PENNSYLVANIA POWER COMPANY READING, PENNSYLVANIA

Electric Service Tariff

Effective in

The Territory as Defined on Page Nos. 8 - 9 of this Tariff

Issued: December 1, 2020 Effective: January 1, 2021

By: Samuel L. Belcher, President Reading, Pennsylvania

NOTICE

This Supplement No. 86 makes changes to Rider C. See Eighty-Third Revised Page 2.

Electric Pa. P. U. C. No. 36 (Supp. 86) Eighty-Third Revised Page 2 Superseding Eighty-Second Revised Page 2

LIST OF MODIFICATIONS

Riders

Rider C – Universal Service Cost Rider rates have been changed and increased (See Sixth Revised Page 106).

Issued: December 1, 2020 Effective: January 1, 2021

Electric Pa. P. U. C. No. 36 (Supp. 86) Sixth Revised Page 106 Superseding Fifth Revised Page 106

RIDERS

RIDER C UNIVERSAL SERVICE COST RIDER

Universal Service Charge ("USC") shall be applied to each kilowatt-hour delivered during a billing month to all Customers served under residential retail rate schedules under this Tariff, determined to the nearest one-thousandth of a cent per kilowatt-hour. The USC shall be non-bypassable.

For service rendered, January 1, 2021 through December 31, 2021 the USC shall be equal to 0.486 cents per kWh for all kWh. The USC shall be included in the distribution charges of the monthly bill. (I)

The USC shall be calculated in accordance with the formula set forth below:

$$USC = [(USC/S_{Res}) - (E/S_{Res})] X [1/(1-T)]$$

Where:

- USC = The charge in mills per kilowatt-hour to be applied to each kilowatt-hour delivered to all Customers served under residential retail rate schedules under this Tariff.
- USc = Universal Service Program Costs, which are the estimated direct, indirect and administrative costs to be incurred by the Company to provide Universal Service to Customers for the USC Computational Year for the following programs ("Universal Service Programs"):
 - Customer Assistance and Referral for Evaluation of Services ("CARES") Program
 - Customer Assistance Program ("CAP")
 - Fuel Fund Administration
 - Gatekeeper Program
 - WARM (formerly LIURP) Program
 - Any other replacement or Commission-mandated Universal Service Programs.
- S_{Res} = The Company's projected retail kilowatt-hour sales for the projected USC billing period for Customers served under residential retail rate schedules under this Tariff.

(C) Change

(I) Increase

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