

**Delmarva Power & Light Company
DSIC Charges**

**Proposed Tariffs
Clean and Redline Versions**

RIDER "DSIC"
DISTRIBUTION SYSTEM IMPROVEMENT CHARGE RIDER - continued

D. Filing (continued)

11. The DSIC rate will be subject to annual reconciliation based on a period consisting of the 12 months ending December 31st of each year. The revenue received under the DSIC for the reconciliation period shall be compared to the Company's eligible costs for that period with the difference between revenue received and eligible costs for the period recouped or refunded, as appropriate, over a 1-year period commencing July 1 of each year. If the DSIC revenues exceeded the DSIC eligible costs, such over-collections shall be refunded with interest.
12. The DSIC rate shall be reset to zero as of the effective date of new base rates that provide for the prospective recovery of the annual costs theretofore recovered under the DSIC rate.
13. The DSIC rate shall also be reset to zero if, in any quarter, data filed with the Commission by the Company show that the gas utility will earn a rate of return that exceeds the rate of return established in its last general rate filing or by Commission order as described in paragraph 2.a of this Rider, if such was determined subsequent to the final order in the company's last general rate filing. Further, the DSIC rate shall be reinstated when such data show that the established rate of return is not exceeded and will not be exceeded if the DSIC rate is reinstated and reset.

The DSIC is set forth as follows: 0.51%

RIDER "DSIC"
DISTRIBUTION SYSTEM IMPROVEMENT CHARGE RIDER - continued

D. Filing (continued)

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The DSIC is set forth as follows: ~~4.68~~4.51%