## NOTICE OF FILING OF RATE INCREASE AND PUBLIC HEARINGS TO CUSTOMERS OF ATLANTIC CITY ELECTRIC COMPANY

## In the Matter of the Petition of Atlantic City Electric Company for Approval of Rate Adjustments Pursuant to Its Infrastructure Investment Program (11/2020) BPU Docket No. ER20110694

PLEASE TAKE NOTICE that, on November 2, 2020, Atlantic City Electric Company ("ACE" or "Company"), a New Jersey public utility, filed a petition with the New Jersey Board of Public Utilities ("Board" or "BPU"), in BPU Docket No. ER20110694, seeking the Board's approval of proposed changes to rates to provide for cost recovery of certain costs associated with the Company's Infrastructure Investment Program ("IIP") ("Petition"). ACE's IIP was established pursuant to the Board's Infrastructure Investment Program regulations, N.J.A.C. 14:3-2A.1 et seq. and is focused on accelerated investments to bolster electric distribution system reliability, storm resiliency, and safety. The Company's IIP was authorized by a Board Order issued on April 18, 2019, effective April 28, 2019, in BPU Docket No. EO18020196. The Order approved an IIP consisting of \$96.46 million, plus associated Allowance for Funds Used During Construction, in investments to be recovered pursuant to a cost recovery mechanism known as Rider IIP. The investments are to be made over the four-year period beginning July 1, 2019 through June 30, 2023.

ACE's Rider IIP provides for recovery of the annual revenue requirement associated with IIP projects that have been completed and placed into service during specific review periods. The Company requested that the Rider IIP rates set out below become effective for service rendered on and after April 1, 2021. If the Board approves this request, the monthly bill for a typical residential customer (using approximately 679 kWh/month) will increase by \$0.25 or approximately 0.19%. The exact amount that your bill will increase depends upon the amount of electricity you use. A chart is included with this notice to help residential customers assess the impact of the proposed new rates on their monthly bills.

The Company filed the following changes to its existing rates with the BPU. Any final rate adjustments found by the Board to be just and reasonable may be modified and/or allocated by the Board in accordance with the provisions of N.J.S.A. 48:3-4, and for other good and legally sufficient reasons, to any class or classes of customers of the Company. Therefore, the described changes may increase or decrease based upon the Board's decision. The following table demonstrates the Company's proposed rates based upon forecasted and actual data through December 31, 2020:

	Residential Service (RS)
Customer Charge:	\$5.77
Distribution Charges (\$/kWh):	
0 – 750 Summer	\$0.066947
Over 750 Summer	\$0.077691
Winter	\$0.061395

Delivery Charges	Monthly General Service – Secondary (MGS-SEC)	Monthly General Service – Primary (MGS-Prim)
Customer Charge – Single Phase	2 0000000000000000000000000000000000000	J (2.2.2.2)
Single Phase	\$9.96	\$14.70
Three Phase	\$11.59	\$15.97
Distribution Demand Charges: Demand Charge Summer (\$/kW)	\$2.73	\$1.60
Demand Charge Winter (\$/kW)	\$2.25	\$1.25
Reactive Demand Charge (\$/kVAR)	\$0.58	\$0.43
Distribution kWh Charges		
Summer (\$/kWh)	\$0.058580	\$0.045111
Winter (\$/kWh)	\$0.052429	\$0.043838

	Annual General Service – Secondary (AGS- SEC)	Annual General Service – Primary (AGS- Prim)	Transmission General Service (TGS) Subtransmission < 5,000 kW	Transmission General Service (TGS) Subtransmission 5,000 – 9,000 kW	Transmission General Service (TGS) Subtransmission >9,000 kW
Customer Charge	\$193.22	\$744.15	\$131.75	\$4,363.57	\$7,921.01
Distribution Demand Charges (\$/kW):	\$11.32	\$9.02	\$3.85	\$2.98	\$1.52
Reactive Demand Charge (\$/kVAR)	\$0.86	\$0.67	\$0.52	\$0.52	\$0.52

	Transmission General Service (TGS) < 5,000 kW	Transmission General Service (TGS) 5,000 – 9,000 kW	Transmission General Service (TGS) >9,000 kW
Customer Charge	\$128.21	\$4,246.42	\$19,316.15
Distribution Demand Charges (\$/kW):	\$3.00	\$2.33	\$0.20
Reactive Demand Charge (\$/kVAR)	\$0.50	\$0.50	\$0.50

