

PUBLIC SERVICE COMMISSION OF THE DISTRICT OF COLUMBIA

NOTICE OF FINAL TARIFF**PEPRADR-2025-01, THE POTOMAC ELECTRIC POWER COMPANY'S RESIDENTIAL AID DISCOUNT COMPLIANCE REPORTS AND FILINGS,**

1. The Public Service Commission of the District of Columbia (Commission) hereby gives notice, pursuant to Section 34-802 of the District of Columbia Official Code and in accordance with Section 2-505 of the District of Columbia Official Code¹ of its final tariff action approving the Potomac Electric Power Company's (Pepco or Company) Rider - Residential Aid Discount Surcharge (Rider RADS) tariff.²

2. The Residential Aid Discount (RAD) Surcharge allows Pepco to recover the costs of the subsidy for the RAD Program for low-income electricity customers in the District of Columbia.³ Pepco is required to file a true-up for the surcharge on an annual basis, in the event of an over or under-collection of the RAD Surcharge and to address any changes in income eligibility criteria.⁴ By Order No. 18059, the Commission adopted a methodology for computing the RAD, changing it to reflect a Residential Aid Credit (RAC).⁵

3. Per the Commission's directive in Order No. 21957, Pepco's tariff filing reflects the use of a 12-month average of RAD customers for the purposes of calculating the RAD surcharge on a going-forward basis.⁶ Pepco explains that each RAD Surcharge filing consists of two main parts, the true-up from previous periods and the costs associated with RADS based on estimated costs for the next period, which typically is a year. In its filing, Pepco provides the RADS true-up calculation from March 2024 through May 2025.⁷ According to Pepco, the RAD

¹ D.C. Official Code § 34-802 and D.C. Official Code § 2-505.

² *PEPRADR-2025-01, In the Matter of Potomac Electric Power Company's Residential Aid Discount Compliance Reports and Filings*, Potomac Electric Power Company's Residential Aid Discount Surcharge (*PEPRADR-2025-01*), filed April 15, 2025, (Rider RADS Tariff Filing).

³ *Formal Case No. 1053, In the Matter of the Application of Potomac Electric Power Company for Authority to Increase Existing Retail Rates and Charges for Electric Distribution Service*, Order No. 14712, rel. January 30, 2008.

⁴ *Formal Case No. 945, In the Matter of the Investigation into Electric Service Market Competition and Regulatory Practices*, and *Formal Case No. 813, In the Matter of the Application of Potomac Electric Power Company for an Increase in its Retail Rates for the Sale of Electric Energy*, Order No. 15986, ¶¶ 6, 13, rel. September 20, 2010. (Order establishing the Residential Aid Discount Program).

⁵ *Formal Case No. 1120, In the Matter of the Investigation into the Structure and Application of Low Income Assistance for Electricity Customers in the District of Columbia*, Order No. 18059, rel. December 15, 2015 (Order No. 18059).

⁶ Rider RADS Tariff Filing at 2-3; see *PEPRADR-2023-01, The Potomac Electric Power Company's Residential Aid Discount Compliance Reports and Filings*, Order No. 21957, rel. February 22, 2024 (Order No. 21957).

⁷ Rider RADS Tariff Filing at 1; Attachment B.

Surcharge collections from March 2024 through February 2025 resulted in an over-collection of (\$1,595,069).⁸ Pepco shows the forecasted under-collection of \$294,887 from March through May 2025, which is also included in the calculation of the surcharge.⁹

4. Pepco asserts that the estimated cost of the RAC from June 2025 through May 2026 is \$10,777,046.¹⁰ Pepco maintains that as a result of the higher program cost of the RAC from June 2025 through May 2026, the proposed RAD Surcharge would increase from the current surcharge rate of \$0.000860 per kilowatt-hour, which became effective October 14, 2024, to \$0.001155 per kilowatt-hour.¹¹

5. In the Rider RADS Tariff Filing, Pepco amends the following tariff pages:

Rate Schedules for Electric Service in the District of Columbia,

P.S.C. of D.C. No. 1

**(Former) One Hundred Sixty-Fifth Revised Page No. R-1
One Hundred Sixty-Eighth Revised Page No. 2
One Hundred Sixty-First Revised Page No. R-2.1
One Hundred Fifty-Eighth Revised Page No. R-2.2d
Sixteenth Revised Page No. R-46**

**(New) One Hundred Sixty-Sixth Revised Page No. R-1
One Hundred Sixty-Ninth Revised Page No. 2
One Hundred Sixty-Second Revised Page No. R-2.1
One Hundred Fifty-Ninth Revised Page No. R-2.2
Seventeenth Revised Page No. R-46**

6. On July 11, 2025, the Commission published a Notice of Proposed Tariff (NOPT) in the *D.C. Register* inviting public comment on Pepco's Rider RADS tariff.¹² On August 11, 2025, the Office of the People's Counsel for the District of Columbia filed comments on Pepco's proposal.¹³ The Apartment and Office Building Association of Metropolitan Washington filed

⁸ Rider RADS Tariff Filing at 1; Attachment B at 2.

⁹ Rider RADS Tariff Filing at 1; Attachment B at 1.

¹⁰ Rider RADS Tariff Filing at 2; Attachment B at 1, 4.

¹¹ Rider RADS Tariff Filing at 2; Attachment A.

¹² 72 *D.C. Reg.* 007946 – 007948 (July 11, 2025).

¹³ *PEPRADR-2025-01*, Comments of the Office of the People's Counsel for the District of Columbia on the Notice of Proposed Tariff for Pepco's Proposed Residential Aid Discount Tariff Filing, filed August 11, 2025.

comments the same day.¹⁴ On August 22, 2025, Pepco filed a motion for leave to reply and limited reply comments.¹⁵ On November 10, 2025, Pepco submitted responses to Commission staff's data request.¹⁶ At its regularly scheduled Open Meeting held on January 15, 2026, the Commission took final action approving Pepco's Rider RADS tariff, effective upon publication of this Notice of Final Tariff in the *D.C. Register*.

A TRUE COPY:

BY DIRECTION OF THE COMMISSION:

Brinda Westbrook-Sedgwick

CHIEF CLERK:

**BRINDA WESTBROOK-SEDGWICK
COMMISSION SECRETARY**

¹⁴ *PEPRADR-2025-01*, Comments of the Apartment and Office Building Association of Metropolitan Washington, filed August 11, 2025.

¹⁵ *PEPRADR-2025-01*, Motion of Potomac Electric Power Company for Leave to Reply and Limited Reply Comments, filed August 22, 2025.

¹⁶ *PEPRADR-2025-01*, Pepco's Response to Data Request No. 1, filed November 10, 2025.