

Important Rate Information for Commercial & Industrial Customers

Delmarva Power asked the Delaware Public Service Commission (Commission) for an increase in electric delivery rates to cover the cost of significant investments over the past several years which have helped to modernize the electric system, maintain its reliability and improve customer service. A portion of that increase will go into effect on an interim basis effective July 16, 2016 and will vary depending on usage.

The rate increase is subject to refund to customers with interest if the Commission's final approval of the electric delivery rates is less than the rates implemented. The Commission is conducting a thorough review of this proposal and we will notify you by mail of any changes.

Effective July 1, 2016, the Utility Facility Relocation Charge (UFRC), increased from 0.36% to 0.41% of your electric delivery charges. On July 16, 2016, the UFRC will be adjusted again due to delivery rate increases which become effective July 16, 2016. As a result, beginning July 16, 2016, the UFRC will decrease from 0.41% to 0.05% of your electric delivery charges. The Delaware legislature created the UFRC to allow us to recover the costs incurred in connection with the relocation of existing electric utility facilities as required or necessitated by Department of Transportation or other government agency projects.

See the chart below and on back for new rates.

| RATE SCHEDULE | RATES EFFECTIVE 7/16/16 | | PREVIOUS RATES | |
|---|-------------------------|---------------------|----------------------|---------------------|
| | Summer (Jun-Sept) | Winter (Oct-May) | Summer (Jun-Sept) | Winter (Oct-May) |
| Small General Service – Secondary Non Demand SGS-ND | | | | |
| <i>Delivery Service Charges</i> | | | | |
| Customer Charge | \$11.92/month | \$11.92/month | \$11.78/month | \$11.78/month |
| Distribution Charge | \$0.046106/kWh | \$0.046106/kWh | \$0.045577/kWh | \$0.045577/kWh |
| Separately Metered Space Heating – Secondary Service: SGS-ND and MGS-S | | | | |
| <i>Delivery Service Charges</i> | | | | |
| Customer Charge | \$5.73/month | \$5.73/month | \$5.66/month | \$5.66/month |
| Distribution Charge | \$0.019856/kWh | \$0.019856/kWh | \$0.019627/kWh | \$0.019627/kWh |
| Separately Metered Water Heating – Secondary Service: SGS-ND and MGS-S | | | | |
| <i>Delivery Service Charges</i> | | | | |
| Customer Charge | \$5.73/month | \$5.73/month | \$5.66/month | \$5.66/month |
| Distribution Charge | \$0.020103/kWh | \$0.020103/kWh | \$0.019872/kWh | \$0.019872/kWh |



An Exelon Company

| RATE SCHEDULE | RATES EFFECTIVE 7/16/16 | | PREVIOUS RATES | |
|--|-------------------------|---------------------|----------------------|---------------------|
| | Summer (Jun-Sept) | Winter (Oct-May) | Summer (Jun-Sept) | Winter (Oct-May) |
| Medium General Services – Secondary: MGS-S | | | | |
| <i>Delivery Service Charges</i> | | | | |
| Customer Charge | \$50.04/month | \$50.04/month | \$49.47/month | \$49.47/month |
| Distribution Charge | | | | |
| Demand Rate | \$4.8083/kW | \$4.8083/kW | \$4.752707/kW | \$4.752707/kW |
| Energy Rate | \$0.00174/kWh | \$0.00174/kWh | \$0.001718/kWh | \$0.001718/kWh |
| Outdoor Recreational Lighting Service – Secondary: ORL | | | | |
| <i>Delivery Service Charges</i> | | | | |
| Customer Charge | \$11.92/month | \$11.92/month | \$11.78/month | \$11.78/month |
| Distribution Charge | \$0.031498/kWh | \$0.031498/kWh | \$0.031134/kWh | \$0.031134/kWh |
| Large General Service – Secondary: LGS-S | | | | |
| <i>Delivery Service Charges</i> | | | | |
| Customer Charge | \$210.04/month | \$210.04/month | \$207.61/month | \$207.61/month |
| Distribution Charge | | | | |
| Demand Rate | \$4.5717/kW | \$4.5717/kW | \$4.518912/kW | \$4.518912/kW |
| General Service – Primary: GS-P | | | | |
| <i>Delivery Service Charges</i> | | | | |
| Customer Charge | \$617.84/month | \$617.84/month | \$610.69/month | \$610.69/month |
| Distribution Charge | | | | |
| Demand Rate | \$3.7617/kW | \$3.7617/kW | \$3.718222/kW | \$3.718222/kW |
| General Service – Transmission: GS-T | | | | |
| <i>Delivery Service Charges</i> | | | | |
| Customer Charge | \$4,139.47/month | \$4,139.47/month | \$4,091.60/month | \$4,091.60/month |
| Distribution Charge | | | | |
| Demand Rate | \$0.0515/kW | \$0.0515/kW | \$0.050945/kW | \$0.050945/kW |
| Outdoor Lighting: OL | | | | |
| <i>Delivery Service Charges</i> | | | | |
| Distribution Charges: Based on type of lighting | | | | |
| For rates, please visit delmarva.com/my-home/choices-and-rates/delaware/tariffs | | | | |

The information contained in this bill insert has been prepared as a general guideline for our customers. The company's tariff, as filed and approved by the Public Service Commission, is the official document regarding all rates and rules and regulations affecting service. For further information and details, copies of the tariff are available by contacting Delmarva Power Customer Care at 1-800-375-7117 or by visiting delmarva.com.



An Exelon Company

energy for a
changing world®