

**BEFORE THE**  
PENNSYLVANIA PUBLIC UTILITY COMMISSION

DOCKET NO. R-2008-2028394

PECO Energy Company

Exhibit to Accompany  
**Direct Testimony of Manus J. McHugh**

**PECO Energy Company**Customer Assistance Program (CAP) Rider**AVAILABILITY:**

To payment-troubled customers who are currently served under or otherwise qualify for Rate GR (excluding *multiple dwelling unit buildings consisting of two to five dwelling units*). Customers must apply for the rates contained in this rider and must demonstrate annual household gross income at or below 150% of the Federal Poverty guidelines. Based on the applicable level of income and other criteria, the following CAP Rate categories (A/B through E) apply:

(c)

**CAP A/B:** Customers with annual household gross incomes at or below 25% of the Federal poverty income guidelines will be eligible for the CAP A/B Rate which provides a nominal 90% discount on the total bill for natural gas service. Customers must be on budget billing, will be subject to a \$25 monthly bill minimum (\$10 for non-heating customers) and will not be eligible to obtain Competitive Natural Gas Supply.

**CAP C:** Customers with annual household gross incomes at or greater than 26% but less than 51% of the Federal poverty income guidelines will be eligible for the CAP C Rate which provides a nominal 79% discount on the total bill for natural gas service. Customers must be on budget billing, will be subject to a \$25 monthly bill minimum (\$10 for non-heating customers) and will not be eligible to obtain Competitive Natural Gas Supply.

**CAP D:** Customers with annual household gross incomes at or greater than 51% but less than 101% of the Federal poverty income guidelines will be eligible for the CAP D Rate which provides a nominal 58% on the total bill for natural gas service. Customers will be subject to a \$25 monthly bill minimum (\$10 for non-heating customers) and will not be eligible to obtain Competitive Natural Gas Supply.

**CAP E:** Customers with annual household gross incomes from 101% up to and including 150% of the Federal poverty income guidelines will be eligible for the Customer Assistance Program CAP E Rate which provides a nominal 24% discount on the total bill for natural gas service. Customers will be subject to a \$25 monthly bill minimum (\$10 for non-heating customers) and will not be eligible to obtain Competitive Natural Gas Supply.

**CERTIFICATION** Prior to enrollment in the CAP Rider, and then again every two years, customers must verify, to PECO's satisfaction, that their household income level meets the "Availability" standards set forth in this Rider. Customers being considered for the CAP Rider will be required to:

- Provide information sufficient to demonstrate to PECO their household income level.
- Waive certain privacy rights to enable PECO to effectively conduct the above certification process.
- Apply for and assign to PECO at least one energy assistance grant from the Commonwealth.
- Participate in various energy education and conservation programs facilitated by PECO.

PECO may, at its sole discretion, supplement this verification process by using data from Commonwealth or federal government programs which demonstrate the income eligibility of its customers. Such data may come from a customer's participation in, or receipt of benefits from, the Low Income Home Energy Assistance Program, Aid to Families with Dependent Children, Food Stamps, Supplemental Security Income, and Medicaid. Information available from the Pa. Department of Revenue may also be used where appropriate to expedite the process.

**MINIMUM CHARGE.** The minimum charge per month will be \$25, or if the customer can demonstrate exclusive non-house heating use the minimum charge will be \$10.

**STATE TAX ADJUSTMENT CLAUSE, COMMODITY CHARGE (CC"), GAS COST ADJUSTMENT CHARGE ("GCA") BALANCING SERVICE CHARGE ("BSC") AND UNIVERSAL SERVICE FUND CHARGE APPLY TO THIS RIDER.**

**ARREARAGE.**

Customers who qualify and are placed on the CAP Rate will have their pre-program arrearage forgiven if they remain current on their CAP bill after six consecutive months. The development of any new arrearage during this period will delay forgiveness. Customers that develop any new arrears will be offered a payment agreement.

(C) Indicates Change

Issued xxxxx x, 2008

Effective xxxxx x, 2008

PECO Energy Company

CAP RATE

AVAILABILITY.

Rate has been replaced by CAP Rider

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Stam~:, PACE and Medicaid. Inf~aficn a~:aila~le ~cm the Pa. Depa~snt of Revenue may a!sc ba used ~a,hcr: appropriate

\* Pa~ici~at= in vafi~u= :n:rgy ~'acation and ccncs~.'ation ~rc~am: fac!Etat=~ by PECO,

FLXED DISTRm~.UT!ON CHARGE: \$7.29 par month  
VAP&~.BLE D!STP.~UT!ON CHARGE: \$0.0990 per Mcf

~~MINIMUM CHARGE: The minimum charge per month will be the Fixed Distribution Charge.~~

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~~F~W.ED DISTRm~UTI~N CHAP.C-E: \$7.29 ~ar month~~

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~~MINIMUM CHARGE: The minimum charge per month will be the Fixed Distribution Charge.~~

~~STATE TAX ADJUSTMENT CLAUSE TRANSITION SURCHARGE, COMMODITY CHARGE ("CC") (if customer receives Sales Service), GAS COST ADJUSTMENT CHARGE ("GCA"), BALANCING SERVICE COST ("BSC") AND MIGRATION RIDER apply to this rate.~~

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RULES AND P~GULATIONS.

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TERM OF CONTRACT.

~~The initial term for any contract shall be at least one year.~~

PAYMENT TERMS.

~~Standard. ARREARAGE~~

~~Customers who qualify and are placed on the CAP Rate will have their pre program arrearage forgiven if they remain eurrent on their CAP bill for six to twelve months. The development of any new arrearage during this period will delay forgiveness. Customers that develop any new arrearage will be offered a payment agreement.~~

(I) Denotes Increase