Supplement No. 39 Electric-Pa. P. U. C. No. 38

WEST PENN POWER COMPANY

RATES, TERMS, AND CONDITIONS

GOVERNING

INTERCHANGE OF ELECTRIC ENERGY

WITH

THE PENNSYLVANIA STATE UNIVERSITY

Issued: July 15, 2019

Effective: September 1, 2019

By: Samuel L. Belcher, President Reading, Pennsylvania

NOTICE

Supplement No. 39 makes changes to Rider I. See Thirty-Eighth Revised Page No. 2. WEST PENN POWER COMPANY

Electric-Pa. P. U. C. No. 38 (Supp. 39) Thirty-Eighth Revised Page No. 2 Superseding Thirty-Seventh Revised Page No. 2

LIST OF MODIFICATIONS

Rider I – Hourly Pricing Default Service Rider rates have been changed and increased (See Eighteenth Revised Page 23).

Electric-Pa. P. U. C. No. 38 (Supp. 39) Eighteenth Revised Page No. 23 Superseding Seventeenth Revised Page No. 23

RIDERS

Rider I (continued)

HP Cap-AEPS-Other Charge:

\$0.01343 per kWh representing the costs paid by the Company to the supplier for capacity, AEPS costs, and any other costs incurred by the supplier multiplied by the HP_{Loss Multipliers}. This charge is subject to quarterly adjustments.

HP Administrative Charge:

\$0.00056 per kWh representing the administrative costs incurred by the Company associated with providing Hourly Pricing Service.

<u>HP Uncollectibles Charge:</u>

\$0.00012 per kWh representing the default service-related uncollectible accounts expense associated with Hourly Pricing Default Service. This charge is subject to annual adjustment on June 1 of each year.

HP Reconciliation Charge:

The HP Reconciliation Charge Rate (" E_{HP} ") shall be applied to each kWh of Default Service that the Company delivers to Customers under this rider as determined to the nearest onethousandth of a cent per kWh. The E_{HP} rate shall be included as a non-bypassable component billed to Customers receiving Default Service from the Company under this rider. The rate shall be calculated according to the provisions of this rider, and shall be calculated and applied equally to Customers under this rider.

For service rendered September 1, 2019 through November 30, 2019, the E_{HP} rate is as follows:

HP Reconciliation Charge Rate = (\$0.00493) per kWh

The E_{HP} rate will be calculated at the end of each Default Service Quarter (three months ending March 31st, June 30th, September 30th, and December 31st) to be effective for the threemonth period beginning on the first day of the third calendar month following the end of that Default Service Quarter (June 1st, September 1st, December 1st, and March 1st). The E_{HP} rate shall be calculated in accordance with the formula set forth below:

$$E_{HP} = ((DS_{HPExp1} + DS_{HPExp2}) - PTC_{HPRev} + DS_{HPInt}) / DS_{HPSales}$$

Where:

 E_{HP} = The rate determined to the nearest one-thousandth of a cent per kWh to be applied to each kWh of Default Service delivered to Customers under this rider.

(C) Change (I) Increase

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(C)

(I)