



A PHI Company

Cost to Comply with Delaware's Renewable Portfolio Standards for June 1, 2008 through May 31, 2009

Delaware regulations require Delmarva Power to publish each year the incremental cost of purchasing electricity for its Standard Offer Service (SOS) customers from renewable energy sources such as solar and wind. These regulations were passed by the Delaware Public Service Commission pursuant to Delaware's Renewable Energy Portfolio Standards Act, (REPSA). REPSA requires Delmarva Power to purchase a minimum percentage of the electricity that it provides to its SOS customers from renewable energy sources. The minimum renewable energy requirement increases each year until 2019, when it reaches 20%.

The chart below reflects the annual cost to customers of complying with REPSA for customers in the residential, and small, medium, and large general service rate classifications, as well as customers in the general service - primary rate classification and customers on hourly priced service. These costs are included in the Procurement Cost Adjustment that SOS customers pay.

Service Type	Incremental Compliance Cost
Residential Service	None
Medium General Service Incremental Load	None
Large General Service Incremental Load	\$2,306.50
General Service – Primary Incremental Load	\$8,887.70
Total	\$11,194.20

Service Type	Total Compliance Cost
Delaware Hourly Priced Service	\$28,348.65
Total	\$28,348.65