

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

**PUBLIC NOTICE**

**PROCUREMENT COST ADJUSTMENT WORKING GROUP FINAL REPORT AND  
RECOMMENDATION**

**October 5, 2021**

**FORMAL CASE NO. 1134, IN THE MATTER OF THE INVESTIGATION INTO THE  
PROCUREMENT COST ADJUSTMENT FOR STANDARD OFFER SERVICE,**

1. The Public Service Commission of the District of Columbia (“Commission”) hereby gives notice that, on September 22, 2021, the Potomac Electric Power Company (“Pepco”) filed a final report and recommendation on behalf of Pepco, the Office of People’s Counsel for the District of Columbia, and Staff of the Public Service Commission of the District of Columbia (“Staff”) (herein “Working Group”) concerning the Commission’s investigation into Pepco’s Procurement Cost Adjustment (“PCA”).<sup>1</sup> The Working Group recommends : 1) removal of all transmission-related amounts from the Company’s PCA for the period May 2018 through May 2020 and the recovery of these amounts through the Rider Standard Offer Service (“SOS”) transmission retail rate over a period of twelve months; and 2) Commission approval of an annual PCA process and calculation with supporting workpapers submitted each year.<sup>2</sup> According to the recommendation, the PCA would be set annually, with prior year end over-or under collection balances, divided by forecasted SOS sales to derive the next year’s PCA. Pepco will additionally monitor the PCA balance bi-annually to make sure that there will not be a significant under collection that will cause rate shock to ratepayers. Pepco proposes to make the annual PCA filing in alignment with its SOS filings, so that new rates can go into effect on April 1<sup>st</sup> each year.<sup>3</sup>

2. By this Notice, all persons interested in commenting on Pepco’s final report and recommendation may submit written comments and reply comments not later than 10 and 20 days after the 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, NW, Suite 800, Washington, D.C. 20005 and electronically filed on the Commission’s website at

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<sup>1</sup> *Formal Case No. 1134, In the Matter of the Investigation into the Procurement Cost Adjustment for Standard Offer Service (“Formal Case No. 1134”), Procurement Cost Adjustment Working Group Final Report and Recommendation (“Final Report and Recommendations”), filed September 22, 2021.*

<sup>2</sup> *Formal Case No. 1134, Final Report and Recommendations at 4.*

<sup>3</sup> *Formal Case No. 1134, Final Report and Recommendations at 5.*

[http://edocket.dcpsec.org/public/public\\_comments](http://edocket.dcpsec.org/public/public_comments). Copies of the final report and recommendation be obtained by visiting the Commission’s website at [www.dcpsec.org](http://www.dcpsec.org). Once at the website, open the “eDocket” tab, click on “Search Current Dockets,” click on “Advanced Search” and input “FC 1134” as the case number and “19” as the item number.

**A TRUE COPY:**

**BY DIRECTION OF THE COMMISSION:**

**CHIEF CLERK:**

**BRINDA WESTBROOK-SEDGWICK  
COMMISSION SECRETARY**