

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

PUBLIC NOTICE

August 19, 2025

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

1. The Public Service Commission of the District of Columbia (“Commission”) hereby gives notice that on July 29, 2025, 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 2025-2026 SOS solicitation pursuant to 15 DCMR § 4101.3.¹

2. On June 23, 2025, Pepco, as the SOS Administrator, convened an SOS Working Group meeting to discuss changes to the 2025-2026 SOS RFP and WFRSA. Prior to the submission of the RFP and WFRSA for the upcoming SOS solicitation, the Company convenes the SOS Working Group to consider whether and to what extent the WFRSA and RFP should be revised or updated. Each year by August 1, the SOS Administrator must file a WFRSA and RFP for the upcoming SOS solicitation.²

3. In its July 29, 2025, filing, Pepco proposes two (2) changes to the 2025-2026 RFP and four (4) changes to the 2025-2026 WFRSA.³ Additionally, Pepco proposed using the same method to set the capacity proxy price as it did last year. This capacity proxy price is based on the average of the two most recent auction results. In this case, the capacity proxy price would be changed to \$299.89/MW-day.

4. Pepco proposes the following changes to the 2025-2026 RFP:

- a. Section 2.1, “Services Requested,” advises suppliers to incorporate an updated capacity proxy price of \$299.89/MW-day into their offers to supply Residential and Small Commercial full-requirements wholesale service for each month in the contract term that the Zonal Net Load Price for capacity resulting from the

¹ *Formal Case No. 1017, In the Matter of the Development and Designation of Standard Offer Service in the District of Columbia*, Standard Offer Service Working Group’s Wholesale Full Requirements Service Agreement and Request for Proposals for the 2025-2026 SOS Solicitation, filed July 29, 2025 (“SOS Working Group’s Proposed WFRSA and RFP”).

² “The SOS Administrator shall submit to the Commission by August 1 of the previous year, specific procurement format, form of request, process, timeline, evaluation process, evaluation criteria, and model contract for Wholesale Full Requirements Service supply of SOS for Commission approval.” 15 DCMR § 4101.3.

³ SOS Working Group’s Proposed WFRSA and RFP.

Base Residual Auction is unknown at the time suppliers provide their offers in an SOS auction;⁴

- b. Appendix A, “2025-2026 Implementation Timeline,” was modified with a revised timeline.⁵
5. Pepco proposes the following changes to the 2025-2026 WFRSA:
- a. Article 7.1(j), “Billing,” updated the proxy capacity price for suppliers to incorporate a price of \$299.89/MW-day into their offers to supply full-requirements wholesale service;
 - b. Billing Line Items 2930, “Generation Deactivation,” and 2932, “Generation Deactivation Fund,” were removed from Exhibit E;
 - c. Article 12.8, “Global Systemically Important Bank (G-SIB),” added for Globally Systematically Important Bank (G-SIB) with reference to Exhibit I, “Adherence to the U.S. Stay Protocol”;
 - d. Exhibit C, “Bid Assurance Letter of Credit,” and Exhibit C-1, “Performance Assurance Letter of Credit,” were updated to include the paragraph below:
 - i. “WE CONFIRM THAT THE ELECTRONIC PDF FILE OF THE LETTER OF CREDIT AND ANY AMENDMENT(S) TRANSMITTED VIA E-MAIL TO: _____ IS THE OPERATIVE INSTRUMENT. THE BENEFICIARY MAY USE THE ELECTRONIC PDF FILE OF THE LETTER OF CREDIT NO. _____ AND ANY AMENDMENT(S) AS THE "ORIGINAL" LETTER OF CREDIT AND ORIGINAL AMENDMENTS. ANY PRINTED HARDCOPIES WILL BE COPIES ONLY AND CANNOT BE TREATED AS THE ORIGINAL LETTER OF CREDIT OR ORIGINAL AMENDMENTS.”⁶

6. All persons interested in commenting on Pepco’s proposed WFRSA and RFP may submit written comments no later than seven (7) days after the Commission’s issuance of this Public Notice. Comments are to be sent electronically and 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

⁴ SOS Working Group’s Proposed WFRSA and RFP at 1. For Tranche 1, suppliers will use the proxy price for 2027/2028 and 2028/2029 delivery years. For Tranche 2, suppliers will use the proxy price for the 2028/2029 delivery year only, barring any changes to the Capacity auction schedule posted on PJM’s website.

⁵ SOS Working Group’s Proposed WFRSA and RFP at 2.

⁶ During the SOS Working Group meeting on June 23, 2025, Morgan Stanley proposed adding Exhibit I to the WFRSA. Based on Morgan Stanley’s proposed change, Pepco included Article 12.8 to the WFRSA, as well as Exhibit I. Following the SOS Working Group meeting, Pepco reached out to the SOS Working Group regarding the removal of Billing Line Items 2930 and 2932, following clarification from PJM on the RMR settlement from the WFRSA, since it was not disclosed during the SOS Working Group. SOS Working Group’s Proposed WFRSA and RFP at 2.

may be obtained by visiting the Commission's website at <https://dcpsec.org/>. Once at the website, open the "eDocket System" tab, click on "Search Current Dockets," and input "FC1017" as the case number. Copies may also be purchased at cost by contacting the Commission Secretary at the address provided above. Persons with questions concerning this Notice should call (202) 626-5150 or send an email to psec-commissionsecretary@dc.gov.

A TRUE COPY:**BY DIRECTION OF THE COMMISSION:**A handwritten signature in black ink, reading "Brinda Westbrook-Sedgwick". The signature is written in a cursive, flowing style.**CHIEF CLERK:****BRINDA WESTBROOK-SEDGWICK
COMMISSION SECRETARY**