



STATE OF DELAWARE

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December 16, 2014

MEMORANDUM

TO: Members of the Commission

FROM: Toni Loper, Public Utilities Analyst

SUBJECT: COMPLIANCE FILING IN THE MATTER OF THE APPLICATION OF DELMARVA POWER & LIGHT COMPANY FOR APPROVAL OF QUALIFIED FUEL CELL PROVIDER PROJECT TARIFFS (FILED November 25, 2014; AMENDED DECEMBER 10, 2014) – PSC DOCKET NO. 14-49-11

On July 7, 2011, the Governor of the State of Delaware signed into law Amendments (the “Amendments”) to the Renewable Energy Portfolio Standards Act (the “REPSA”) that added Delaware-manufactured fuel cells to the REPSA and allowed energy output from such fuel cells to be considered a resource eligible to fulfill a portion of a Delaware Public Service Commission-regulated electric company’s renewable energy credit requirements under REPSA.

The Amendments created a regulatory framework whereby the Commission-regulated electric company, Delmarva Power & Light Company (“Delmarva”), and the Qualified Fuel Cell Provider (“QFCP”)¹ will jointly submit tariffs that enable and obligate Delmarva, as the agent for collection and disbursement, to collect from its customers a non-bypassable charge (“QFCP-RC Charge”) for costs incurred for incremental site preparation, filing, administrative and other costs incurred by the QFCP. The QFCP-RC Charge is reduced by compensation to the Qualified Fuel Cell Provider Project (“QFCPP”) for any revenues received from PJM or its successors at law from the output of the QFCPP.

On August 19, 2011, in PSC Docket No. 11-362, Delmarva filed an application for approval of a new electric tariff for Service Classification QFCP-RC (“Electric Tariff”) and a new gas tariff for Service Classification LVG-QFCP-RC pursuant to the Amendments. On October 18, 2011, the Commission issued Order No. 8062 which approved this tariff filing. On December 1, 2011, the Commission signed Order No. 8079, which, among other things, adopted Order No. 8062. Pursuant to the Electric Tariff, Delmarva is serving in its mandatory role as a collection agent for the QFCP. In compliance with the Electric Tariff, Delmarva will provide monthly filings to account for the varying QFCP-RC Charge.

On April 2, 2012, Delmarva submitted its first monthly filing (“Compliance Filing”) as required by its Commission-approved Electric Tariff filed in PSC Docket No. 11-362. By Order No. 8136, the Commission permitted the May 2012 QFCP-RC Charge to take effect and required Delmarva to provide to Staff, with each future Compliance Filing under the REPSA, all documents that Staff requested from Delmarva as part of its review of the prior Compliance Filing.

¹ All references to capitalized terms are set forth in 26 *Del. C.* §352.

On November 25, 2014, Delmarva submitted its thirty-third (true-ups) of the October billing revenues, October PJM revenues, and October operational costs were included in the QFCP-RC Charge. The rates for each customer classification are provided below:

January 2015 QFCP-RC Charge		
Service Classification	\$ per kWh	Change from Previous Month
Residential	\$ 0.004521	\$ (0.000339)
Residential – Space Heating	\$ 0.004521	\$ (0.000339)
Residential Time-of-Use "R-TOU"		
Residential Time-of-Use NON-Demand "R-TOU-ND"	\$ 0.004521	\$ (0.000339)
Small General Service - Secondary Non-Demand "SGS-ND"	\$ 0.004521	\$ (0.000339)
Space Heating Secondary Service "SGS-ND" and "MGS-S"	\$ 0.004521	\$ (0.000339)
Water Heating Secondary Service "SGS-ND" and "MGS-S"	\$ 0.004521	\$ (0.000339)
Outdoor Recreational Lighting Svc - Secondary "ORL"	\$ 0.004521	\$ (0.000339)
Medium General Service - Secondary "MGS-S"	\$ 0.004521	\$ (0.000339)
Large General Service - Secondary "LGS-S"	\$ 0.004521	\$ (0.000339)
General Service - Primary "GS-P"	\$ 0.004399	\$ (0.000329)
General Service - Transmission "GS-T"	\$ 0.004329	\$ (0.000324)
Outdoor Lighting PL	\$ 0.004521	\$ (0.000339)
Outdoor Lighting SL	\$ 0.004521	\$ (0.000339)

26 Del. C. §364 (d) (4) provides as follows: **“Notwithstanding § 306 of this title or any other provision of the Delaware Code to the contrary, any changes in rates or charges necessary to collect funds for disbursements or costs addressed in subsections (a)-(c) of this section through adjustable non-bypassable charges shall become effective 30 days after filing, absent a determination of manifest error by the Public Service Commission. The Commission may allow changes in rates or charges related to such adjustable non-bypassable charges to become effective less than 30 days after filing under such conditions as it may prescribe.”**

Delmarva has developed communications on renewable energy and alternative energy, including bill inserts and talking points for Delmarva call center employees. Detailed information on the Qualified Fuel Cell Provider Project can be found in Delmarva’s Electric Tariff (QFCP-RC Leaf No. 74 -74r).

