

NOTICE TO ATLANTIC CITY ELECTRIC COMPANY CUSTOMERS

IN THE MATTER OF THE PROVISION OF BASIC GENERATION SERVICE ("BGS") FOR THE PERIOD BEGINNING JUNE 1, 2027

BPU DOCKET NO. ER26040105

PLEASE TAKE NOTICE that, on July 1, 2026, Atlantic City Electric Company ("ACE" or "Company") filed an annual "Proposal for Basic Generation Service ("BGS") Requirements to be Procured Effective June 1, 2027" with the New Jersey Board of Public Utilities ("Board" or "BPU"), requesting that the Board approve the procurement of BGS through a statewide competitive auction process with new BGS charges to become effective June 1, 2027 ("Petition"). BGS is the default electric generation supply provided to all ACE customers who do not purchase their electricity supply from a third-party supplier.

The Board mandates that the New Jersey electric distribution companies ("EDCs"), including ACE, provide BGS in accordance with the requirements of the Electric Discount and Energy Competition Act, N.J.S.A. 48:3-49, et seq. ("Act"). BGS is currently procured through a statewide competitive auction process in which all of the EDCs seek competitive offers for BGS supply from electric generation suppliers. In this auction process, electric generation suppliers bid in a descending-clock auction on specified portions of the electric requirements for BGS customers for each EDC. Since 2001, the Board has approved this type of auction and found that this process meets the statutory requirements of the Act. The Petition is available at <https://www.bgs-auction.com/bgs.auction.regproc.asp>.

The final price for such supply, provided under the ACE Basic Generation Service-Residential Small Commercial Pricing ("BGS-RSCP") tariff and resulting from the BGS-RSCP auction conducted in 2026, was \$0.11275 per kilowatt-hour for a thirty-six (36)-month supply period. For supply provided under the Basic Generation Service-Commercial and Industrial Energy Pricing ("BGS-CIEP") tariff and resulting from the auction conducted in 2026, the Generation Capacity Charge cleared at \$673.68 per MW-day.

The final auction clearing prices for the BGS supply procured in the 2027 BGS-RSCP and BGS-CIEP auctions may be higher or lower than the prices obtained in the 2026 auctions. Auction prices are converted to customer charges, which may be higher or lower than current charges, depending on the outcome of the auction consistent with market conditions. BGS charges also include applicable transmission charges set by the Federal Energy Regulatory Commission ("FERC"). BGS-RSCP and BGS-CIEP charges may change to reflect any increases or decreases in these FERC-approved transmission charges.

As proposed in the Petition, the criteria for BGS-CIEP eligibility will be set at a peak load share of 500 kW. Customers eligible to be served under the BGS-RSCP rate include customers served under ACE's rate schedules RS, DDC, SPL, CSL, MGS, MGS-SEVC, and AGS customers with a peak load share of less than 500 kW. BGS-CIEP will be the only default supply option available to customers served on rate schedule TGS and to customers served on rate schedules MGS Secondary, MGS Secondary Electric Vehicle Charging, MGS Primary, AGS Secondary, and AGS Primary with a peak load share of 500 kW and higher as of November 1 of the year prior to the BGS auctions. These criteria for BGS-CIEP service are subject to change for this year's procurement at the discretion of the Board.

PLEASE TAKE FURTHER NOTICE that a virtual public hearing is scheduled for the following day and time so that members of the public may present their views on the Petition:

VIRTUAL PUBLIC HEARING

Date: Wednesday, September 16, 2026
Time: 4:00 P.M.

To join via Teams:

Go to <https://www.microsoft.com/en-us/microsoft-teams/join-a-meeting?rtc=1>
Join a Microsoft Teams Meeting by ID | Microsoft Teams
Meeting ID: 289 680 984 943 589
Passcode: wv29px6d

-or-

To join via telephone:

Call: (443) 529-0267
Enter the following Phone Conference ID: 196 523 440#

Representatives of the Company, Board Staff, and the New Jersey Division of Rate Counsel will participate in the virtual public hearing. Members of the public are invited to participate and express their views by utilizing the Teams link or the telephone information set forth above. All comments will be made part of the final record of the proceeding to be considered by the Board in deciding this matter. To encourage full participation in this opportunity for public comment, please submit any requests for needed accommodations, such as interpreters and/or listening assistance, at least forty-eight (48) hours prior to the above hearing 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 Document Search tool, <https://publicaccess.bpu.state.nj.us>. Comments are considered "public documents" for purposes of the State's Open Public Records Act. Only documents that are 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 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/>. Please include the docket number listed above to assist in identifying the matter you are commenting on.

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

Sherri L. Lewis, RMC
Secretary of the Board
New Jersey Board of Public Utilities
44 South Clinton Avenue, 1st Floor
P.O. Box 350
Trenton, New Jersey 08625-0350

Phone: (609) 913-6241

Email: board.secretary@bpu.nj.gov

PLEASE TAKE FURTHER NOTICE that the Board will conduct an additional legislative-type hearing on Tuesday, September 22, 2026, beginning at 11:00 A.M., regarding the BGS proposals. It is anticipated that the Board will rule on the EDCs' BGS proposals shortly thereafter. The Board's hearing schedules can be found at <https://www.nj.gov/bpu>.

Dated: _____, 2026