

February 20, 2020

VIA ELECTRONIC FILING

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

Re: Pennsylvania Electric Company Tariff Pa. P.U.C. No. 81, Supplement No. 93 – Changes for Non-Utility Generation Charge Rider Rates Related to Default Service Plan, Docket No. P-2009-2093054

Dear Secretary Chiavetta:

Transmitted herewith for filing with the Pennsylvania Public Utility Commission ("Commission") is Supplement No. 93 to Pennsylvania Electric Company's ("Penelec" or the "Company") Tariff Electric Pa. P.U.C. No. 81, which bears an issue date of February 20, 2020. The tariff changes contained in Supplement No. 93 are proposed to be effective with service rendered on or after March 1, 2020.

The purpose of Tariff Supplement No. 93 is to reflect changes to the Non-Utility Generation ("NUG") Charge Rider rates. The Company will make a final filing on May 21, 2020 with an effective date of June 1, 2020 to set the Penelec NUG rate to zero. Any under/over collection will be refunded/collected through the Company's Default Service Support Rider starting June 1, 2020. These rate changes are consistent with the Commission's Order at Docket No. P-2009-2093054.

If you have any questions regarding the enclosed documents, please contact me at (610) 921-6525.

Sincerely,

Joanne M. Savage

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

Spanne M. Savage

Enclosures

cc: Lori Burger – Bureau of Audits (lburger@pa.gov)

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

Certificate of Service

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

JOINT PETITION OF : Docket No. P-2009-2093054

PENNSYLVANIA ELECTRIC : COMPANY FOR APPROVAL OF : THEIR DEFAULT SERVICE : PROGRAMS :

CERTIFICATE OF SERVICE

I hereby certify and affirm that I have this day served a copy of the forgoing documents upon the individuals listed below, in accordance with the requirements of 52 Pa. Code § 1.54:

Service by First Class Mail as follows:

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February 20, 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: February 20, 2020 Effective: March 1, 2020

By: Samuel L. Belcher, President Reading, Pennsylvania

NOTICE

Supplement No. 93 changes Rider P. See Ninetieth Revised Page No. 2.

Electric Pa. P.U.C. No. 81 (Supp. 93) Ninetieth Revised Page 2 Superseding Eighty-Ninth Revised Page 2

LIST OF MODIFICATIONS

Riders

Rider P – NUG Rider rates have been increased (See Twentieth Revised Page 178).

Issued: February 20, 2020 Effective: March 1, 2020

Electric Pa. P.U.C. No. 81 (Supp. 93) Twentieth Revised Page 178 Superseding Nineteenth Revised Page 178

RIDERS

Rider P (continued)

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S = The Company's total Delivery Service kWh sales by NUG Rate Group projected for the NUG Billing Quarter that the NUC-C rates will be in effect.

= The Pennsylvania gross receipts tax rate in effect during the billing month, expressed in the same decimal form used to express the Pennsylvania gross receipts tax rate that is employed in the Company's base rates.

Table 1 NUG Rate Group	NUG Rate Group Allocation Factors	NUG Rate By Group In Cents per kWh
NOG Kate Group	<u>ractors</u>	Cents per Kwn
NUG Rate Group 1 - Rate Schedule RS NUG Rate Group 2 - Rate Schedule GS Volunteer Fire Company Non-Profit Ambulance Service, Rescue Squad and Senior Center Service, GS – Small, GS – Medium, GS Large, H, OAL, STLT,	.30716	0.404 (I)
SLED, and BRD	.35519	0.579 (I)
NUG Rate Group 3 - Rate Schedule GP	.12306	0.425 (I)
NUG Rate Group 4 - Rate Schedule LP	.21459	0.424 (I)

All capitalized terms not otherwise defined in this Rider shall have the definitions specified in Section 2 of this Tariff.

The NUG-C rates shall be filed quarterly with the Commission 10 days prior to the effective date of the rate changes.

The Non-Utility Generation Charge Rider shall be subject to review and audit by the Commission.

(I) Increase

Issued: February 20, 2020 Effective: March 1, 2020

Pennsylvania Electric Company NUG Charge Rider

Rates to be Effective from March 1, 2020 through May 31, 2020 (Cents/kWh)

