



An Exelon Company

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**RECEIVED**

JUN 15 2012

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU

June 15, 2012

Rosemary Chiavetta, Secretary  
Pennsylvania Public Utility Commission  
Commonwealth Keystone Building  
400 North Street  
Harrisburg, PA 17120

**SUBJECT: PECO Energy Company Implementation of Smart Meter Cost Recovery  
Surcharge Mechanism at Docket No. M-2009-2123944**

Dear Secretary Chiavetta:

PECO Energy is permitted to file quarterly adjustments to the Smart Meter Cost Recovery Surcharge Mechanism, which are allowed to go into effect on 15 days notice. As provided for in the Commission's Final Order at Docket No. M-2009-212394452 the rate will only be updated if the rate changes by more than 5%. PECO has recalculated the rate and determined that it would change rates by less than 5%. Therefore, the Company will not be changing its Smart Meter Cost Recovery Surcharge on July 1, 2012.

This letter transmits for filing with the Commission eight copies of PECO Energy's quarterly update including:

Exhibit 1 – Smart Meter Projected Costs for July 1, 2012 to September 30, 2012

Please direct any questions regarding the above to Richard A. Schlesinger at 215-841-5771.

Would you please acknowledge receipt of the foregoing on the enclosed copy of this letter.

Sincerely,

A handwritten signature in black ink, appearing to read "R Webster".

Copies to:

C. Walker-Davis, Director, Office of Special Assistants  
P. T. Diskin, Director, Bureau of Technical Utility Services  
M. C. Lesney, Director, Bureau of Audits  
J. E. Simms, Director, Bureau of Investigation & Enforcement  
Office of Consumer Advocate  
Office of Small Business Advocate  
McNees, Wallace & Nurick

**Exhibit 1**  
**PECO Energy Smart Meter Project**  
**Projected Costs for July 1, 2012 to September 30, 2012**

**Smart Meter Cost Recovery (\$M)**

Line	Forecast 3Q 2012			
	Jul	Aug	Sep	
1	Period 2 (7/1/10 to 6/30/11) Undercollection	\$ 0.18	\$ 0.18	\$ 0.18
2	2012 O&M to be Recovered	1.52	1.55	1.53
3	2012 Depreciation	0.80	0.86	0.93
4	2012 Capital Revenue Requirement	0.60	0.65	0.71
5	2012 Benefits/Avoided Costs	(0.08)	(0.10)	(0.12)
6	Total Revenue Requirement	\$ 3.02	\$ 3.15	\$ 3.23
7	Total Revenue Requirement (adj. for GRT)	\$ 3.19	\$ 3.32	\$ 3.41
8	<b>Quarterly Revenue Requirement (\$M)</b>	<b>\$ 9.92</b>		
<b>Quarterly Revenue Requirement by class:</b>				
9	Res	\$ 8.92		
10	SCI	\$ 0.98		
11	LCI	\$ 0.02		
<b>Estimated Monthly Rate:</b>				
12	Res (¢/kWh)	0.24		
13	SCI (\$/customer)	\$ 2.13		
14	LCI (\$/customer)	\$ 2.13		

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**Exhibit 1**  
**PECO Energy Smart Meter Project**  
**Projected Costs for July 1, 2012 to September 30, 2012**

<u>Line</u>		<u>In effect</u>	<u>In effect</u>	<u>Forecasted</u>	
	<b>Estimated Monthly Rate:</b>	<b>1Q 2012</b>	<b>2Q 2012</b>	<b>3Q 2012</b>	
1	Res (¢/kWh)	0.28	0.28	0.24	
2	SCI (\$/customer)	\$ 2.15	\$ 2.15	\$ 2.13	
3	LCI (\$/customer)	\$ 2.15	\$ 2.15	\$ 2.13	
					%
	<b>Average Customer monthly bill with surcharge:</b>				<b>change</b>
4	Res (500 kWh usage)	\$ 86.78	\$ 87.45	\$ 87.27	-0.21%
5	SCI (10,000 kWh usage)	\$ 1,194.01	\$ 1,232.99	\$ 1,232.96	0.00%
6	LCI (200,000 kWh usage)	\$ 21,216.00	\$ 21,316.01	\$ 21,315.99	0.00%

From: (215) 841-5776  
Anna Migliaccio  
Exelon  
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Philadelphia, PA 19103

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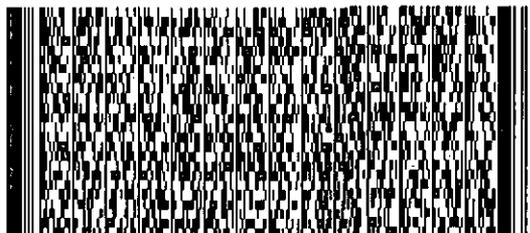
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