PUBLIC SERVICE COMMISSION OF THE DISTRICT OF COLUMBIA 1325 G STREET, N.W., SUITE 800 WASHINGTON, D.C. 20005

PUBLIC NOTICE

August 10, 2018

FORMAL CASE NO. 1017, IN THE MATTER OF THE DEVELOPMENT AND DESIGNATION OF STANDARD OFFER SERVICE IN THE DISTRICT OF COLUMBIA

The Public Service Commission of the District of Columbia ("Commission") hereby gives notice that on August 1, 2018, the Potomac Electric Power Company ("Pepco" or "Company"), acting in its role as the Standard Offer Service ("SOS") Administrator, filed, on behalf of the SOS Working Group, the proposed Wholesale Full Requirements Service Agreement ("WFRSA") and Request for Proposals ("RFP") for the 2018-2019 SOS Solicitation pursuant to 15 DCMR § 4101.3.1

Each year by August 1, the SOS Administrator is required to file a WFRSA and RFP for the upcoming SOS solicitation.² Prior to that submission, the Company convenes the SOS Working Group to consider whether and to what extent the WFRSA and RFP should be revised or updated. In its submission, Pepco states that the SOS Working Group identified three substantive proposed changes to the 2018-2019 RFP.³ There were no substantive changes to the 2018-2019 WFRSA.

Section 4.1 and Appendix E (i.e., the Bid Form Spreadsheets) of the 2018-2019 RFP have been revised to eliminate demand volume weighting factors and demand load weighted pricing for demand.⁴ This change has been made consistent with a suggestion by Pepco at the Post-Bid Conference held on June 21, 2018.

In addition, Sections 4.2 and 6 of the RFP have been revised to include a deadline for bid collateral submittal.⁵ This change has been made consistent with the suggestion by Bates White,

The specific procurement format, process, timeline, evaluation process, evaluation criteria, and model contract for the procurement of electricity supply shall be submitted to the Commission for its approval by the SOS Administrator by August 1 of the year prior to delivery. 15 DCMR § 4101.3 (2015).

² *Id.*

Formal Case No. 1017, In the Matter of the Development and Designation of Standard Offer Service in the District of Columbia ("Formal Case No. 1017"), Standard Offer Service Working Group's Proposed Wholesale Full Requirements Service Agreement and Request for Proposals for the 2018 to 2019 SOS Solicitation, filed August 1, 2018 ("SOS Working Group's Proposed WFRSA and RFP").

⁴ SOS Working Group's Proposed WFRSA and RFP.

⁵ SOS Working Group's Proposed WFRSA and RFP.

the Commission's Market Monitor Consultant for SOS,⁶ at the Post-Bid Conference held on June 21, 2018.

Finally, pursuant to the Non-Unanimous Full Settlement Agreement and Stipulation filed on April 17, 2018, in Pepco's most recent rate case before the Commission, the parties to the Settlement Agreement agreed to have two new rate classes created: LED Outdoor Lighting (OL-LED) and Time Metered Medium General Service - Low Voltage (MGT-LV).⁷ The Bid Form Spreadsheets in Appendix E of the RFP have been revised to include these new rate classes.⁸ By Order issued August 9, 2018, the Commission approved the Settlement Agreement including the creation of the two new rate classes.⁹

All persons interested in commenting on the proposed WFRSA and RFP may submit written comments not later than seven (7) calendar days after the Commission's issuance of this Notice. Comments are to be addressed to Brinda Westbrook-Sedgwick, Commission Secretary, Public Service Commission of the District of Columbia, 1325 G Street, N.W., Suite 800, Washington, D.C. 20005. Copies of the proposed WFRSA and RFP may be obtained by visiting the Commission's website at www.dcpsc.org. Once at the website, open the "eDocket" tab, click on "Search database" and input "FC 1017" as the case number and "797" as the item number. Copies of the proposed WFRSA and RFP may also be purchased, at cost, by contacting the Commission Secretary at (202) 626-5150 or PSC-CommissionSecretary@dc.gov.

See generally 15 DCMR §4110 (2015); See also Formal Case No. 1017, Letter from Betty Ann Kane, Chairman, Public Service Commission of the District of Columbia, to Steven J. Hilaski, Energy Procurement Manager, Energy Acquisition, Pepco Holdings, Inc. (September 20, 2017).

Formal Case No. 1150, In the Matter of the Application of Potomac Electric Power Company for Authority to Increase Existing Retail Rates and Charges for Electric Distribution Service ("Formal Case No. 1150"), and Formal Case No. 1151, In the Matter of the Impact of Tax Cuts and Jobs Act of 2017 on the Existing Distribution Service Rates and Charges for Potomac Electric Power Company and Washington Gas Light Company ("Formal Case No. 1151"), Joint Motion for Approval for the Non-Unanimous Full Settlement Agreement and Stipulation, filed April 17, at 10, 16, and Attachment C. Errata were filed on April 25 and May 11, 2018, and incorporated into the Conformed Settlement Agreement filed on June 4, 2018.

⁸ SOS Working Group's Proposed WFRSA and RFP.

Formal Case No. 1150 and Formal Case No. 1151, Order No. 19433, rel. August 9, 2018.