				GS	SS/GSM/GSL/				
				G	SV/H/OL/ST/			To	tal
Line No.	<u>Description</u>		RS		BRD	 GP	 LP	Com	pany
			(1)		(2)	(3)	(4)	(5	5)
1	NUG-C Delta Market (page 2, line 5, col. 4)	\$	10,587,666	\$	10,587,666	\$ 10,587,666	\$ 10,587,666		
2	NUG Rate Group Allocation Factor		0.30716		0.35519	0.12306	0.21459		
3	Above Market NUG Cost (line 1 x line 2)	\$	3,252,107	\$	3,760,633	\$ 1,302,918	\$ 2,272,007	\$ 10,5	87,666
4	E- Factor (pages 4, 6, 8, & 10, line 8, col. 7)	\$	600,640	\$	827,830	\$ 428,825	\$ 534,813	\$ 2,3	92,108
5	Total NUG Costs (line 3 + line 4)	\$	3,852,747	\$	4,588,463	\$ 1,731,743	\$ 2,806,820	\$ 12,9	79,773
6	Three Months Delivery Sales from Forecast - kWh (page 3, line 4)	<u>1,0</u>	013,246,543		842,658,759	<u>432,655,871</u>	<u>703,059,061</u>	2,991,	620,234
7	NUG Charge Rate Before Tax Gross Up in cents/kWh [(line 5 / line 6) x 100]		0.380		0.545	0.400	0.399		
8	Tax Gross Up [1/ (1-T)] T=5.9%		1.062699		1.062699	1.062699	1.062699		
9	NUG Charge Rates (line 7 x line 8)		0.404		0.579	0.425	0.424		

Pennsylvania Electric Company NUG Charge Rider NUG Cost and Market Value 2020 Forecast

Line No.	<u>Description</u>	 March	April	May	3 Month <u>Total</u>
		(1)	(2)	(3)	(4)
	OPERATING NUGS				
1	Total NUG cost	\$6,204,603	\$6,004,454	\$3,002,227	\$ 15,211,284
2	Market value of NUGs	\$1,926,896	\$1,809,914	\$842,474	 4,579,283
3	Above market NUG cost	\$ 4,277,707	\$ 4,194,541 \$	2,159,754	\$ 10,632,001
4	Jurisdictional Allocation Factor				 0.99583
5	Total Jurisdictional Above Market NUG Cost				
	(line 3 x line 4)				\$ 10,587,666

Pennsylvania Electric Company NUG Charge Rider Sales Forecast -- 2020 (kWh)

GSS/GSM/GSL/ GSV/H/OL/ST/

Line No.	Month	RS	BRD	GP	LP	Total
		(1)	(2)	(3)	(4)	(5)
1	March	396,318,530	289,788,758	148,213,646	232,049,184	1,066,370,118
2	April	335,900,951	282,283,833	145,817,611	234,402,769	998,405,164
3	May	281,027,062	270,586,168	138,624,614	236,607,108	926,844,952
4	Total Sales - kwh					
	(line 1 + line 2 + line 3)	1,013,246,543	842,658,759	432,655,871	703,059,061	2,991,620,234

Pennsylvania Electric Company NUG Charge Rider E - Reconciliation Factor Rate RS

Line <u>No.</u> Month	NUG Revenues (1)		NUG Revenues Applied to Prior Period E - Factor		Current <u>NUG Revenues</u> (3) = (1) - (2)		Above Market NUG Cost Retail Sales		(Over)/Under Collection (5) = (4) - (3)		Unamortized Prior Period E-Factor Balance (6)		 Total E - Factor 7) = (5) + (6)		
1 2 3	May 2019 June July	\$	809,634 879,654 1,274,838	\$	375,105 389,741 389,741	\$	434,530 489,913 885,097	\$	1,135,664 767,053 1,030,146		\$	701,134 277,140 145,049			
4	Quarter	\$	2,964,127	\$	1,154,587	\$	1,809,539	\$	2,932,863		\$	1,123,324	\$	-	\$ 1,123,324
5 6 7	August September October	\$	1,448,625 1,265,548 1,150,784	\$	389,741 374,441 374,441	\$	1,058,884 891,106 776,343	\$	1,099,187 1,201,025 482,141	(A)	\$	40,303 309,919 (294,202)			
8	Quarter	\$	3,864,957	\$	1,138,624	\$	2,726,333	\$	2,782,353		\$	56,020	\$	-	\$ 56,020
9 10 11	November December January 2020	\$	1,208,703 1,266,677 996,099	\$	374,441 18,673 18,673	\$	834,262 1,248,003 977,426	\$	1,100,538 1,277,277 1,282,516		\$	266,276 29,274 305,090			
12	Quarter	\$	3,471,479	\$	411,788	\$	3,059,691	\$	3,660,331		\$	600,640	\$	-	\$ 600,640
13	Total	<u>\$ 1</u>	0,300,562	\$	2,704,999	\$	7,595,564	\$	9,375,547		\$	1,779,983			

⁽A) An adjustment of \$47,900 for the period of August 2018 through July 2019 was made in August 2019 for PJM expenses that were erroneously charged to an incorrect general ledger account.

