

92DC42
PO Box 6066
Newark, DE 19714-6066

302.429.3105 - Telephone
302.429.3801 - Facsimile
philip.passanante@pepcoholdings.com

500 N. Wakefield Drive
Newark, DE 19702

atlanticcityelectric.com

March 17, 2017

**VIA FEDERAL EXPRESS and
ELECTRONIC MAIL**

irene.asbury@bpu.nj.gov
board.secretary@bpu.nj.gov

Irene Kim Asbury, Esquire
Secretary of the Board
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
P.O. Box 350
Trenton, New Jersey 08625-0350

RE: In the Matter of the Provision of Basic Generation Service for the Period
Beginning June 1, 2017
Docket Nos. ER16040337

In the Matter of the Provision of Basic Generation Service for the Period
Beginning June 1, 2015
Docket Nos. ER14040370

Dear Secretary Asbury:

Enclosed for filing by Atlantic City Electric Company (“ACE” or the “Company”) are three conformed copies of the Company’s compliance filing provided in accordance with the Board of Public Utilities (“Board”) Orders dated February 10, 2017 and November 24, 2014.¹

At the Board’s meeting on February 10, 2017, the Board certified the final results of the BGS-RSCP (Residential Small Commercial Pricing) and BGS-CIEP (Commercial Industrial Energy Pricing) Auctions in their entirety, approved the closing prices for each Electric Distribution Company (“EDC”), and ordered each EDC to file compliance tariff sheets by March 24, 2017.

Additionally, at the Board’s meeting on November 21, 2014, the Board directed each EDC to make a compliance filing to incorporate increased capacity prices resulting from the Federal Energy Regulatory Commission approved PJM Capacity Performance proposal within 14 days of the time the new capacity prices are available to the EDCs and the Board. Final Zonal

¹ This filing has been made consistent with the Board’s Order Waiving Provisions of N.J.A.C. 14:4-2, N.J.A.C. 14:17-4.2(a), N.J.A.C. 14:1-1.6(c), and N.J.A.C. 14:17-1.6(d), issued on July 29, 2016 in connection with *In the Matter of the Board’s E-Filing Program*, BPU Docket No. AX16020100.

Irene Kim Asbury, Esquire

March 17, 2017

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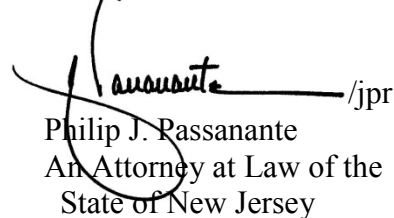
Capacity prices resulting from the Third Incremental RPM Auction for Delivery Year 2017/2018 were posted on March 10, 2017.

The Company's tariff compliance filing includes the following attachments:

- Attachment 1 – Proposed BGS tariff sheets effective June 1, 2017 (revised for the final auction results for BGS-RSCP and BGS-CIEP);
- Attachment 2 – Spreadsheets for development of BGS costs and bid factors;
- Attachment 3 – Spreadsheets for the calculation of BGS rates; and
- Attachment 4 – Development of 2017/2018 Incremental RPM Cost - \$/MWh

Thank you for your cooperation and courtesies. Feel free to contact the undersigned with any questions or if I can be of further assistance.

Respectfully submitted,

/jpr
Philip J. Passanante
An Attorney at Law of the
State of New Jersey

Enclosure

cc: Service List

Attachment 1

Tariff Pages

(Clean)

ATLANTIC CITY ELECTRIC COMPANY

BPU NJ No. 11 Electric Service - Section IV Thirty-First Revised Sheet Replaces Thirtieth Revised Sheet No. 60b

**RIDER (BGS) continued
Basic Generation Service (BGS)**

CIEP Standby Fee \$0.000160 per kWh

This charge recovers the costs associated with the winning BGS-CIEP bidders maintaining the availability of the hourly priced default electric supply service plus administrative charges pursuant to N.J.S.A. 48:2-60 and New Jersey Sales and Use Tax as set forth in Rider SUT. This charge is assessed on all kWhs delivered to all CIEP- eligible customers on Rate Schedules MGS Secondary, MGS Primary, AGS Secondary, AGS Primary or TGS.

