

Richard G. Webster, Jr.
Vice President
Regulatory Policy and Strategy

Telephone 215.841.4000 ext 5777
Fax 215.841.6208
www.peco.com
dick.webster@peco-energy.com

PECO
2301 Market Street, 515
Philadelphia, PA 19103

RECEIVED

June 14, 2013

JUN 14 2013

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

PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

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-2009-2123944 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, 2013.

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

Exhibit 1 – Smart Meter Projected Costs for July 1, 2013 to September 30, 2013

Note that the projected recoverable Smart Meter Program Costs as shown in Exhibit 1 pages 1 and 2, exclude depreciation and return associated with the Sensus meters.

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

Sincerely,

Richard G. Webster, Jr. / RAS

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, 2013 to September 30, 2013**

Smart Meter Cost Recovery (\$M)

Line	Forecast 3Q 2013			
	Jul	Aug	Sep	
1	Period 2 (7/1/11 to 6/30/12) Overcollection	\$ (0.78)	\$ (0.78)	\$ (0.78)
2	2013 O&M to be Recovered	2.30	2.30	2.61
3	2013 Depreciation	1.52	1.58	1.64
4	2013 Capital Revenue Requirement	1.25	1.36	1.47
5	2013 Benefits/Avoided Costs	(0.35)	(0.42)	(0.49)
6	Total Revenue Requirement	\$ 3.94	\$ 4.04	\$ 4.46
7	Quarterly Revenue Requirement (\$M)	\$ 12.44		
	Quarterly Revenue Requirement by class:			
8	Res	\$ 11.27		
9	SCI	\$ 1.14		
10	LCI	\$ 0.03		
	Estimated Monthly Rate:			
11	Res (¢/kWh)	0.32		
12	SCI (\$/customer)	\$ 2.71		
13	LCI (\$/customer)	\$ 3.09		

PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

JUN 14 2013

RECEIVED

<u>Line</u>		<u>In effect</u>	<u>In effect</u>	<u>Forecasted</u>	
	Estimated Monthly Rate:	1Q 2013	2Q 2013	3Q 2013	
1	Res (¢/kWh)	0.31	0.31	0.32	
2	SCI (\$/customer)	\$ 2.27	\$ 2.27	\$ 2.71	
3	LCI (\$/customer)	\$ 2.65	\$ 2.65	\$ 3.09	
					%
	Average Customer monthly bill with surcharge:				change
4	Res (500 kWh usage)	\$81.49	\$86.01	\$ 86.07	0.0006
5	SCI (10,000 kWh usage)	\$1,121.77	\$1,277.69	\$ 1,278.13	0.0003
6	LCI (200,000 kWh usage)	\$18,642.01	\$14,181.99	\$ 14,182.43	0.0000

From: (215) 841-5776
Anna Migliaccio
Exelon
2301 Market Street S15-2

Philadelphia, PA 19103

Origin ID: REDA



J13111302120326

Ship Date: 14JUN13
ActWgt: 1.0 LB
CAD: 98761877/NET3370

Delivery Address Bar Code



SHIP TO: (717) 772-7777

BILL SENDER

Rosemary Chiavetta, Secretary
Pa Public Utility Commission
400 NORTH ST FL 2
COMMONWEALTH KEYSTONE BLDG
HARRISBURG, PA 17120

Ref #
Invoice #
PO #
Dept #

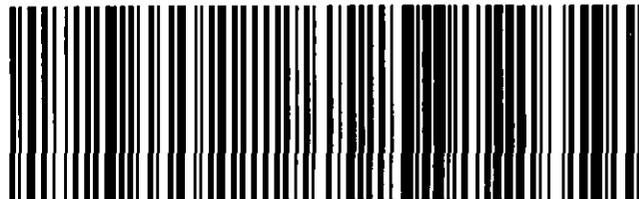
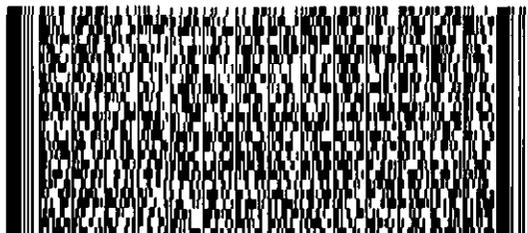
MON - 17 JUN 3:00P
STANDARD OVERNIGHT

TRK# 7960 0753 2867

0201

17120
PA-US
MDT

SH MDTA



518G110777133AB

After printing this label:

1. Use the 'Print' button on this page to print your label to your laser or inkjet printer.
2. Fold the printed page along the horizontal line.
3. Place label in shipping pouch and affix it to your shipment so that the barcode portion of the label can be read and scanned.

Warning: Use only the printed original label for shipping. Using a photocopy of this label for shipping purposes is fraudulent and could result in additional billing charges, along with the cancellation of your FedEx account number.

Use of this system constitutes your agreement to the service conditions in the current FedEx Service Guide, available on fedex.com. FedEx will not be responsible for any claim in excess of \$100 per package, whether the result of loss, damage, delay, non-delivery, misdelivery, or misinformation, unless you declare a higher value, pay an additional charge, document your actual loss and file a timely claim. Limitations found in the current FedEx Service Guide apply. Your right to recover from FedEx for any loss, including intrinsic value of the package, loss of sales, income interest, profit, attorney's fees, costs, and other forms of damage whether direct, incidental, consequential, or special is limited to the greater of \$100 or the authorized declared value. Recovery cannot exceed actual documented loss. Maximum for items of extraordinary value is \$1,000, e.g. jewelry, precious metals, negotiable instruments and other items listed in our Service Guide. Written claims must be filed within strict time limits, see current FedEx Service Guide.