

November 21, 2019

VIA ELECTRONIC FILING

Hon. Kathleen H. Burgess, Secretary New York State Public Service Commission 3 Empire State Plaza Albany, New York 12223-1350

Re: Case 00-M-1556, In the Matter of the Proposed Accounting and Ratemaking for the Tax Law Changes Included in the 2000 – 2002 New York State Budget

Dear Secretary Burgess:

Transmitted herewith for filing with The New York State Public Service Commission ("Commission") is a copy of Pennsylvania Electric Company Waverly District's ("Penelec" or the "Company") P.S.C. No. 7 – Revenue Tax Surcharges Statement No. 2 ("RTS") issued November 21, 2019. The statement updates contained in this filing are proposed to become effective January 1, 2020.

This revision to the tariff is being filed in compliance with the September 18, 2019 Letter from the Director of the Office of Accounting, Audits and Finance of the New York State Department of Public Service authorizing Pennsylvania Electric Company – Waverly, New York to apply the authorized amount of the surcharge factor for collection of New York State taxes for the taxable year ending December 31, 2020. Attachment 1 shows the gross revenue and state income tax factor calculations supporting the surcharge factor.

If you have any questions regarding the enclosed documents, please feel free to contact me.

Sincerely,

Joanne M. Savage

Director of Rates & Regulatory Affairs-PA

610-921-6525

Enclosures

C: Anthony DiGiacomo