Transmission Enhancement Charge

This charge reflects Transmission Enhancement Charges (“TECs”), implemented to compensate transmission owners for the annual transmission revenue requirements for “Required Transmission Enhancements” (as defined in Schedule 12 of the PJM OATT) that are requested by PJM for reliability or economic purposes and approved by the Federal Energy Regulatory Commission (FERC). The TEC charge (in \$ per kWh by Rate Schedule), including administrative charges pursuant to N.J.S.A. 48:2-60 and New Jersey Sales and Use Tax as set forth in Rider SUT, is delineated in the following table.

	<u>Rate Class</u>							
	<u>RS</u>	<u>MGS Secondary</u>	<u>MGS Primary</u>	<u>AGS Secondary</u>	<u>AGS Primary</u>	<u>TGS</u>	<u>SPL/CSL</u>	<u>DDC</u>
VEPCo	0.000402	0.000317	0.000333	0.000221	0.000186	0.000142	-	0.000134
TrAILCo	0.000606	0.000461	0.000238	0.000277	0.000108	0.000208	-	0.000213
PSE&G	0.000642	0.000506	0.000531	0.000355	0.000298	0.000228	-	0.000214
PATH	0.000051	0.000041	0.000043	0.000029	0.000024	0.000018	-	0.000017
PPL	0.000244	0.000186	0.000096	0.000111	0.000044	0.000083	-	0.000086
Pepco	0.000024	0.000017	0.000010	0.000011	0.000004	0.000007	-	0.000009
JCP&L	0.000003	0.000003	0.000003	0.000002	0.000002	0.000001	-	0.000001
Delmarva AEP - East	0.000001	0.000001	0.000001	0.000001	-	0.000001	-	0.000001
	0.000106	0.000080	0.000042	0.000048	0.000019	0.000036	-	0.000037
Total	0.002079	0.001612	0.001297	0.001055	0.000685	0.000724	-	0.000712

Date of Issue: March 17, 2017

Effective Date: June 1, 2017

**Issued by: David M. Velazquez, President and Chief Executive Officer – Atlantic City Electric Company
Filed pursuant to Board of Public Utilities of the State of New Jersey directives associated with the
BPU Docket No. ER16040337**

Attachment 1

Tariff Pages
(Redlined)

CIEP Standby Fee \$0.000160 per kWh

This charge recovers the costs associated with the winning BGS-CIEP bidders maintaining the availability of the hourly priced default electric supply service plus administrative charges pursuant to N.J.S.A. 48:2-60 and New Jersey Sales and Use Tax as set forth in Rider SUT. This charge is assessed on all kWhs delivered to all CIEP- eligible customers on Rate Schedules MGS Secondary, MGS Primary, AGS Secondary, AGS Primary or TGS.

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VEPCo	0.000402	0.000317	0.000333	0.000221	0.000186	0.000142	-	0.000134
TrAILCo	0.000606	0.000461	0.000238	0.000277	0.000108	0.000208	-	0.000213
PSE&G	0.000642	0.000506	0.000531	0.000355	0.000298	0.000228	-	0.000214
PATH	0.000051	0.000041	0.000043	0.000029	0.000024	0.000018	-	0.000017
PPL	0.000244	0.000186	0.000096	0.000111	0.000044	0.000083	-	0.000086
Pepco	0.000024	0.000017	0.000010	0.000011	0.000004	0.000007	-	0.000009
JCP&L	0.000003	0.000003	0.000003	0.000002	0.000002	0.000001	-	0.000001
Delmarva AEP - East	0.000001 0.000106	0.000001 0.000080	0.000001 0.000042	0.000001 0.000048	- 0.000019	0.000001 0.000036	-	0.000001 0.000037
Total	0.002079	0.001612	0.001297	0.001055	0.000685	0.000724	-	0.000712

