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# Rider DE Line Extension Tariff

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# Rider DE: Line Extension Tariff

ComEd's Rider DE (Distribution Extension) Program provides large up-front credits and accelerated refunds for off-property system extensions to support economic development.

- Rider DE (Distribution System Extensions) established 20 years ago to collect a refundable deposit from “cost causers” for off-property standard work to serve their requested loads and protect ComEd customers from risk
- Customers receive a standard \$250,000 credit OR to submit to a credit review to be eligible for a 5-year revenue credit
- Customer's must pay a deposit for the cost of the line extension minus the credit
  - Deposit can be all cash or via a Letter of Credit (LOC)
- Customer is entitled to an annual refund of the remaining deposit based on actual delivery service revenue ComEd sees in the calendar year
  - Refunds can continue for up to 10 years and can be delayed by 1 year to allow ramp up
- Customers receive an accelerated refund after 5 years if their usage is at least 75% of what they projected to use

# Rider DE Sample Scenarios

**Example 1:** Costs to extend power to a customer site is **\$4M**. Expected 5-year delivery service revenue to ComEd is **\$2.5M**

	Year 1	Year 2	Year 3	Year 4	Year 5	Total
Distribution Revenue	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$2.5M

**Customer covers the difference of the cost of the off-property work minus the 5 yr. revenue credit**

**Rider DE deposit = \$1.5M (\$4M - \$2.5M)**

**Example 2:** Costs to extend power to a customer site is **\$1M**. Expected 5-year delivery service revenue to ComEd is **\$1M**

	Year 1	Year 2	Year 3	Year 4	Year 5	Total
Distribution Revenue	\$200,000	\$200,000	\$200,000	\$200,000	\$200,000	\$1M

**Customer covers the difference of the cost of the off-property work minus the 5 yr. revenue credit**

**Rider DE deposit = \$0 (\$1M - \$1M)**



Thank you

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