Delivery Charges	Direct Distribution Connection (DDC)	Street & Private Lighting (SPL)*	Contributed Street Lighting (CSL)*
Distribution: Service & Demand (per day per connection)	\$0.164581	-	-
Energy (per day for each KW of effective load)	\$0.792723	-	-

Residential customers can compare their monthly usage with the chart below to see how these rate changes, as proposed, will affect their bills:

Charges Under Previous Rates				
Monthly kWh Use	Winter	Summer		
100	\$24.82	\$24.29		
300	\$62.92	\$61.32		
500	\$101.02	\$98.35		
750	\$148.65	\$144.64		
1000	\$196.28	\$196.13		
1500	\$291.52	\$299.11		
2000	\$386.77	\$402.09		
3000	\$577.28	\$608.06		
Charges Und	Charges Under Proposed Rates			
Monthly kWh Use	Winter	Summer		
100	\$24.85	\$24.33		
300	\$63.03	\$61.43		
500	\$101.20	\$98.54		
750	\$148.93	\$144.91		
1000	\$196.64	\$196.50		
1500	\$292.07	\$299.66		
2000	\$387.51	\$402.83		
3000	\$578.38	\$609.16		

The above assumes that customers receive their electric supply from the Company.

The chart below provides information as to the percentage rate change by customer class:

	Percent Change
Rate Schedule	by Customer Class
Residential	0.19%
Monthly General Service Secondary	0.25%
Monthly General Service Primary	0.22%
Annual General Service Secondary	0.32%
Annual General Service Primary	0.24%
Transmission General Service	0.09%
Street and Private Lighting/ Contributed Street Lighting	0.18%
Direct Distribution Connection	0.14%

A copy of this Notice of Filing and Public Hearings on the Petition is being served upon the clerk, executive or administrator of each municipality and county within the Company's service territory. The Petition and this Notice have also been sent to the New Jersey Division of Rate Counsel ("Rate Counsel"), who will represent the interests of all ACE customers in this proceeding. Copies of ACE's Petition and this Public Notice are posted on ACE's website at www.atlanticcityelectric.com/PublicPostings.

Due to the COVID-19 pandemic, a telephonic hearing on the Petition will be conducted at the date and times listed below so that members of the public may present their views on the Company's Petition:

Date: Tuesday, March 9, 2021	Date: Tuesday, March 9, 2021
<b>Time:</b> 4:30 P.M.	<b>Time:</b> 5:30 P.M.
<b>Dial-in Number:</b> (866) 326-9183	<b>Dial-in Number:</b> (866) 326-9183
<b>Passcode:</b> 617161#	<b>Passcode:</b> 617161#

Representatives from the Company, Board's Staff, and Rate Counsel will participate in the public hearing. Members of the public are invited to listen and participate by phone through the above designated dial-in number and passcode, and may express their views on this Petition. Such comments will be made a part of the final record of the proceeding and will be considered by the Board. In order to encourage full participation in this opportunity for public comment, please submit any requests for needed accommodations, such as interpreters, 48 hours prior to the above hearings to the Board Secretary at <a href="mailto:board.secretary@bpu.nj.gov">board.secretary@bpu.nj.gov</a>.

The Board will also accept e-mailed and written comments. While all comments will be given equal consideration and will be made part of the final record of this proceeding, the recommended method for submission of comments is via e-mail or the <u>Board's External Access Portal</u> to ensure timely receipt while the Board continues to work remotely due to the COVID-19 pandemic. E-mailed comments may be filed in either pdf or Word format to <u>board.secretary@bpu.nj.gov</u> or through the portal after obtaining a MyNewJersey Portal ID. Once an account is established, you will need an authorization code, which can be obtained upon request by e-mailing the Board's IT Helpdesk at <u>BPUITHELPDESK@bpu.nj.gov</u>. Detailed instructions for e-filing can be found on the Board's home page at <a href="https://www.nj.gov/bpu/agenda/efiling">https://www.nj.gov/bpu/agenda/efiling</a>. Written comments may also be

submitted to the Board Secretary, Aida Camacho, at the Board of Public Utilities, 44 South Clinton Avenue, 9th Floor, P.O. Box 350, Trenton, New Jersey 08625-0350. All comments should include the name of the petition and the docket number.

The hearing will continue, if necessary, on such additional dates and times as the Board may designate, to ensure that all interested persons are heard.

Dated: February 18, 2021 Atlantic City Electric Company