Date of Issue: ~~January 30~~ March 17, 2017

Effective Date: ~~February~~ June 1, 2017

Issued by: David M. Velazquez, President and Chief Executive Officer – Atlantic City Electric Company
Filed pursuant to Board of Public Utilities of the State of New Jersey directives associated with the
BPU Docket No. ~~ER161241453~~ ER16040337

In the Matter of the Provision of Basic Generation Service for the Period Beginning June 1, 2017

Docket Nos. ER16040337

In the Matter of the Provision of Basic Generation Service for the Period Beginning June 1, 2015

Docket Nos. ER14040370

Service List

BPU

Irene Kim Asbury, Esquire
Secretary of the Board
Board of Public Utilities
44 South Clinton Avenue, Suite 314
P.O. Box 350
Trenton, NJ 08625-0350
(609) 777-3300 – Telephone
irene.asbury@bpu.nj.gov
board.secretary@bpu.nj.gov

Thomas Walker
Director, Division of Energy
Board of Public Utilities
44 South Clinton Avenue, Suite 314
P.O. Box 350
Trenton, NJ 08625-0350
thomas.walker@bpu.nj.gov

Mark Beyer
Board of Public Utilities
44 South Clinton Avenue, Suite 314
P.O. Box 350
Trenton, NJ 08625-0350
mark.beyer@bpu.nj.gov

Bethany Rocque-Romaine, Esquire
Legal Specialist
New Jersey Board of Public Utilities
44 South Clinton Avenue, Suite 314
Trenton, NJ 08625-0350
bethany.romaine@bpu.nj.gov

Stacy Peterson
Division of Energy
Board of Public Utilities
44 South Clinton Avenue, Suite 314
P.O. Box 350
Trenton, NJ 08625-0350
stacy.peterson@bpu.nj.gov

Richard DeRose
Board of Public Utilities
44 South Clinton Avenue, Suite 314
P.O. Box 350
Trenton, NJ 08625-0350
richard.derose@bpu.nj.gov

BPU CONSULTANTS

Frank Mossburg
Bates White, LLC
1300 Eye Street, NW, Suite 600
Washington, DC 20005
frank.mossburg@bateswhite.com

Craig R. Roach
Bates White, LLC
1300 Eye Street, NW, Suite 600
Washington, DC 20005
craig.roach@bateswhite.com

DAG

Caroline Vachier, Esquire
Deputy Attorney General
Division of Law
124 Halsey Street
P.O. Box 45029
Newark, NJ 07101
caroline.vachier@dol.lps.state.nj.us

Alex Moreau, Esquire
Deputy Attorney General
Division of Law
124 Halsey Street
P.O. Box 45029
Newark, NJ 07101
alex.moreau@dol.lps.state.nj.us

Geoffrey Gersten, Esquire
Deputy Attorney General
Division of Law
124 Halsey Street
P.O. Box 45029
Newark, NJ 07101
geoffrey.gersten@dol.lps.state.nj.us

Andrew Kuntz, Esquire
Deputy Attorney General
Division of Law
124 Halsey Street
P.O. Box 45029
Newark, NJ 07101
andrew.kuntz@lps.state.nj.us

RATE COUNSEL

Stefanie A. Brand, Esquire
Director
Division of Rate Counsel
140 East Front Street, 4th Floor
P.O. Box 003
Trenton, NJ 08625
sbrand@rpa.state.nj.us

Ami Morita, Esquire
Division of Rate Counsel
140 East Front Street, 4th Floor
P.O. Box 003
Trenton, NJ 08625-0003
amorita@rpa.state.nj.us

Diane Schulze, Esquire
Division of Rate Counsel
140 East Front Street, 4th Floor
P.O. Box 003
Trenton, NJ 08625-0003
dschulze@rpa.state.nj.us

