

ELECTRIC RATES TO CHANGE BEGINNING OCTOBER 1, 2019

Beginning with service provided October 1, 2019, changes will affect your monthly electric bill. For a residential customer using 700 kilowatt-hours (kWh) per month, the effect of these approved changes is a total increase of \$2.17 to the typical monthly bill, from \$102.67 to \$104.84, or 2.11%. The enclosed bill reflects these changes. Here are the details:

Federal Tax Adjustment (FTA): In January 2019, the FTA credit was applied to the bills of electric residential, small commercial and lighting customers to refund the benefits from the Tax Cuts and Jobs Act. To reconcile the remaining balance, the FTA will increase from 0.00% to 4.91% for residential customers effective October 1, 2019 through December 31, 2019. The change will result in an increase of \$2.67 for a typical residential customer using 700 kWh per month. The FTA for small commercial and lighting customers will increase from 0.00% to 1.80% and 4.34%, respectively. The FTA charge is \$4.04 per month for a typical small commercial customer using 10,000 kWh of electricity per month.

Tax Accounting Repair Credit (TARC): This credit is associated with a change in accounting for tax purposes for the treatment of equipment repairs. To reconcile the remaining TARC balance, residential customers are being credited 0.071 cents per kWh effective October 1, 2019 through December 31, 2019. The credit is \$0.50 per month (which is included in the Distribution Charges) for a typical residential customer using 700 kWh per month. For a typical small commercial customer, the credit is \$4.70 per month. For a typical large commercial customer, the credit is \$28.00 per month. For a street lighting customer, the credit is \$0.24 (per location or lamp) per month.

Rate R – Residential Monthly Billed Charges

Customer Charge	\$9.97
Generation Charges	\$0.06262 per kWh
Transmission Charges	\$0.00570 per kWh
Distribution Charges	\$0.06342 per kWh

Minimum Charge:

The minimum charge per month will be the Customer Charge. State Tax Adjustment applies to this rate.

(Over)

Bill Calculation for Rate R
Residential Service Customer Using 700 kWh per month

Customer Charge	\$9.97*
Generation Charges	
700 kWh @ \$0.06262	\$43.83
Transmission Charges	
700 kWh @ \$0.00570	\$3.99
Distribution Charges	
700 kWh @ \$0.06342	\$44.39*
FTA	<u>\$2.67*</u>
Subtotal	\$104.85
STA (-0.01% x (\$9.97* + \$44.39 + \$2.67*))	<u>\$(0.01)</u>
TOTAL	<u>\$104.84</u>

* State Tax Adjustment applies to the Customer Charge, Distribution Charges and the Federal Tax Adjustment.

Customers who purchase the electricity they use from a competitive electric generation supplier would not pay PECO's Generation and Transmission Charges listed above. Instead they would pay the charges of the competitive electric generation supplier they have chosen.

Questions

For more information on any of these changes visit peco.com/rates or call 1-800-494-4000.

Small business customers can call PECO's Business Customer Service Team at 1-800-220-PECO (7326).

Large business customers can contact their account representative listed on their bill.



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