



**STATE OF DELAWARE  
PUBLIC SERVICE COMMISSION**

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November 19, 2010

Mr. Howard Schneider, Esquire  
Chairman, PJM Board of Managers  
PJM Interconnection, L.L.C.  
955 Jefferson Avenue  
Norristown, PA 19403

Re: PJM Support for Demand Response Options

Dear Mr. Schneider:

The OPSI Board of Directors, at its monthly Board Meeting on November 15, 2010, expressed its support for the October 18, 2010 Maryland Public Service Commission ("MDPSC") letter to Mr. Michael Kormos, Chairman of PJM's Markets and Reliability Committee. In their letter, the MDPSC stated their position strongly supporting the inclusion of a "summer-only unlimited" option for demand response capacity resources in any package of demand response reforms that PJM forwards to the FERC.

The Delaware Public Service Commission, along with other jurisdictions within the PJM footprint such as Maryland, Ohio, and the District of Columbia, have recognized the value of the investment in advanced metering infrastructure ("AMI") and will be relying on obtaining the greatest level of benefits from AMI to offset the cost of that investment, e.g., dynamic pricing options. A PJM limitation of demand response options by excluding the "summer-only unlimited" option could result in limitations in the service options that could otherwise be available to retail customers through the implementation of AMI.

The Delaware Public Service Commission would support the MDPSC and the request by OPSI that notwithstanding any vote on this matter at the PJM Members Committee on November 18, 2010, the PJM Board of Managers is urged to act in accordance with the MDPSC recommendation.

Mr. Howard Schneider, Esquire  
November 19, 2010  
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If you have any questions on this matter, please feel free to contact me.

Sincerely,

A handwritten signature in black ink that reads "Arnetta McRae". The signature is written in a cursive style with a large initial 'A'.

Arnetta McRae  
Chair

AM/jf

cc: Mr. Ed Tatum, Chairman, PJM Members Committee  
Mr. Michael Kormos, Chairman, Markets and Reliability Committee