Brian Lipman, Esquire
Division of Rate Counsel
140 East Front Street, 4th Floor
P.O. Box 003
Trenton, NJ 08625-0003
blipman@rpa.state.nj.us

James Glassen, Esquire
Division of Rate Counsel
140 East Front Street, 4th Floor
P.O. Box 003
Trenton, NJ 08625-0003
jglassen@rpa.state.nj.us

Lisa Gurkas
Division of Rate Counsel
140 East Front Street, 4th Floor
P.O. Box 003
Trenton, NJ 08625-0003
lgurkas@rpa.state.nj.us

**RATE COUNSEL
CONSULTANTS**

Max Chang
Robert Fagan
Synapse Energy Economics, Inc.
485 Massachusetts Avenue, Suite 2
Cambridge, MA 02139
mchang@synapse-energy.com
rfagan@synapse-energy.com

ACE

Philip J. Passanante, Esquire
Assistant General Counsel
Atlantic City Electric Company
92DC42
500 N. Wakefield Drive
P.O. Box 6066
Newark, DE 19714-6066
(302) 429-3105 – Telephone
(302) 429-3801 – Facsimile
philip.passanante@pepcoholdings.com

Roger E. Pedersen, Manager
Regulatory Affairs, NJ
Atlantic City Electric Company
63ML38
5100 Harding Highway
Mays Landing, NJ 08330
roger.pedersen@pepcoholdings.com

Joseph F. Janocha
63ML38
Atlantic City Electric Company
5100 Harding Highway
Mays Landing, NJ 08330
joseph.janocha@pepcoholdings.com

Alison Regan
Regulatory Affairs Lead
Pepco Holdings, Inc. - 79NC59
401 Eagle Run Road
P.O. Box 9239
Newark, DE 19714-9239
alison.regan@pepcoholdings.com

Daniel A. Tudor
Senior Energy Supply Consultant
Pepco Holdings, Inc. - EP6412
701 Ninth Street, NW
Washington, DC 20068-0001
datudor@pepco.com

NERA
Eugene Meehan
NERA
1255 23rd Street, Suite 600
Washington, DC 20037
eugene.meehan@nera.com

Chantale LaCasse, Ph.D.
NERA
29th Floor
1166 Avenue of the Americas
New York, NY 10036
chantale.lacasse@nera.com

Paul Cardona
NERA Economic Consulting
777 S. Figueroa, Suite 1950
Los Angeles, CA 90017
paul.cardona@nera.com

JCP&L
Sally J. Cheong
Jersey Central Power & Light Co.
300 Madison Avenue
P.O. Box 1911
Morristown, NJ 07962-1911
scheong@firstenergycorp.com

Kevin Connelly
First Energy
300 Madison Avenue
P.O. Box 1911
Morristown, NJ 07962-1911
kconnelly@firstenergycorp.com

Gregory Eisenstark, Esquire
Windels Marx Lane & Mittendorf
120 Albany Street Plaza
New Brunswick, NJ 08901
geisenstark@windelsmarx.com

NJLEUC
Paul F. Forshay, Esquire
Southerland Asbill & Brennan, LLP
700 Sixth Street, NW, Suite 700
Washington, DC 20004-2415
paul.forshay@southerland.com

Steven S. Goldenberg, Esquire
Fox Rothschild LLP
997 Lenox Drive, Building 3
Lawrenceville, NJ 08648-2311
sgoldenberg@foxrothschild.com

PSEG
Myron Filewicz
Public Service Electric & Gas
80 Park Plaza, T-05
Newark, NJ 07102-4194
myron.filewicz@pseg.com

Hesser McBride, Esquire
Associate General Regulatory Counsel
PSEG Services Corporation
80 Park Plaza, T-05
P.O. Box 570
Newark, NJ 07102-4194
hesser.mcbride@pseg.com

