

GOVERNMENT OF THE DISTRICT OF COLUMBIA Advisory Neighborhood Commission 2D

March 28, 2017

Ms. Betty Ann Kane Chairman DC Public Service Commission 1325 G Street NW, Suite 800 Washington, DC 20005 PSC-CommissionSecretary@dc.gov

RE: Pepco Rate Increase – 2017 (Formal Case No. 1139)

Dear Chairman Kane,

At its regular meeting on March 20, 2017, Advisory Neighborhood Commission 2D ("ANC 2D" or "Commission") considered the above-referenced matter. With 2 of 2 Commissioners in attendance, a quorum at a duly-noticed public meeting, the Commission approved the following resolution by a vote of (2-0-0):

WHEREAS, ANC 2D acknowledges that Pepco is within its rights to file an application to seek an increase in its distribution rates, stating that the increase will be an investment in its distribution system to maintain and improve reliability and serve load growth in the District of Columbia; and

WHEREAS, Pepco is entitled to recover costs necessary in providing reliable services which are environmentally beneficial and energy efficient; and

WHEREAS, consumers should not be asked to pay for merger-related costs that have not been previously approved nor should consumers pay for employee bonuses or retention incentives; and

WHEREAS, ANC 2D specifically expresses concern about the \$82.1 million revenue increase sought by Pepco;

BE IT THEREFORE RESOLVED, ANC 2D urges the Office of the People's Counsel for the District of Columbia to thoroughly examine Pepco's request and ensure that only those increased costs that are prudently incurred and are needed in providing reliable service to customers are passed on to the ratepayers.

BE IT FURTHER RESOLVED, the Chair or his designee is authorized to represent the Commission on this matter.

Commissioners David Bender (<u>2D01@anc.dc.gov</u>) and Ellen Goldstein (<u>2D02@anc.dc.gov</u>) are the Commission's representatives in this matter.

ON BEHALF OF THE COMMISSION.

David R Bender

Sincerely,

David Bender

Chair