

Duquesne Light Company
Default Service Rate Calculation - Illustrative Purposes Only
Rate Design for Residential Tariff Rate Schedules RS, RH & RA
Based on Average Bid Prices for Rates Effective December 1, 2020 through May 31, 2021

Estimate Only

1	Total Average Winning Bid Price for Residential per MWh		\$44.83	
2	Line Losses (Transmission 0.8%; Distribution 6.1%)	6.9%		
3	Price Adjustment for Losses (per MWh)		\$3.09	Line 1 * Line 2
4	Price Adjusted for Losses (per MWh)		\$47.92	Line 1 + Line 3
5	Administrative Fees to conduct RFPs	\$68,365		
6	Forecast POLR Sales (MWh) - December 1, 2020-May 31, 2021	1,308,245		
7	Administrative Adder		\$0.05	Line 5 / Line 6
	<u>Total Unbundling</u>			
8	Filing Preparation and Approval Process Expense	\$68,258		
9	Working Capital for Default Service Supply Expense	\$522,012		
10	Total Residential/Lighting Unbundling Expense	\$590,270		Line 8 + Line 9
11	Forecast POLR Sales (MWh) - December 1, 2020-May 31, 2021	1,308,245		
12	Unbundling Adder (per MWh)		\$0.45	Line 11 / Line 12
	<u>Total E-Factor (Over)/Under Reconciliation</u>			
13	E-Factor (Over)/Under Collection	\$557,174		
14	Reconciliation Period (Over)/Under Collection	(\$417,368)		
15	Total E-Factor (Over)/Under Collection	\$139,806		Line 13 + Line 14
16	Audit Finding No. 1	\$155,168		
17	Forecast POLR Sales (MWh) - December 1, 2020-May 31, 2021	1,308,245		
18	(Over)/Under Reconciliation Adder (per MWh)		\$0.23	(Line 15 + Line 16) / Line 17
19	Adjusted Wholesale Price (per MWh)		\$48.66	Line 4 + Line 7 + Line 12 + Line 18
20	Rate Factor	1.0055		
21	Adjusted Wholesale Price for Rate Factor (\$/MWh)		\$48.92	Line 19 * Line 20
22	Total Adjusted Wholesale Price (per MWh)		\$48.92	
23	PA GRT @ 5.9%		\$3.07	Line 24 * (.059/(1-.059))
24	Total Rate (per MWh)		\$51.99	Line 22 + Line 23
25	Residential RFP Retail Supply Rate (¢ per kWh)		5.1994	Line 24 / 10