

STANDARD OFFER SERVICE RATES DECREASE EFFECTIVE JUNE 1, 2016

Pepco's Standard Offer Service (SOS) supply rates for District of Columbia residential customers will decrease June 1, 2016. If you have not chosen a competitive supplier, you are on SOS supply rates and Pepco buys electricity for you, charging you rates approved by the Public Service Commission of the District of Columbia (Commission). The cost of SOS supply rate is shown in the "Generation Services" and "Transmission Services" portions of your electric bill.

The new rates are based on market prices obtained through a competitive bidding process overseen by the Commission. The average monthly bill for residential customers is expected to decrease 4.1% or \$3.44 under the new rates. Under Generation Service Charges, the Administrative Charge that was previously included in the kilowatt hour (kWh) rate is listed separately.

Please note that summer rates take effect with the billing month of June. Pepco, as with many other utilities, charges different rates for electricity use in the summer (June–October) and in the winter (November–May).

To learn more about SOS rates, visit pepco.com and view the District of Columbia Customer Choices and rates section of our website. Information is also available by calling 202-833-7500 between 7 a.m. and 8 p.m., Monday through Friday. To help you evaluate offers if you choose to shop for a competitive supplier, your bill contains the "price to compare" listed under the Supply Charges section of your bill.

Below are the SOS rates for residential customers that take effect on June 1, 2016.

RATE SCHEDULE	Summer Billing Months (June–October)	Winter Billing Months (November–May)
RESIDENTIAL "R" – available to single-family homes, individually metered units in multi-family buildings and to many master-metered apartments.		
Distribution Service Charges		
Customer charge – residential	\$13.00 per month	\$13.00 per month
Customer charge – master-metered apartments	\$10.25 per month	\$10.25 per month
First 400 kWh	\$0.00759 per kWh	\$0.00759 per kWh
In excess of 400 kWh	\$0.02166 per kWh	\$0.01512 per kWh
Delivery Tax	\$0.0070 per kWh	\$0.0070 per kWh
Public Space Occupancy Surcharge	\$0.00204 per kWh	\$0.00204 per kWh
Residential Aid Discount Surcharge	\$0.000159 per kWh	\$0.000159 per kWh
Administrative Credit	pepco.com for monthly rate	
Sustainable Energy Trust Fund	\$0.00150 per kWh	\$0.00150 per kWh
Energy Assistance Trust Fund	\$0.0000607 per kWh	\$0.0000607 per kWh
Bill Stabilization Adjustment	pepco.com for monthly rate	
Transmission Service Charges*		
Minimum charge**	\$0.12 per month	\$0.12 per month
In excess of 30 kWh	\$0.00731 per kWh	\$0.00731 per kWh
Generation Service Charges		
Minimum charge**	\$2.20 per month	\$2.27 per month
In excess of 30 kWh	\$0.07023 per kWh	\$0.07266 per kWh
Administrative Charge***	\$0.00300 per kWh	\$0.00300 per kWh
Procurement Cost Adjustment	pepco.com for monthly rate	
RESIDENTIAL ALL ELECTRIC SERVICE "AE" – available where electricity is the only source of energy for space heating or the primary source with use of an add-on heat pump or solar space heating that is supplemented by electric space heating.		
Distribution Service Charges		
Customer charge – residential	\$13.00 per month	\$13.00 per month
Customer charge – master-metered apartments	\$10.25 per month	\$10.25 per month
First 400 kWh	\$0.00824 per kWh	\$0.00824 per kWh
In excess of 400 kWh	\$0.02398 per kWh	\$0.01341 per kWh
Delivery Tax	\$0.0070 per kWh	\$0.0070 per kWh
Public Space Occupancy Surcharge	\$0.00204 per kWh	\$0.00204 per kWh
Residential Aid Discount Surcharge	\$0.000159 per kWh	\$0.000159 per kWh
Administrative Credit	pepco.com for monthly rate	
Sustainable Energy Trust Fund	\$0.00150 per kWh	\$0.00150 per kWh
Energy Assistance Trust Fund	\$0.0000607 per kWh	\$0.0000607 per kWh
Bill Stabilization Adjustment	pepco.com for monthly rate	
Transmission Service Charges*		
Minimum charge**	\$0.12 per month	\$0.12 per month
In excess of 30 kWh	\$0.00489 per kWh	\$0.00489 per kWh
Generation Service Charges		
Minimum charge**	\$2.15 per month	\$2.17 per month
In excess of 30 kWh	\$0.06859 per kWh	\$0.06917 per kWh
Administrative Charge***	\$0.00300 per kWh	\$0.00300 per kWh
Procurement Cost Adjustment	pepco.com for monthly rate	

*Pending Commission approval

**Minimum charge includes (1) the first 30 kWh or fraction thereof of consumption, and (2) administrative charge.

***The administrative charge must be added to the generation rates stated above.



An Exelon Company

RATE SCHEDULE

Summer Billing Months **Winter Billing Months**
 (June–October) (November–May)

TIME METERED RESIDENTIAL SERVICE “R-TM” – this schedule is for residential customers who have qualified for residential time-of-use rates (TOU) and includes single-family homes or individually metered units in multi-family buildings. Customers using less than 2,500 kWh in each of the five summer months can elect to be served on Schedule R or AE as applicable.

Distribution Service Charges

Customer Charge	\$17.52 per month	\$17.52 per month
All kWh	\$0.04299 per kWh	\$0.04299 per kWh
Delivery Tax	\$0.0070 per kWh	\$0.0070 per kWh
Public Space Occupancy Surcharge	\$0.00204 per kWh	\$0.00204 per kWh
Residential Aid Discount Surcharge	\$0.000159 per kWh	\$0.000159 per kWh
Administrative Credit	pepco.com for monthly rate	
Sustainable Energy Trust Fund	\$0.00150 per kWh	\$0.00150 per kWh
Energy Assistance Trust Fund	\$0.0000607 per kWh	\$0.0000607 per kWh
Bill Stabilization Adjustment	pepco.com for monthly rate	

Transmission Service Charges*

All kWh	\$0.00695 per kWh	\$0.00695 per kWh
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Generation Service Charges

On-Peak	\$0.08361 per kWh	\$0.07601 per kWh
Intermediate	\$0.06930 per kWh	\$0.07443 per kWh
Off-Peak	\$0.06358 per kWh	\$0.07005 per kWh
Administrative Charge***	\$0.00300 per kWh	\$0.00300 per kWh

*Pending Commission approval

**Minimum charge includes (1) the first 30 kWh or fraction thereof of consumption, and (2) administrative charge.

***The administrative charge must be added to the generation rates stated above.

RESIDENTIAL AID DISCOUNT (RAD) PROGRAM

Beginning June 1, 2016, customers eligible for the RAD program will be billed under residential rate schedules “R” and “AE” and will receive a new monthly credit – the Residential Aid Credit (RAC). This new credit replaces the previous discount that was applied to eligible RAD customers’ distribution, generation and transmission charges on their account and will appear under the delivery charges section of their bill.

The RAC will cover the following charges:

- The full customer charge for distribution and energy charges for distribution. This will be listed as the “RAC – Distribution.”
- The Residential Aid Discount Surcharge, the Sustain Energy Trust Fund and the Energy Assistance Trust Fund. This will be listed as the “RAC – Surcharges.”

RAD customers will receive further communications regarding this program update.