

# ELECTRIC RATES TO CHANGE BEGINNING SEPTEMBER 1, 2020

Beginning with service provided September 1, 2020, 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 decrease of \$0.27 to the typical monthly bill, from \$100.84 to \$100.57, or 0.27%. The enclosed bill reflects these changes. Here are the details:

**Generation Charges:** The costs to purchase electricity are passed along to customers at exactly the prices that PECO pays. The generation charges for residential customers will decrease by 0.036 cents to 5.852 cents per kWh beginning September 1, 2020. The charge is \$40.96 per month for a typical residential customer using 700 kWh of electricity per month. The generation charges for small commercial customers will increase by 0.396 cents to 5.782 cents per kWh. The charge is \$578.20 per month for a typical small commercial customer using 10,000 kWh of electricity per month.

**Federal Tax Adjustment (FTA):** In January 2019, the FTA credit was applied to the bills of electric 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 0.10% for residential customers effective September 1, 2020 through December 31, 2020. The change will result in an increase of \$0.06 for a typical residential customer using 700 kWh per month. The FTA for small commercial customers will decrease from 0.00% to a credit value of 0.02%, which will result in a decrease of \$0.05 per month for a typical small commercial customer. The FTA for large commercial customers will increase from 0.00% to 1.05%, which will result in an increase of \$39.84 per month for a typical large commercial customer.

**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 0.011 cents per kWh effective September 1, 2020 through December 31, 2020. The credit is \$0.08 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 \$0.80 per month. For a typical large commercial customer, the credit is \$4.00 per month.

(over)

## Rate R – Residential Monthly Billed Charges

Customer Charge	\$9.98
Generation Charges	\$0.05852 per kWh
Transmission Charges	\$0.00517 per kWh
Distribution Charges	\$0.06558 per kWh

### Minimum Charge:

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

### Bill Calculation for Rate R Residential Service Customer Using 700 kWh per month for September 2020

<b>Customer Charge</b>	\$9.98*
<b>Generation Charges</b>	
700 kWh @ \$0.05852	\$40.96
<b>Transmission Charges</b>	
700 kWh @ \$0.00517	\$3.62
<b>Distribution Charges</b>	
700 kWh @ \$0.06558	\$45.91*
<b>DSIC</b> (0.08% x (\$9.98 + \$43.84**))	\$0.04*
<b>FTAC</b> (0.10% x (\$9.98 + \$45.91))	<u>\$0.06*</u>
<b>Subtotal</b>	<u>\$100.57</u>
<b>STA</b>	
(0.00% x (\$9.98* + \$45.91* + \$0.04* + \$0.06*))	<u>\$0.00</u>
<b>TOTAL</b>	\$100.57

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

\*\* For calculating the DSIC \$0.00295/kWh is removed from the Distribution Charges.

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](http://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 the account representative listed on their bill.