Terrence J. Moran
Public Service Electric & Gas
80 Park Plaza, T-13
Newark, NJ 07101
terrence.moran@pseg.com

RECO
John L. Carley, Esquire
Consolidated Edison Co. of NY
Law Dept., Rm. 1815-S
4 Irving Place
New York, NY 10003
carleyj@coned.com

Margaret Comes, Esquire
Consolidated Edison
Law Department, Room 1815-S
4 Irving Place
New York, NY 10003
comesm@coned.com

William A. Atzl, Jr.
Rockland Electric Company
4 Irving Place, Room 515-S
New York, NY 10003
atzlw@coned.com

James C. Meyer, Esquire
Riker Danzig
Headquarters Plaza
One Speedwell Avenue
Morristown, NJ 07962
jmeyer@riker.com

**SUPPLIERS AND
OTHER PARTIES**
Steven Gabel
Gabel Associates
417 Denison Street
Highland Park, NJ 08904
steven@gabellassociates.com

Shawn P. Leyden, Esquire
PSE&G Energy Resources & Trade
80 Park Plaza, T-19
P.O. Box 570
Newark, NJ 07101
shawn.leyden@pseg.com

Raymond Depillo
PSEG Energy Resources & Trade
80 Park Plaza, T-19
P.O. Box 570
Newark, NJ 07101
raymond.depillo@pseg.com

Deborah Hart
Vice President
Morgan Stanley Capital Group
2000 Westchester Avenue
Trading Floor
Purchase, NY 10577
deborah.hart@morganstanley.com

Divesh Gupta
Constellation New Energy, Inc.
Point Street-1310 Point Street
Baltimore, MD 21231
Divesh.gupta@constellation.com

Craig S. Blume
UGI Energy Services
UGI Development Company
One Meridian Boulevard, Suite 2C01
Wyomissing, PA 19610
cblume@ugies.com

Marcia Hissong
DTE Energy Trading, Inc.
414 South Main Street, Suite 200
Ann Arbor, MI 48104
hissongm@dteenergy.com

Adam Kaufman
Independent Energy Producers of NJ
Five Vaughn Drive, Suite 101
Princeton, NJ 08540
akaufman@kzgrp.com

Thomas Hoatson
LS Power Development, LLC
2 Tower Center
East Brunswick, NJ 08816
thoatson@lspower.com

James Laskey, Esquire
Norris McLaughlin & Marcus
721 Route 202-206
Bridgewater, NJ 08807
jlaskey@nmmlaw.com

Christine McGarvey
AEP Energy Partners, Inc.
Suite 500
155 W Nationwide Boulevard
Columbus, OH 43215
clmcgarvey@aepes.com

Don Hubschman
American Electric Power
155 W Nationwide Boulevard
Columbus, OH 43215
dmhubschman@aepes.com

Gregory K. Lawrence, Esquire
Cadwalader Wickersham & Taft LLP
One World Financial Center
New York, NY 10281
greg.lawrence@cw.com

Ira G. Megdal, Esquire
Cozen O'Connor
457 Haddonfield Road, Suite 300
P.O. Box 5459
Cherry Hill, NJ 08002
imegsal@cozen.com

Becky Merola
Noble Americas Energy Solutions
5325 Sheffield Avenue
Powell, OH 43065
bmerola@noblesolutions.com

Paul Pantano, Esquire
Cadwalader Wickersham & Taft
700 Sixth Street, N.W.
Washington, DC 20001
paul.pantano@cw.com

Glenn Riepl
AEP Energy Services
1 Riverside Plaza, 14th Floor
Columbus, OH 43215-2373
gfriep@aep.com

Sharon Weber
PPL Energy Plus
2 North 9th Street, TW 20
Allentown, PA 18101
sjweber@pplweb.com

Christi L. Nicolay
Macquarie Energy LLC
500 Dallas Street, Level 31
Houston, TX 77002
christi.nicolay@macquarie.com

