

Important Rate Information for Commercial & Industrial Customers

Delmarva Power asked the Delaware Public Service Commission (Commission) for an increase in gas delivery rates to cover the cost of significant investments over the past several years which have helped to modernize the gas 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 gas 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 1.95% to 2.13% of your gas 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 2.13% to 0.25% of your gas delivery charges. The Delaware legislature created the UFRC to allow us to recover the costs incurred in connection with the relocation of existing gas 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 Class	Interim Rates Effective 7/16/16	Previous Rates
General Gas Service (GG)		
Customer Charge	\$35.73/month	\$34.72/month
Delivery Charge		
First 750 CCF	\$0.43373/CCF	\$0.42149/CCF
Over 750 CCF	\$0.32397/CCF	\$0.31483/CCF
Medium Volume Gas Service (MVG)		
Customer Charge	\$700.98/month	\$681.20/month
Monthly Demand Charge	\$16.611 per MCF of Billing MDQ	\$16.142 per MCF of Billing MDQ
Delivery Charge	\$0.53300/MCF	\$0.51796/MCF



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Rate Class	Interim Rates Effective 7/16/16	Previous Rates
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Large Volume Gas Service (LVG)

Customer Charge	\$1,050.48/month	\$1,020.84/month
Monthly Demand Charge	\$10.229 per MCF of Billing MDQ	\$9.940 per MCF of Billing MDQ
Delivery Charge	\$0.12815 per MCF	\$0.12453 per MCF

Large Volume Gas Sales Service-Qualified Fuel Cell Provider-Renewable Capable Power Production (LVG-QFCP-RC)

Customer Charge	\$1,128.89/month	\$1,097.04/month
Demand Charge	\$7.170000 per MCF of Billing MDQ	\$6.967660 per MCF of Billing MDQ

General Volume Firm Transportation (GVFT)

Customer Charge	\$124.49/month	\$120.98/month
Delivery Charge		
First 705 CCF	\$0.43373 per CCF	\$0.42149 per CCF
Over 750 CCF	\$0.32397 per CCF	\$0.31483 per CCF

Large Volume Firm Transportation (LVFT)

Customer Charge	\$1,128.89/month	\$1,097.04/month
Monthly Demand Charge	\$10.229 per MCF of Billing MDQ	\$9.940 per MCF of Billing MDQ
Delivery Charge	\$0.12815 per MCF Redelivered	\$0.12453 per MCF Redelivered

Note: CCF = 100 cubic feet; MCF = 1,000 cubic feet; MDQ = Maximum Daily Quantity

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.



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