

**PUBLIC SERVICE COMMISSION OF THE DISTRICT OF COLUMBIA
1325 G STREET N.W., SUITE 800
WASHINGTON, D.C. 20005**

PUBLIC NOTICE

August 1, 2023

FORMAL CASE NO. 1017, IN THE MATTER OF THE DEVELOPMENT AND DESIGNATION OF STANDARD OFFER SERVICE IN THE DISTRICT OF COLUMBIA,

1. The Public Service Commission of the District of Columbia (“Commission”) hereby gives notice that on July 25, 2023, the Potomac Electric Power Company (“Pepco” or “Company”), acting in its role as the Standard Offer Service (“SOS”) Administrator, filed, on behalf of the SOS Working Group, the proposed Wholesale Full Requirements Service Agreement (“WFRSA”) and Request for Proposals (“RFP”) for the 2023-2024 SOS solicitation pursuant to 15 DCMR § 4101.3.¹

2. Each year by August 1, the SOS Administrator must file a WFRSA and RFP for the upcoming SOS solicitation.² Prior to the submission of the RFP and WFRSA for the upcoming SOS solicitation, the Company convenes the SOS Working Group to consider whether and to what extent the WFRSA and RFP should be revised or updated. On July 12, 2023, Pepco, as the SOS Administrator, convened an SOS Working Group meeting to discuss changes to the 2023-2024 SOS RFP and WFRSA.

3. In its July 25, 2023, filing, Pepco proposes two (2) changes to the 2023-2024 RFP and two (2) changes to the 2023-2024 WFRSA.³ Pepco proposed using the same method to set the capacity proxy price as it has done for the past few years. This capacity proxy price is based on the average of the two most recent auction results multiplied by 0.9. In this case, the capacity proxy price would be changed to \$44.72/MW-day.

4. Pepco proposes the following changes to the 2023-2024 RFP:

- a. Section 2.1, “Seller’s Obligation to Provide Service,” advises suppliers to incorporate an updated capacity proxy price of \$44.72/MW-day into their offers to supply Residential and Small Commercial full-requirements wholesale service for each month in the contract term that the Zonal Net Load Price for

¹ *Formal Case No. 1017, In the Matter of the Development and Designation of Standard Offer Service in the District of Columbia*, Standard Offer Service Working Group’s Wholesale Full Requirements Service Agreement and Request for Proposals for the 2023-2024 SOS Solicitation, filed July 25, 2023 (“SOS Working Group’s Proposed WFRSA and RFP”).

² “The SOS Administrator shall submit to the Commission by August 1 of the previous year, specific procurement format, form of request, process, timeline, evaluation process, evaluation criteria, and model contract for Wholesale Full Requirements Service supply of SOS for Commission approval.” 15 DCMR § 4101.3 (2015).

³ SOS Working Group’s Proposed WFRSA and RFP.

capacity resulting from the Base Residual Auction is unknown at the time suppliers provide their offers in an SOS auction;⁴ and

- b. Appendix A, “Transaction Confirmation,” is modified with a revised timeline.
5. Pepco proposes the following changes to the 2023-2024 WFRSA:
- a. Section 7.1(j), “Billing,” updated the proxy capacity price for suppliers to incorporate a price of \$44.72/MW-day into their offers to supply full-requirements wholesale service;
 - b. Exhibit E, “Billing Line Item Transfers,” is modified to include the following four (4) new billing line item transfers to buyer:⁵

1930 – Generation Deactivation
1932 – Generation Deactivation Refund
2930 – Generation Deactivation
2932 – Generation Deactivation Refund

6. All persons interested in commenting on Pepco’s proposed WFRSA and RFP may submit written comments no later than seven (7) days after the Commission’s issuance of this Public Notice. Comments are to be sent electronically and addressed to Brinda Westbrook-Sedgwick, Commission Secretary, Public Service Commission of the District of Columbia, 1325 G Street N.W., Suite 800, Washington, D.C. 20005. Copies of the proposed WFRSA and RFP may be obtained by visiting the Commission’s website at <https://dcpsec.org/>. Once at the website, open the “eDocket System” tab, click on “Search Current Dockets,” and input “FC1017” as the case number. Copies may also be purchased at cost by contacting the Commission Secretary at the address provided above. Persons with questions concerning this Notice should call (202) 626-5150 or send an email to psc-commissionsecretary@dc.gov.

A TRUE COPY:

BY DIRECTION OF THE COMMISSION:



CHIEF CLERK:

**BRINDA WESTBROOK-SEDGWICK
COMMISSION SECRETARY**

⁴ For Tranche 1, suppliers will use the proxy price for 2025/2026 and 2026/2027 delivery years, and for Tranche 2, suppliers will use the proxy price for the 2026/2027 delivery year only barring any changes to the Capacity auction schedule posted on PJM’s website.

⁵ SOS Working Group’s Proposed WFRSA and RFP.