Staff performed a review of the calculations and the QFCP-RC Charge provided in the Compliance Filing dated November 25, 2014, and did not find any manifest errors. Therefore, Staff recommends that the January 2015 QFCP-RC Charge be permitted to take effect for bills issued by Delmarva to its customers between January 5, 2015, and January 30, 2015².

Attachment A: QFCP-RC Charge - All Months

² Delmarva Power and Light submitted a subsequent filing on December 10, 2014 changing the billing schedule to the above referenced dates; this change was due to meter read and billing schedule changes.

Attachment A

QFCP-RC Charge-All Months

Service Classification	May-12*	Jun-12	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12**	Dec-12	Nov-13	Dec-13
	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh		
Residential	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
Residential - Space Heating	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
Residential Time-of-Use "R-TOU"	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
Residential Time-of-Use NON-Demand "R-TOU-ND"	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
Small General Service - Secondary Non-Demand "SGS-ND"	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
Space Heating Secondary Service "SGS-ND" and "MGS-S"	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
Water Heating Secondary Service "SGS-ND" and "MGS-S"	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
Outdoor Recreational Lighting Svc - Secondary "ORL"	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
Medium General Service - Secondary "MGS-S"	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
Large General Service - Secondary "LGS-S"	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
General Service - Primary "GS-P"	\$ 0.00137	\$ 0.000666	\$ 0.000601	\$ 0.000591	\$ 0.000805	\$ 0.000657	\$ 0.001068	\$ 0.001287	\$ 0.003824	\$ 0.004200
General Service - Transmission "GS-T"	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
Outdoor Lighting PL	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372
Outdoor Lighting SL	\$ 0.00143	\$ 0.000871	\$ 0.000814	\$ 0.000604	\$ 0.000823	\$ 0.000671	\$ 0.001082	\$ 0.001316	\$ 0.003980	\$ 0.004372

Service Classification	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	Jul-13	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13
	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh
Residential	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
Residential - Space Heating	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
Residential Time-of-Use "R-TOU"	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
Residential Time-of-Use NON-Demand "R-TOU-ND"	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
Small General Service - Secondary Non-Demand "SGS-ND"	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
Space Heating Secondary Service "SGS-ND" and "MGS-S"	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
Water Heating Secondary Service "SGS-ND" and "MGS-S"	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
Outdoor Recreational Lighting Svc - Secondary "ORL"	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
Medium General Service - Secondary "MGS-S"	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
Large General Service - Secondary "LGS-S"	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
General Service - Primary "GS-P"	\$ 0.001096	\$ 0.001197	\$ 0.001434	\$ 0.001703	\$ 0.001579	\$ 0.001902	\$ 0.002029	\$ 0.002408	\$ 0.003746	\$ 0.003893	\$ 0.004276	\$ 0.003956
General Service - Transmission "GS-T"	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
Outdoor Lighting PL	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045
Outdoor Lighting SL	\$ 0.00121	\$ 0.001224	\$ 0.001466	\$ 0.001741	\$ 0.001615	\$ 0.001945	\$ 0.002074	\$ 0.002462	\$ 0.003830	\$ 0.003980	\$ 0.004372	\$ 0.004045

Service Classification	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14	Jul-14	Aug-14	Sep-14	Oct-14	Nov-14	Dec-14
	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh	\$ per kWh
Residential	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860
Residential - Space Heating	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860
Residential Time-of-Use "R-TOU"	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860
Residential Time-of-Use NON-Demand "R-TOU-ND"	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860
Small General Service - Secondary Non-Demand "SGS-ND"	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860
Space Heating Secondary Service "SGS-ND" and "MGS-S"	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860
Water Heating Secondary Service "SGS-ND" and "MGS-S"	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860
Outdoor Recreational Lighting Svc - Secondary "ORL"	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860
Medium General Service - Secondary "MGS-S"	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860
Large General Service - Secondary "LGS-S"	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860
General Service - Primary "GS-P"	\$ 0.003002	\$ 0.004666	\$ 0.005357	\$ 0.005851	\$ 0.005049	\$ 0.003674	\$ 0.003712	\$ 0.003647	\$ 0.004059	\$ 0.005442	\$ 0.005686	\$ 0.004728
General Service - Transmission "GS-T"	\$ 0.003735	\$ 0.004594	\$ 0.005292	\$ 0.005747	\$ 0.004980	\$ 0.003674	\$ 0.003646	\$ 0.003647	\$ 0.003904	\$ 0.005355	\$ 0.005595	\$ 0.004653
Outdoor Lighting PL	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860
Outdoor Lighting SL	\$ 0.003888	\$ 0.004771	\$ 0.005477	\$ 0.005982	\$ 0.005162	\$ 0.003674	\$ 0.003795	\$ 0.003647	\$ 0.004172	\$ 0.005593	\$ 0.005844	\$ 0.004860

* May QFCP-RC charges were based on 6 days of operation.
 ** 5.8 MW at Red Lion came on line in mid-December.

Attachment A

