

New Distribution Rates Took Effect March 23, 2010; New Standard Offer Service Rates Take Effect June 1, 2010; Summer Rates Return with June Billing

NEW DISTRIBUTION RATES

The District of Columbia Public Service Commission has approved an increase in Pepco's distribution rates effective with service on and after March 23, 2010. Distribution rates increased about 5 percent for GS customers, 7 percent for TN customers and 17.5 percent for SL and TS customers.

NEW SOS RATES

The increase in distribution rates will be partially offset by changes in Pepco's Standard Office Service (SOS) rates that take effect June 1, 2010. For GS ND customers, the combined effect of the distribution rate increase and the SOS rate decrease will increase the average monthly bill for a GS ND customer using 1,000 kwh per month by \$2.60 or 1.5 percent. For a GS LV customer using 5,000 kwh per month, the average monthly bill will increase \$19.48 or 1.8 percent. For SL, the combined effect of the distribution rate increase and the SOS rate decrease is a 5.1 percent decrease. For TS, the combined effect of the distribution rate increase and the SOS rate increase is a 12 percent increase. For TN, the combined effect of the distribution rate increase and the SOS rate increase is a 4.8 percent increase. If you have not chosen an alternative supplier, you are on Standard Office Service and Pepco buys electricity for you, charging you rates approved by the Public Service Commission.

New SOS rates are based on market prices obtained through a competitive bidding process and reflect lower fuel costs to produce electricity. Visit pepco.com and check out the District of Columbia Customer Choice section of our site to learn more about SOS rates. Our Web site also offers conservation ideas which help customers to better manage their energy costs.

Listed in the chart below are the new Distribution Service Charges and the new Summer Standard Offer Service rates. Please note that summer rates take effect with the billing month of June and reflect the market price of energy. Customers who have selected an alternative electricity supplier are subject only to the Distribution Service charges below modified as appropriate by the application of the Billing Credit.

To help current SOS customers evaluate offers from alternative suppliers, your bill contains the "price to compare" for "Generation and Transmission Services."

	Summer Billing Months (June-October)	Winter Billing Months (November-May)
General Service Low Voltage Non-Demand Schedule GSLV ND		
Generation Services		
All kwh	\$ 0.11242 per kwh	\$ 0.10591 per kwh
Procurement Cost Adjustment	www.pepco.com for monthly rate	
Transmission Services		
All kwh	\$ 0.00321 per kwh	\$ 0.00321 per kwh
Distribution Services		
Customer Charge	\$15.70 per month	\$15.70 per month
All kwh	\$ 0.04405 per kwh	\$ 0.03653 per kwh
Delivery Tax	\$ 0.0077 per kwh	\$ 0.0077 per kwh
Public Space Occupancy Surcharge	\$ 0.00183 per kwh	\$ 0.00183 per kwh
Administrative Credit	www.pepco.com for monthly rate	
Sustainable Energy Trust Fund	\$ 0.00130 per kwh	\$ 0.00130 per kwh
Energy Assistance Trust Fund	\$ 0.00040 per kwh	\$ 0.00040 per kwh
Temporary Service Schedule T		
Generation Services		
All kwh	\$ 0.10709 per kwh	\$ 0.10144 per kwh
Procurement Cost Adjustment	www.pepco.com for monthly rate	
Transmission Services		
All kwh	\$ 0.00223 per kwh	\$ 0.00223 per kwh
Distribution Services		
Customer Charge	\$15.70 per month	\$15.70 per month
All kwh	\$ 0.06399 per kwh	\$ 0.05210 per kwh
Delivery Tax	\$ 0.0077 per kwh	\$ 0.0077 per kwh
Public Space Occupancy Surcharge	\$ 0.00183 per kwh	\$ 0.00183 per kwh
Administrative Credit	www.pepco.com for monthly rate	
Sustainable Energy Trust Fund	\$ 0.00130 per kwh	\$ 0.00130 per kwh
Energy Assistance Trust Fund	\$ 0.00040 per kwh	\$ 0.00040 per kwh

Summer Billing Months
(June-October)

Winter Billing Months
(November-May)

Traffic Signal Service Schedule TS

Generation Services

All kwh	\$ 0.14270 per kwh	\$ 0.13014 per kwh
Procurement Cost Adjustment	www.pepco.com for monthly rate	

Transmission Services

All kwh	\$ 0.00158 per kwh	\$ 0.00158 per kwh
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Distribution Services

All kwh	\$ 0.00398 per kwh	\$ 0.00398 per kwh
Delivery Tax	\$ 0.0077 per kwh	\$ 0.0077 per kwh
Public Space Occupancy Surcharge	\$ 0.00183 per kwh	\$ 0.00183 per kwh
Administrative Credit	www.pepco.com for monthly rate	
Sustainable Energy Trust Fund	\$ 0.00130 per kwh	\$ 0.00130 per kwh
Energy Assistance Trust Fund	\$ 0.00040 per kwh	\$ 0.00040 per kwh

Telecommunications Network Service Schedule TN

Generation Services

All kwh	\$ 0.14406 per kwh	\$ 0.12972 per kwh
Procurement Cost Adjustment	www.pepco.com for monthly rate	

Transmission Services

All kwh	\$ 0.00352 per kwh	\$ 0.00352 per kwh
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Distribution Services

Customer Charge with Meter	\$16.20 per month	\$16.20 per month
Customer Charge without Meter	\$ 6.62 per month	\$ 6.62 per month
Kilowatt-hour Charge	\$ 0.01877 per kwh	\$ 0.01877 per kwh
Delivery Tax	\$ 0.0077 per kwh	\$ 0.0077 per kwh
Public Space Occupancy Surcharge	\$ 0.00183 per kwh	\$ 0.00183 per kwh
Administrative Credit	www.pepco.com for monthly rate	
Sustainable Energy Trust Fund	\$ 0.00130 per kwh	\$ 0.00130 per kwh
Energy Assistance Trust Fund	\$ 0.00040 per kwh	\$ 0.00040 per kwh

Street Light Service Schedule SL

Generation Services

All kwh	\$ 0.08873 per kwh	\$ 0.09463 per kwh
Procurement Cost Adjustment	www.pepco.com for monthly rate	

Transmission Services

All kwh	\$ 0.00000 per kwh	\$ 0.00000 per kwh
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Distribution Services

Standard Night Burning	\$ 0.00222 per kwh	\$ 0.00222 per kwh
24-Hour Burning	\$ 0.00398 per kwh	\$ 0.00398 per kwh
Delivery Tax	\$ 0.0077 per kwh	\$ 0.0077 per kwh
Public Space Occupancy Surcharge	\$ 0.00183 per kwh	\$ 0.00183 per kwh
Administrative Credit	www.pepco.com for monthly rate	
Sustainable Energy Trust Fund	\$ 0.00130 per kwh	\$ 0.00130 per kwh
Energy Assistance Trust Fund	\$ 0.00040 per kwh	\$ 0.00040 per kwh