUED: July 1, 2020 EFFECTIVE: September 1, 2020

Issued in compliance with Commission Order dated December 22, 2016, at Docket No. P-2016-2543140.

### **NOTICE**

THIS TARIFF SUPPLEMENT INCREASES A RATE WITHIN AN EXISTING RIDER

See Page Two

#### LIST OF MODIFICATIONS MADE BY THIS TARIFF

#### **INCREASE**

Rider No. 8 - Default Service Supply

Third Revised Page No. 99 Cancelling Second Revised Page No. 99

The supply charge for Medium Commercial & Industrial customers has increased from 4.0389 ¢/kWh to 4.0476 ¢/kWh for the Application Period September 1, 2020, through November 30, 2020.

ISSUED: JULY 1, 2020 EFFECTIVE: SEPTEMBER 1, 2020

#### **STANDARD CONTRACT RIDERS - (Continued)**

#### RIDER NO. 8 – DEFAULT SERVICE SUPPLY – (Continued)

(Applicable to Rate Schedules RS, RH, RA, GS/GM, GMH, AL, SE, SM, SH, UMS and PAL)

#### **DEFAULT SERVICE SUPPLY RATE - (Continued)**

Medium Commercial and Industrial customers with monthly metered demand equal to or greater than 25 kW and less than 200 kW.

(Rate Schedules GS/GM and GMH)

Application Period	Supply Charge - ¢/kWh		
June 1, 2017 through August 31, 2017	5.2863		
September 1, 2017 through November 30, 2017	5.1571		
December 1, 2017 through February 28, 2018	5.7974		
March 1, 2018 through May 31, 2018	5.3509		
June 1, 2018 through August 31, 2018	5.7142		
September 1, 2018 through November 30, 2018	5.5901		
December 1, 2018 through February 28, 2019	6.6810		
March 1, 2019 through May 31, 2019	6.4268		
June 1, 2019 through August 31, 2019	5.2092		
September 1, 2019 through November 30, 2019	4.5047		
December 1, 2019 through February 29, 2020	5.5691		
March 1, 2020 through May 31, 2020	4.5894		
June 1, 2020 through August 31, 2020	4.0389		
September 1, 2020 through November 30, 2020	4.0476		
December 1, 2020 through February 28, 2021	X.XXXX		
March 1, 2021 through May 31, 2021	X.XXXX		

Lighting (Rate Schedules AL and SE)

Application Period	Supply Charge - ¢/kWh		
June 1, 2017 through November 30, 2017	3.7939		
December 1, 2017 through May 31, 2018	3.8177		
June 1, 2018 through November 30, 2018	3.6653		
December 1, 2018 through May 31, 2019	3.6248		
June 1, 2019 through November 30, 2019	3.5149		
December 1, 2019 through May 31, 2020	3.3268		
June 1, 2020 through November 30, 2020	3.1335		
December 1, 2020 through May 31, 2021	X.XXXX		

(I) - Indicates Increase

ISSUED: JULY 1, 2020 EFFECTIVE: SEPTEMBER 1, 2020

(I)

#### CONFIDENTIAL

#### **ATTACHMENT A**

Duquesne Light Company
Rider No. 8 - Medium C&I Default Service Supply Rate
Proposed Supply Rates Effective September 1, 2020

**Summary of RFP Results** 

# CONFIDENTIAL REDACTION

#### ATTACHMENT A

#### Duquesne Light Company Rider No. 8 - Medium C&I Default Service Supply Rate Proposed Supply Rates Effective September 1, 2020

#### Rate Design for Medium C& I Tariff Rate

1	Wholesale Price		\$35.67 /MWh	Weighted bid price - Att. A, Page 1
2	Line Losses	6.1%		Transmission (0.8%); distribution (5.3%)
3	Price Adjustment for Losses		\$2.18 /MWh	Line 1 * Line 2
4	Price Adjusted for Losses		\$37.85 /MWh	Line 1 + Line 3
5	Outside Services	\$34,183		Outside services to conduct RFPs
6	Forecast POLR Sales (MWh)	128,424		Forecast POLR sales (MWh) September 1, 2020 through November 30, 2020
7	Administrative Adder (per MWh)		\$0.27 /MWh	Line 5 / Line 6
8	Filing Preparation and Approval Process Expense	\$7,009		Updated as part of the Commission rate case order entered on December 20, 2018 at
9	Working Capital for Default Service Supply Expense	\$53,599		Docket No. R-2018-3000124 per page 19, paragraph 44.
10	Total Medium C&I Unbundling Expense	\$60,607		bocket No. N-2010-3000124 per page 13, paragraph 44.
11	Forecast POLR Sales (MWh)	128,424		Forecast POLR sales (MWh) September 1, 2020 through November 30, 2020
12	Unbundling Rate (per MWh)		\$0.47 /MWh	Line 10 / Line 11
13	E-factor (Over)/Under Collection	(\$124,263)		
				E-factor Balance and prior period (Over)/Under Collection per the Company's April 13,
	Reconciliation (August 2019 to January 2020)			2020 filing at Docket No. M-2020-3019407.
14	(Over)/Under Collection	(\$16,279)		2020 Hilling at Booket No. W 2020 3015407.
15	Interest on (Over)/Under Collection	(\$1,887)		
16	Total (Over)/Under Collection	(\$18,166)		Line 14 + Line 15
17	Total E Factor (Over)/Under Reconciliation	(\$142,429)		Line 13 + Line 16
	Forecast POLR Sales (MWh)	284,354		Forecast POLR sales (MWh) June 1, 2020 through November 30, 2020
19	E Factor Rate (per MWh)		(\$0.50) /MWh	Line 17 / Line 18
	Adjusted Wholesale Price			Line 4 + Line 7 + Line 12 + Line 19
	PA GRT @ 5.9%			Line 20 * (.059/(1059))
22	Total Rate (per MWh)		\$40.48 /MWh	Line 20 + Line 21
23	RFP Medium C&I Retail Supply Rate (¢/kWh)		4.0476 /kWh	Line 22 / 10
24	Farranch DOLD Calas (IAMIL)		120 424 010	5
	Forecast POLR Sales (kWh)		128,424,018	Forecast POLR sales (kWh) September 1, 2020 through November 30, 2020
25	Projected RFP Revenue		\$5,198,113	Line 24 * (Line 23 / 100)

#### **ATTACHMENT A**

## Duquesne Light Company Rider No. 8 - Medium C&I Default Service Supply Rate Proposed Supply Rates Effective September 1, 2020

### **Summary of Current Tariff Rates and Proposed Tariff Rates**

			Current	Proposed
			Tariff	Tariff
			Effective	Effective
Rate Schedule	<u>Units</u>	<u>Rate</u>	6/1/2020	<u>9/1/2020</u>
GM => 25 < 200 kW				
GMH => 25 < 200 kW				
All kWh	kWh	¢/kWh	4.0389	4.0476