

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF DELAWARE**

IN THE MATTER OF THE APPLICATION OF)
DELMARVA POWER & LIGHT COMPANY FOR)
A CHANGE TO ITS TRANSMISSION) PSC Docket No. 10-226
SERVICE CHARGE FOR ITS ELECTRIC)
SUPPLY AND TRANSMISSION CUSTOMERS)
(FILED JUNE 21, 2010))

ORDER NO. 7807

This 22nd day of July, 2010, the Commission finds, determines, and Orders the following:

1. On June 21, 2010, Delmarva Power & Light Company ("DPL") filed an application to increase its Transmission Service Charge for both its Standard Offer Service ("SOS") Fixed Price Service and SOS Hourly Priced Service from \$1.272484 per kW-month to \$1.6129 per kW-month and to amend Tariff Leaf Nos. 111 and 114 to reflect these increases. According to DPL, these adjustments implement the formulation for establishing retail transmission rates set forth in paragraph F of the Settlement Agreement, approved in Order No. 6746 (Oct. 11, 2005), in PSC Docket No. 04-391.¹ That settlement established a pass-through mechanism that permits DPL to develop transmission rates that mirror the transmission rates that PJM Interconnection, L.L.C. charges DPL under Federal Energy Regulatory Commission ("FERC") requirements.

¹The Commission previously considered and approved transmission rates on a temporary basis in Order No. 7592 (June 16, 2009) and final transmission rates in Order No. 7644 (September 9, 2009), in Docket No. 09-230.

2. Staff recommends that the Commission allow the proposed rate and tariff changes to go into effect on August 20, 2010, on a temporary basis, with proration, and subject to refund, pending further analysis by Staff. According to Staff, such a procedure would allow it to verify that the proposed changes are accurate and consistent with the dictates approved in the Commission's prior Orders and it would allow interested persons to comment upon, or object to, the proposed changes before the Commission makes a final determination. The Commission adopts Staff's proposed procedural recommendation.

**NOW, THEREFORE, IT IS HEREBY ORDERED BY THE AFFIRMATIVE VOTE OF
NOT FEWER THAN THREE COMMISSIONERS:**

1. That, pursuant to 26 *Del. C.* §306(a)(1), revised Tariff Leaf Nos. 111 and 114, including revised rates, filed by Delmarva Power & Light Company on June 21, 2010, that pertain to its transmission charges for its SOS Fixed Price and Hourly Priced Service offerings, are allowed to go into effect on a temporary basis on August 20, 2010, with proration. The temporary rates shall be subject to refund if the Commission finally determines that such rates are, in whole or in part, incorrect, unjust or unreasonable.

2. That Delmarva Power & Light Company shall publish the form of notice attached hereto as Exhibit "A" in the following newspapers, on the designated dates, in two-column format outlined in black:

Tuesday, July 27, 2010 (The News Journal)

Wednesday, July 28, 2010 (Delaware State News)

ATTEST:

/s/ Alisa Carrow Bentley
Secretary

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**PUBLIC NOTICE OF CHANGES TO DELMARVA POWER & LIGHT COMPANY'S
ELECTRIC TRANSMISSION RATES FOR ITS SOS FIXED PRICE
SERVICE AND HOURLY PRICED SERVICE CUSTOMERS**

On June 21, 2010, Delmarva Power & Light Company filed with the Delaware Public Service Commission ("PSC") an application to adjust its electric Transmission Service Charge for both its Standard Offer Service ("SOS") Fixed Price Service and Hourly Priced Service from \$1.272484 per kW-month to \$1.6129 per kW-month. For a typical residential customer with a peak load contribution of 4.38 kW, the effects of the proposed rate changes would be an increase in the monthly bill of approximately \$1.49.

On July 22, 2010, in PSC Order No. 7807, the PSC allowed the proposed rate changes to go into effect on August 20, 2010, but subject to refund if the Commission should later finally determine the rates and charges are incorrect, or unjust or unreasonable. The PSC now solicits comments or objections to any, or all, of these rate and tariff changes. If you wish to comment or object, you should file ten

copies of such comments or objections with the PSC no later than Monday, August 30, 2010 at the address set forth below:

Public Service Commission
861 Silver Lake Blvd.
Cannon Bldg., Suite 100
Dover, DE 19904
Attn: PSC Dckt. No. 10-226

If you file an objection, or wish to participate as a party in this proceeding, you should also file, by the above date, a petition to intervene under Rule 21 of the PSC's Rules of Practice and Procedure. You can review the application at the PSC's office at the address denoted above or via the PSC's website located at <http://depssc.delaware.gov>.

You may contact the PSC about this matter at 1-800-282-8574 (toll-free in Delaware) or (302) 736-7500 (text telephone also) or you may send questions by e-mail to john.farber@state.de.us. If you are disabled and need assistance in participating in this matter, please contact the PSC to discuss such assistance.