Anthony Pietranico
ConEdison Solutions, Inc.
pietranico@conedsolutions.com

Stuart Ormsbee
TransCanada Power Marketing, Ltd.
110 Turnpike Road, Suite 300
Westborough, MA 01581
stuart_ormsbee@transcanada.com

David K. Richter
PSEG Energy Resources & Trade
80 Park Plaza, T-5C
P.O. Box 570
Newark, NJ 07101
david.richter@pseg.com

Glen Thomas
GT Power Group LLC
1060 First Avenue, Suite 400
King of Prussia, PA 19406
gthomas@gtpowergroup.com

Stephen Wemple
Con Edison Energy
Suite 201 West
701 Westchester Avenue
White Plains, NY 10604
wemples@conedcss.com

Howard O. Thompson, Esquire
Russo Tumulty Nester Thompson
240 Cedar Knolls Road, Suite 306
Cedar Knolls, NJ 07927
hthompson@russotumulty.com

Aundra Williams
NextEra Power Marketing, LLC
700 Universe Boulevard
Juno Beach, FL 33408
aundra.williams@nexteraenergyservices.com

Bruce H. Burcat
Mid-Atlantic Renewable Energy
Coalition
208 Stonegate Way
Camden, DE 19934
bburcat@marec.us

Larry Spielvogel
L.G. Spielvogel, Inc.
190 Presidential Boulevard, Suite 310
Bala Cynwyd, PA 19004-1151
spielvogel@comcast.net

Holly Minogue
Gabel Associates
417 Denison Street
Highland Park, NJ 08904
holly.minogue@gabelassociates.com

Sara Bluhm
NJBIA
102 West State Street
Trenton, NJ 08608-1199
sbluhm@njbia.org

John Holub
NJ Retail Merchants Association
332 West State Street
Trenton, NJ 08618
john@njrma.org

Judy Misoyianis
NJ Retail Merchants Association
332 West State Street
Trenton, NJ 08618
Judy.njrma@verizon.net

Katie Bolcar
Solar Energy Industries Association
575 7th Street, NW, Suite 400
Washington, DC 20005
kbolcar@seia.org

Robert Macsoud, Jr.
EnergySolve
One Executive Drive, Suite 401
Somerset, NJ 08873
rmacksoud@energysolve.com

Lyle Rawlings
Mid-Atlantic Solar Energy Industries
Association
Rutgers EcoComplex, Suite 208-B
1200 Florence-Columbia Road
Bordentown, NJ 08505
lyle@advancedsolarproducts.com

Murray E. Bevin, Esquire
Bevan, Mosca, Giuditta & Zarillo PC
222 Mount Airy Road, Suite 200
Basking Ridge, NJ 07920
mbevan@bmgzlaw.com

Stacey Rantala
National Energy Marketers Assoc.
3333 K Street, NW, Suite 110
Washington, DC 20007
srantala@energymarketers.com

Marc A. Hanks
Direct Energy Services, LLC
marc.hanks@directenergy.com

Bob Blake
MXenergy
10010 Junction Drive, Suite 104S
Annapolis Junction, MD 20701
rblake@mxenergy.com

Mark S. Kumm
Pepco Energy Services, Inc.
1300 N. 17th Street, Suite 1600
Arlington, VA 22209
mkumm@pepcoenergy.com

Dana Swieson
EPEX
717 Constitution Drive, Suite 110
Exton, PA 19341
dana.swieson@epex.com

David A. Applebaum
NextEra Energy Resources, LLC
21 Pardee Place
Ewing, NJ 08628
david.applebaum@nexteraenergy.com

David Gill
NextEra Energy Resources, LLC
700 Universe Boulevard
Juno Beach, FL 33408
david.gill@extraenergy.com

Kathleen Maher
Constellation New Energy, Inc.
New York-New Jersey Region
810 7th Avenue, Suite 405
New York, NY 10019
kathleen.maher@constellation.com