

Case No. 9702
Potomac Electric Power Company
For the Year Ending March 30, 2024

Development of Awarded Revenue Requirement

Adjusted Rate Base	\$ 2,408,076
Rate of Return	7.13%
Required Operating Income	<u>\$ 171,696</u>
Adjusted Operating Income	<u>140,313</u>
Operating Income Deficiency	\$ 31,382
Conversion Factor	<u>1.42210</u>
Revenue Requirement	<u><u>\$ 44,629</u></u>

	Rate Base	Operating Income
Unadjusted	\$ 2,571,011	\$ 130,195
Uncontested Adjustment	(6,433)	1,655
Livingston Battery Energy Storage System	(3,561)	125
69kv Feeder Rebuild	-	-
Underground Cable	(234)	7
Customer Operations IT Investment	(425)	13
UG Getaway Replacement Program	(339)	11
Emergency Underground Replacements	(2,670)	83
Priority Feed Improvements	-	-
Cost of Connections	(6,502)	203
Revised Depreciation Rates	(4,696)	(9,392)
Distribution Streetlights	(637)	17
Benning 69kV Substation Rebuild	(97)	3
Proactive Replacement Revision	(14,270)	445
Downtown Resupply Program	(97)	3
Adj to Single Year	(122,974)	5,407
Baseline Distribution Revenue Sch R	-	794
Late Payment Revenues	-	1,026
Reduction in Labor Costs	-	2,296
Reduction in Costs for Outside Services	-	7,382
Interest Synch	-	41
Adjusted Amounts	<u>\$ 2,408,076</u>	<u>\$ 140,313</u>