

**NOTICE OF
ATLANTIC CITY ELECTRIC COMPANY'S
PUBLIC HEARINGS AND OPPORTUNITY FOR PUBLIC COMMENTS**

**In the Matter of the Petition of Atlantic City Electric Company for Approval of
Amendments to its Tariff to Provide for an Increase in Rates and Charges for
Electric Service Pursuant to N.J.S.A. 48:2-21 and N.J.S.A. 48:2-21.1,
and for Other Appropriate Relief (2/2023)**

**BPU Docket No. ER23020091
OAL Docket No. PUC 02235-2023 S**

PLEASE TAKE NOTICE that, on February 15, 2023, Atlantic City Electric Company (“ACE” or “Company”), filed a petition with the New Jersey Board of Public Utilities (“Board” or “BPU”) seeking approval of, among other things, (i) proposed changes to certain elements of the Company’s tariff; (ii) recovery and/or regulatory asset treatment of certain costs related to the deployment of the Company’s Smart Energy Network (“SEN”) advanced metering initiative and electric vehicle charging infrastructure program known as EVsmart; (iii) a final prudence review of the execution of the PowerAhead program; and (iv) a refund to customers of a gross receipts tax reserve liability via one-time credit (“Petition”). If approved, the request would increase the net annual revenues of the Company by \$111.7 million, including Sales and Use Tax (“SUT”). The Company is requesting the rate increase due to increases in operating expenses and investments in plant and equipment made since the Company’s last base rate case. In order to maintain and enhance the reliability of service to all ACE customers and improve the resiliency of the distribution system in severe weather events, the Company has continued to invest in its distribution system. The costs of these investments, along with other cost increases incurred ~~since~~ ACE’s last base rate case, are not reflected in the Company’s current distribution rates. The proposed filing requests recognition and recovery of these costs in distribution rates.

The Company requested that the rates shown below become effective for service rendered on and after November 17, 2023 that is, following the anticipated expiration of two (2) statutory, BPU-adopted suspension periods. If this filing is not resolved within the nine (9) month time period set forth under applicable law, ACE, consistent with N.J.A.C. 14:1-5.12, intends to implement the rate changes set out in the Petition on an interim basis, subject to refund with interest once the case is finally resolved by the Board.

If the Board approves the request, as proposed in the Petition and updated to June 1, 2023 rates, the estimated total monthly bill for a typical residential customer, using approximately 669 kWh per month, will increase by \$10.87 or approximately 7.50%. 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 new rates on their monthly bills based on June 1, 2023 rates.

The Company has filed the following changes to its existing rates with the BPU, inclusive of SUT. 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 above-described changes may increase or decrease based upon the Board's decision.

Table #1
PROPOSED RATES

	Residential Service (RS)
Customer Charge:	\$7.60
Distribution Charges (\$/kWh):	
0 – 750 Summer	\$0.090162
0 – 500 Winter	\$0.082054
Over 750 Summer	\$0.105853
Over 500 Winter	\$0.082054

Residential customers can compare their monthly usage with the chart below to see how these rate changes, as proposed based on June 1, 2023 rates, will affect their bills:

Table #2
CHARGES UNDER PREVIOUS (JUNE 1, 2023) AND PROPOSED RATES

Charges Under Previous Rates		
Monthly kWh Use	Winter	Summer
100	\$26.92	\$27.07
300	\$68.28	\$68.71
500	\$109.62	\$110.35
669	\$144.57	\$145.54
750	\$161.32	\$162.41
1000	\$213.00	\$220.07
1500	\$316.37	\$335.39
2000	\$419.74	\$450.72
3000	\$626.50	\$681.38
Charges Under Proposed Rates		
Monthly kWh Use	Winter	Summer
100	\$28.50	\$28.80
300	\$73.00	\$73.90
500	\$117.49	\$118.99
669	\$155.09	\$157.10
750	\$173.11	\$175.37
1000	\$228.73	\$238.11
1500	\$339.97	\$363.58
2000	\$451.20	\$489.05
3000	\$673.69	\$740.00

The above assumes that customers purchase their electric supply from the Company and not from a third-party supplier. Customers who receive service pursuant to other classes of service may consult the Company's complete filing which is available for public review on the Company's website at www.atlanticcityelectric.com/PublicPostings.

The chart below provides information as to the estimated average percentage rate change per customer by class as of June 1, 2023:

Table #3
PERCENT INCREASE BY CUSTOMER CLASS

Rate Schedule	Percent Increase by Customer Class*
Residential	7.71%
Monthly General Service Secondary	2.74%
Monthly General Service Primary	(17.80%)
Annual General Service Secondary	0.03%
Annual General Service Primary	3.27%
Transmission General Service – Subtransmission	0.18%
Transmission General Service	(0.07%)
Street and Private Lighting/ Contributed Street Lighting	0.25%
Direct Distribution Connection	(1.06)%

* The above table includes impacts associated with the Company's Conservation Incentive Program ("CIP").

A copy of this Notice of Public Hearings 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.

PLEASE TAKE FURTHER NOTICE that the Board has transmitted the Company's Petition to the Office of Administrative Law ("OAL") for the purpose of conducting public and evidentiary hearings thereon. The Petition has been docketed as OAL Docket No. PUC 02235-2023 S.

PLEASE TAKE FURTHER NOTICE that, due to the COVID-19 pandemic, the OAL has scheduled virtual public comment hearings before an Administrative Law Judge ("ALJ") on the following date and times so that members of the public may present their views on the Petition:

VIRTUAL PUBLIC HEARINGS**Date:** Thursday, July 13, 2023**Times:** 4:30 P.M. and 5:30 P.M.

To join the meeting directly (hosted through Zoom), enter <https://tinyurl.com/ym65d6xu> OR <https://oal-nj-gov.zoomgov.com/j/1610136295?pwd=ODQ5aThoSE95WDNOT2VpcHdaeDNjZz09>

To join by phone, enter Dial-In Number: +1 646 828 7666. When prompted, the Zoom Meeting ID is 161 013 6295 and the Passcode is 313282.

An ALJ from the OAL will preside over the virtual public hearings. Members of the public are invited to participate and express their views on the proposed rate increase. Such comments will be made a part of the final record in the proceeding. Whether or not you participate in the virtual public hearing, written comments may be submitted to the Hon. Jacob Gertsman, Office of Administrative Law, P. O. Box 049, Trenton, New Jersey 08625- 0049. Please include OAL Docket No. PUC 02235-2023 S in your comment letter.

In order to encourage full participation in this opportunity for public comment, please submit any requests for special accommodations, including interpreters, at least 48 hours prior to this hearing by contacting Philip J. Passanante, Esq., at (609) 909-7034.

Dated: June 22, 2023

Atlantic City Electric Company