

NOTICE TO
ATLANTIC CITY ELECTRIC COMPANY CUSTOMERS

Notice of a Filing and Notice of Public Hearings

**In the Matter of the Petition of Atlantic City Electric Company to Reconcile and Update
the Level of Its Societal Benefits Charge (2026)**

BPU Docket No. ER26020021

PLEASE TAKE NOTICE that, on February 2, 2026, Atlantic City Electric Company (“ACE” or “Company”) filed a petition with the New Jersey Board of Public Utilities (“Board” or “BPU”) seeking approval to reconcile and update proposed changes to the Company’s Societal Benefits Charge (“SBC”) (“Petition”). ACE’s SBC was established by the Board pursuant to the Electric Discount and Energy Competition Act, N.J.S.A. 48:3-49 *et seq.*, to recover costs related to the Universal Service Fund and Lifeline social programs (“USF”), the Board’s Clean Energy Program (“CEP”), and the Company’s Uncollectible Accounts Charges (“UNC”).

As filed, the Petition proposed to modify specific cost components of the SBC by adjusting the UNC and CEP components of the SBC based upon projected deferred balances as of March 31, 2026, inclusive of projected customer revenue through May 31, 2026, and the projected expenses for the period April 1, 2026 through March 31, 2027.

The proposed UNC component is based on actual expenditures through December 31, 2025 and projected data through March 31, 2027, as well as the recovery of the third year of a three (3)-year deferred amortization of uncollectible expenses associated with the conclusion of the COVID-19 Pandemic. The effect of the proposed change in the UNC component for this period results in a decrease of \$5.680 million to be recovered over the period June 1, 2026 through May 31, 2027.

The Company’s Petition also included ACE’s proposed adjustments to the CEP component of the SBC based upon actual expenditures as of December 31, 2025, and projected data through March 31, 2027. The effect of the change in the proposed CEP component for this period results in an increase of \$1.334 million to be recovered over the period June 1, 2026 through May 31, 2027.

The net effect of all proposed changes to the SBC charges in the Petition is an annual decrease of \$4.347 million. The following table demonstrates the Company’s proposed rates based upon actual data as of December 31, 2025, and forecasted data through March 2027:

Rate Schedule	SBC (CEP & UNC)
Residential	\$0.005816
MGS Secondary	\$0.005816
MGS Primary	\$0.005816
AGS Secondary	\$0.005816
AGS Primary	\$0.005816
TGS	\$0.005816
SPL/CSL	\$0.005816
DDC	\$0.005816

The effect of the changes in the SBC charges on a typical residential customer's monthly electric bill using 649 kWh represents a decrease of approximately \$0.33 or 0.16 percent. Residential customers using other monthly usage amounts, based on the Company's proposed rates, are illustrated below:

Monthly kWh Use	Present Bill	Proposed Bill	Increase (\$)	Increase (%)
100	\$36.65	\$36.60	\$(0.05)	(0.14)%
300	\$96.44	\$96.29	\$(0.15)	(0.16)%
500	\$156.25	\$155.99	\$(0.26)	(0.17)%
750	\$230.99	\$230.61	\$(0.38)	(0.16)%
1000	\$307.95	\$307.43	\$(0.52)	(0.17)%
2000	\$615.77	\$614.74	\$(1.03)	(0.17)%
2500	\$769.68	\$768.39	\$(1.29)	(0.17)%
3000	\$923.59	\$922.04	\$(1.55)	(0.17)%

It is important to note that the resolution of this Petition and the reconciliation of these accounts will not result in any profit to the Company.

The percentage increases noted above are based upon a comparison with rates in effect as of March 1, 2026. The Board has statutory and regulatory authority to approve and establish rates it finds just and reasonable. Therefore, the Board may determine and establish these charges at levels other than those proposed by ACE.

A copy of this Notice of Filing and Public Hearings on the Petition is being served upon the clerk, executive or administrator of each municipality and county within the Company’s service territory. The Petition and this Notice have been posted on ACE’s website at www.atlanticcityelectric.com/PublicPostings and have also been sent to the New Jersey Division of Rate Counsel (“Rate Counsel”), who will represent the interests of all ACE customers in this proceeding. The Petition is also available to review online through the Board’s website, <https://publicaccess.bpu.state.nj.us>, where you can search by the above-captioned docket number. The Petition and Board file may also be reviewed at the Board located at 44 South Clinton Avenue, 1st Floor, Trenton, New Jersey, with an appointment. To make an appointment, please call (609) 913-6298.

PLEASE TAKE FURTHER NOTICE that virtual public hearings are scheduled for the following dates and times so that members of the public may present their views on the Company’s Petition:

Date: April 23, 2026	
Times: 4:30 P.M.	5:30 P.M.
To join this meeting directly, enter https://tinyurl.com/m6r6fndz	To join this meeting directly, enter https://tinyurl.com/m6r6fndz
To join this meeting by Microsoft Teams ID, enter	To join this meeting by Microsoft Teams ID, enter
Meeting ID: 215 221 266 030 89 Passcode: sK6oT3XR	Meeting ID: 215 221 266 030 89 Passcode: sK6oT3XR
Dial-In Number: 1-443-529-0267 Phone Conference ID: 959 288 610#	Dial-In Number: 1-443-529-0267 Phone Conference ID: 959 288 610#

Representatives from the Company, Board Staff, and Rate Counsel will participate in the virtual public hearings. Members of the public are invited to participate by utilizing the link or dial-in information above to express their views on the Petition. All comments will be made as part of the final record in this proceeding to be considered by the Board. To encourage full participation in this opportunity for public comment, please submit any requests for accommodations, such as interpreters and/or listening assistance, forty-eight (48) hours prior to the above hearings to the Board Secretary at board.secretary@bpu.nj.gov.

The Board is also accepting written and electronic comments. Comments may be submitted directly to the specific docket listed above using the “Post Comments” button on the Board’s Public Document Search tool at <https://publicaccess.bpu.state.nj.us/>. Comments are considered public documents for purposes of the State’s Open Public Records Act. Only documents intended to be public should be submitted using the “Post Comments” button on the Board’s Public Document Search tool. Any confidential information should be submitted in accordance with the procedures set forth in N.J.A.C. 14:1-12.3. In addition to hard copy submissions, confidential information may also be filed electronically via the Board’s e-filing system or by email to the Secretary of the Board, Sherri L. Lewis. Please include “Confidential Information” in the subject line of any email. Instructions for confidential e-filing are found on the Board’s webpage: <https://www.nj.gov/bpu/agenda/efiling/>.

Emailed and/or written comments may also be submitted to:

Sherrí Lewis, Secretary of the Board
44 South Clinton Ave., 1st Floor
PO Box 350
Trenton, NJ 08625-0350
Phone: 609-913-6241
Email: board.secretary@bpu.nj.gov

Dated: April 2, 2026

ATLANTIC CITY ELECTRIC COMPANY