Pennsylvania Electric Company NUG Charge Rider E - Reconciliation Factor Rate RS

Line No.	M onth	(Ov	or Period er)/Under ollection e Amortized	A Pr	Revenues pplied to rior Period nortization	Total (Over)/Under Collection <u>Balance</u>		
			(1)		(2)		(3)	
1	Beg. Balance at April 30, 2019					\$	375,105	
2	May 2019	\$	_	\$	375,105	\$	-	
3	June		1,169,224		389,741		779,482	
4	July		-		389,741		389,741	
5	August		-		389,741		-	
6	September		1,123,324		374,441		748,882	
7	October		-		374,441		374,441	
8	November		_		374,441		-	
9	December		56,020		18,673		37,347	
10	January 2020		-		18,673		18,674	
11	February		-		18,673		-	
12	Total			\$	2,723,672			

Pennsylvania Electric Company NUG Charge Rider E - Reconciliation Factor Rates GS, et. al

Line <u>No.</u>			NUG Month Revenues		NUG Revenues Applied to Prior Period E - Factor		Current NUG Revenues		Above Market NUG Cost Retail Sales		Current (Over)/Under Collection		Unamortized Prior Period E-Factor Balance		 Total E - Factor
			(1)		(2)		(3) = (1) - (2)		(4)			(5) = (4) - (3)		(6)	(7) = (5) + (6)
1 2	May 2019 June	\$	1,175,502 1,246,490	\$	569,723 499,746	\$	605,779 746,744	\$	1,313,246 886,996		\$	707,467 140,252			
3	July		1,431,540		499,746		931,794		1,191,228			259,434			
4	Quarter	\$	3,853,532	\$	1,569,215	\$	2,284,317	\$	3,391,470		\$	1,107,153	\$	-	\$ 1,107,153
5 6 7	August September October	\$	1,516,018 1,424,707 1,268,128	\$	499,746 369,051 369,051	\$	1,016,272 1,055,656 899,077	\$	1,271,065 1,388,827 557,532	(A)	\$	254,793 333,171 (341,545)			
8	Quarter	\$	4,208,853	\$	1,237,848	\$	2,971,006	\$	3,217,424		\$	246,418	\$	-	\$ 246,418
9 10 11	November December January 2020	\$	1,209,484 1,321,893 1,406,813	\$	369,051 82,139 82,139	\$	840,433 1,239,754 1,324,673	\$	1,272,627 1,477,003 1,483,060		\$	432,194 237,249 158,387			
12	Quarter	\$	3,938,190	\$	533,330	\$	3,404,860	\$	4,232,690		\$	827,830	\$	-	\$ 827,830
13	Total	\$	12,000,575	\$	3,340,392	\$	8,660,183	\$	10,841,584		\$	2,181,401			

⁽A) An adjustment of \$47,900 for the period of August 2018 through July 2019 was made in August 2019 for PJM expenses that were erroneously charged to an incorrect general ledger account.

Pennsylvania Electric Company NUG Charge Rider E - Reconciliation Factor Rates GS, et al

Line No.	<u>Month</u>	Prior Period (Over)/Unde Collection to be Amortize	r	UG Revenues Applied to Prior Period Amortization	Total (Over)/Under Collection <u>Balance</u>		
		(1)		(2)		(3)	
1	Beg. Balance at April 30, 2019				\$	569,723	
2	May 2019	\$	- \$	569,723	\$	-	
3	June	1,499,23		499,746		999,492	
4	July		-	499,746		499,745	
5	August		-	499,746		<u>-</u>	
6	September	1,107,1	53	369,051		738,102	
7	October		-	369,051		369,051	
8	November		-	369,051		<u>-</u>	
9	December	246,4	18	82,139		164,279	
10	January 2020		-	82,139		82,140	
11	February		-	82,139		-	
12	Total		\$	3,422,531			

