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October 12, 2012

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

Re: Replacement Page to Supplement No. 51 to Tariff Electric – Pa PUC No. 4  
Issued August 14, 2012 - effective October 1, 2012

Dear Secretary Chiavetta:

This letter transmits for filing with the Commission a replacement page to Supplement No. 51 to Electric Tariff No. 4, Page No. 69 – Customer Assistance Program (CAP) Rider. This replacement page incorporates the changes approved in Supplement No. 34 to PECO Electric Tariff No. 4 which was approved on August 30, 2012 at Docket No. R-2012-2286475 that replaced wording on CAP tiers and included a pricing chart for simplicity.

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

Sincerely,



cc: 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

**Customer Assistance Program (CAP) Rider**

**AVAILABILITY:**

To payment-troubled customers who are currently served under or otherwise qualify for Rate R, or RH (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. In addition, these customers will not be able to obtain Competitive Energy Supply.

Based on the applicable level of income and other criteria, the following CAP Rate categories (A through E1) apply:

**CAP A - PECO Cares Program:** Customers with annual household gross incomes at or below 25% of the Federal poverty income guidelines with documented extenuating circumstances will be eligible for CAP A which provides for Residential Rate R customers a nominal bundled rate of \$12/month for all usage up to 1,000 KWH; for usage above 1,000 KWH the CAP D rate structure will apply. For Residential Heating customers Rate RH, CAP A provides a nominal bundled rate of \$30/month for all usage up to 2,000 KWH in the Winter<sup>1</sup>/1,000 KWH in the Summer<sup>1</sup>; for usage above 2,000/1,000 KWH the CAP D rate structure will apply.

Extenuating circumstances shall include those individuals who demonstrate an inability to pay the billed rate of CAP B as a result of unique circumstances such as:

- Health related matters:
  - o Injury or illness
  - o High medical bills
  - o Medically related usage
  - o Death in the family
- Sudden loss of employment
- Households that include at risk individuals such as:
  - o Children below 8 years of age
  - o Disabled persons
  - o Infirm elderly
- Inability to maintain at least two CAP B payment arrangements
- High usage related to shelter conditions which are not treatable by LIURP

<sup>1</sup> Winter refers to the 9 months (October – June); Summer refers to the 3 peak usage summer months (July-September).

**Program Provisions:** The CAP A Rate is limited to 7,500 customers and these customers will be re-certified annually. CAP A customers will be targeted to receive LIURP treatments; and they will be assigned to a PECO Cares Representative to maximize the assistance available to them.

(C)

Rate R	CAP B	CAP C	CAP D	CAP D1	CAP E	CAP E1
<b>Federal Poverty Income Rate</b>	<b>&lt;=25%</b>	<b>26 - 50%</b>	<b>51 - 75%</b>	<b>76 - 100%</b>	<b>101 - 125%</b>	<b>126 - 150%</b>
<b>Discount Rate</b>	92%	85%	67%	61%	36%	19%
<b>650 kWh Winter Bill</b>	\$105.25	\$97.24	\$76.65	\$69.78	\$41.18	\$21.74
<b>Max Discount Amount Jul - Sept 750 kWh</b>	\$121.89	\$112.62	N/A	N/A	N/A	N/A
<b>Max Discount Amount Jun - Sept 650 kWh</b>	N/A	N/A	\$77.29	\$70.37	\$41.53	\$21.92
<b>650 kWh June Bill</b>	\$106.13	\$98.06				
<b>Monthly Minimum Bill Oct- June</b>	\$12.00	N/A	N/A	N/A	N/A	N/A
<b>Must be on Budget Billing</b>	Yes	Yes	No	No	No	No

Rate RH	CAP B	CAP C	CAP D	CAP D1	CAP E	CAP E1
<b>Federal Poverty Income Rate</b>	<b>&lt;=25%</b>	<b>26 - 50%</b>	<b>51 - 75%</b>	<b>76 - 100%</b>	<b>101 - 125%</b>	<b>126 - 150%</b>
<b>Discount Rate</b>	87%	75%	50%	34%	0%	0%
<b>650 kWh Winter Bill</b>	\$88.05	\$75.91	\$50.61	\$34.41	\$0	\$0
<b>Max Discount Amount Jul - Sept 750 kWh</b>	\$115.88	\$99.89	N/A	N/A	N/A	N/A
<b>Max Discount Amount Jun - Sept 650 kWh</b>	N/A	N/A	\$57.98	\$39.43	\$0.00	\$0.00
<b>650 kWh June Bill</b>	\$100.89	\$86.97				
<b>Monthly Minimum Bill Oct- June</b>	\$30.00	N/A	N/A	N/A	N/A	N/A
<b>Must be on Budget Billing</b>	Yes	Yes	No	No	No	No

**DISCOUNT LEVELS:** The Company shall be required to modify the level of discounts set forth as part of its annual USFC filing. If the calculated discounts result in a discount greater than the level allowed by the Commission, the discount for each class will be scaled back on a prorata basis such that the total cost does not exceed the allowed level.

(C) Denotes Change