

PUBLIC SERVICE COMMISSION OF THE DISTRICT OF COLUMBIA

NOTICE FOR WRITTEN PUBLIC COMMENTS ON THE PROPOSED SETTLEMENT AGREEMENT INVOLVING THE PENDING RATE CASES OF PEPCO

DEADLINE FOR WRITTEN PUBLIC COMMENTS JUNE 18, 2018

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, and

FORMAL CASE NO. 1151, IN THE MATTER OF THE IMPACT OF THE 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

On May 4, 2018, the Public Service Commission of the District of Columbia (“Commission”) issued a Notice of Public Interest Hearing to be convened on June 4, 2018, on the proposed Non-Unanimous Full Settlement Agreement and Stipulation (“Settlement Agreement”) filed by the Potomac Electric Power Company (“Pepco” or “Company”), the Office of the People’s Counsel for the District of Columbia, the Apartment and Office Building Association of Metropolitan Washington, the District of Columbia Government, the Maryland DC Virginia Solar Energy Industry Association, D.C. Climate Action, Baltimore-Washington Construction and Public Employees Laborers’ District Council, Tesla, Inc., Small Business Utility Advocates, and DC Consumer Utility Board and Solar United Neighbors (hereinafter collectively referred to as the “Settling Parties”) on April 17, 2018, in *Formal Case Nos. 1150 and 1151*.

By this Notice, the Commission solicits comments from persons who wish to file comments on the proposed Settlement Agreement. Interested persons who are not parties to this proceeding may submit written comments or statements regarding the proposed Settlement Agreement 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, or by email at Psc-commissionsecretary@dc.gov **on or before June 18, 2018, when the record will close.**

Copies of the proposed Settlement Agreement may be obtained by contacting the Office of the Commission Secretary, Public Service Commission of the District of Columbia, 1325 G Street, N.W., Suite 800, Washington, DC 20005 or by visiting the Commission's website at www.dcpsc.org. The proposed Settlement Agreement can also be accessed through the Commission’s eDocket system in *Formal Case Nos. 1150 and 1151*.

FORMAL CASE NOS. 1150/1151 – NOTICE FOR WRITTEN PUBLIC COMMENT

ADDITIONAL INFORMATION

BACKGROUND

On December 19, 2017, Pepco filed an Application for Authority to Increase Existing Retail Rates and Charges for Electric Distribution Service along with supporting testimony and exhibits (“Application”) docketed at *Formal Case No. 1050*. By Order No. 19247, the Commission opened *Formal Case No. 1151*, a single-issue rate proceeding, to determine the impact on current revenue requirements of Pepco and Washington Gas Light Company (“WGL”) to give effect to the federal Tax Cuts and Jobs Act of 2017 (“TCJA”), which became effective January 1, 2018, and to determine the proposed distribution of the revenue reductions to Pepco’s and WGL’s customer classes. The Commission directed Pepco to file its plan to reduce its existing revenue requirement to reflect the impact of the TCJA and to distribute the revenue reduction across-the-board to each customer class. Pepco filed its plan on February 6, 2018. On February 9, 2018, Pepco updated its rate case Application to reflect the TCJA.

On April 17, 2018, the Settling Parties filed a Joint Motion for Approval of the Non-Unanimous Full Settlement Agreement and Stipulation (“Settlement Agreement”). The proposed Settlement Agreement is a resolution of all the issues in *Formal Case Nos. 1150 and 1151* with respect to Pepco and will result in a retail base rate reduction from present rates of \$24.1 million.

PUBLIC INTEREST HEARING

The public interest hearing will convene Monday, June 4, 2018, at 1:00 p.m. in the Commission Hearing Room, 1325 G Street, N.W., Suite 800, Washington, DC 20005 to determine if the Settlement Agreement is in the public interest and should be approved by the Commission. Only parties in the case will be permitted to participate in the hearing. During the course of the hearing, the Settling Parties will present witnesses to testify regarding the proposed Settlement Agreement and may be cross-examined by the Non-Settling Parties and questioned by the Commission on whether the Settlement Agreement is in the public interest. Additionally, the Non-Settling Parties may present testimony, be subject to cross-examination by the Settling Parties, and may be questioned by the Commission. The hearing will be streamed live on the Commission’s website, www.dcpsc.org, and the video archived at <https://www.dcpsc.org/Newsroom/Public-Meeting-Notices.aspx>