Pennsylvania Electric Company NUG Charge Rider E - Reconciliation Factor Rate GP

Line No.	Month	_	NUG <u>Revenues</u>	Арр	G Revenues lied to Prior od E - Factor	Current JG Revenues	ı	ove Market NUG Cost etail Sales		(O ₁	Current /er)/Under ollection	Prior l E-Fa Bala	ortized Period actor ance	 Total E - Factor
			(1)		(2)	(3) = (1) - (2)		(4)		(5	5) = (4) - (3)	(6	6)	(7) = (5) + (6)
1 2 3	May 2019 June July	\$	407,831 442,330 495,653	\$	201,672 189,098 189,098	\$ 206,159 253,231 306,555	\$	454,990 307,311 412,716		\$	248,831 54,080 106,161			
4	Quarter	\$	1,345,814	\$	579,869	\$ 765,945	\$	1,175,017		\$	409,072	\$	-	\$ 409,072
5 6 7	August September October	\$	521,195 501,728 428,148	\$	189,098 136,357 136,357	\$ 332,097 365,370 291,791	\$	440,376 481,176 193,164	(A)	\$	108,279 115,806 (98,627)			
8	Quarter	\$	1,451,071	\$	461,813	\$ 989,258	\$	1,114,716		\$	125,458	\$	-	\$ 125,458
9 10 11	November December January 2020	\$	406,398 435,403 415,837	\$	136,357 41,819 41,819	\$ 270,041 393,584 374,018	\$	440,917 511,726 513,825		\$	170,876 118,142 139,807			
12	Quarter	\$	1,257,639	\$	219,996	\$ 1,037,643	\$	1,466,468		\$	428,825	\$	-	\$ 428,825
13	Total	\$	4,054,523	\$	1,261,678	\$ 2,792,845	\$	3,756,201		\$	963,356			

⁽A) An adjustment of \$47,900 for the period of August 2018 through July 2019 was made in August 2019 for PJM expenses that were erroneously charged to an incorrect general ledger account.

Pennsylvania Electric Company NUG Charge Rider E - Reconciliation Factor Rate GP

Line No.	Month	Prior Period (Over)/Under Collection to be Amortized	Ap Prid	Revenues plied to or Period ortization (2)	(Over)/Under Collection <u>Balance</u> (3)			
1	Beg. Balance at April 30, 2019				\$	201,672		
2	May 2019	\$ -	\$	201,672	\$	-		
3	June	567,295	·	189,098		378,197		
4	July	· -		189,098		189,099		
5	August	-		189,098		-		
6	September	409,072		136,357		272,715		
7	October	-		136,357		136,358		
8	November	-		136,357		-		
9	December	125,458		41,819		83,639		
10	January 2020	-		41,819		41,819		
11	February	-		41,819		-		
12	Total		\$	1,303,497				

Pennsylvania Electric Company NUG Charge Rider E - Reconciliation Factor Rate LP

Line No.	Month	<u> </u>	NUG Revenues	Арр	G Revenues lied to Prior od E - Factor	<u>N</u>	Current UG Revenues	bove Market NUG Cost Retail Sales		(O	Current ver)/Under collection	Inamortized Prior Period E-Factor Balance	<u>E</u>	Total - Factor
			(1)		(2)		(3) = (1) - (2)	(4)		(!	5) = (4) - (3)	(6)	(7) = (5) + (6)
1 2 3	May 2019 June July	\$	716,511 797,028 877,197	\$	320,343 301,693 301,693	\$	396,168 495,335 575,504	\$ 793,405 535,883 719,687		\$	397,237 40,548 144,183			
4	Quarter	\$	2,390,736	\$	923,729	\$	1,467,007	\$ 2,048,975		\$	581,968	\$ -	\$	581,968
5 6 7	August September October	\$	891,316 793,845 845,573	\$	301,693 193,989 193,989	\$	589,623 599,856 651,584	\$ 767,921 839,067 336,836	(A)	\$	178,298 239,211 (314,748)			
8	Quarter	\$	2,530,734	\$	689,671	\$	1,841,063	\$ 1,943,824		\$	102,761	\$ -	\$	102,761
9 10 11	November December January 2020	\$	792,064 775,276 717,547	\$	193,989 34,254 34,254	\$	598,075 741,022 683,293	\$ 768,865 892,339 895,999		\$	170,790 151,317 212,706			
12	Quarter	\$	2,284,887	\$	262,497	\$	2,022,390	\$ 2,557,203		\$	534,813	\$ -	\$	534,813
13	Total	\$	7,206,357	\$	1,875,897	\$	5,330,460	\$ 6,550,002		\$	1,219,542			

⁽A) An adjustment of \$47,900 for the period of August 2018 through July 2019 was made in August 2019 for PJM expenses that were erroneously charged to an incorrect general ledger account.

Pennsylvania Electric Company NUG Charge Rider E - Reconciliation Factor Rate LP

Line No.	Month	(Over Coll	Period r)/Under ection mortized	A Pr	Revenues pplied to ior Period nortization	C	Total er)/Under ollection Balance
			(1)		(2)		(3)
1	Beg. Balance at April 30, 2019					\$	320,343
2	May 2019	\$	_	\$	320,343	\$	-
3	June		905,079		301,693		603,386
4	July		_		301,693		301,693
5	August		-		301,693		-
6	September		581,968		193,989		387,978
7	October		· -		193,989		193,989
8	November		-		193,989		-
9	December		102,761		34,254		68,507
10	January 2020		-		34,254		34,254
11	February		-		34,254		-
12	Total			\$	1,910,151		