



Delaware Electric Cooperative, Inc.

"Owned By Those We Serve"

September 13, 2007

Mr. Steve Herling
PJM Interconnection, LLC
955 Jefferson Avenue
Valley Forge Corporate Center
Norristown, PA 19403-2497

Dear Mr. Herling:

The Delaware Electric Cooperative is just one of three electric cooperatives located on the DelMarVa Peninsula and serves almost 80,000 meters in Kent and Sussex counties of Delaware. DEC strongly endorses and supports the Mid-Atlantic Power Pathway (MAPP) Transmission Project proposed by Pepco Holdings, Inc (PHI). This project represents the first significant transmission expansion to increase import capability onto the Delmarva Peninsula in years. The proposed project would tie existing economic generation assets from off the Delmarva Peninsula to the fast growing load centers on the Delmarva Peninsula. The project is critical to providing much needed power supply and reliability to the region at the lowest possible cost.

As you know, the Delmarva Peninsula has experienced significant transmission congestion since PJM began operating as a RTO, resulting in the Delmarva Peninsula electric consumers experiencing higher costs. The MAPP project would be beneficial to Delaware Peninsula and is critical to the future economics of its native utilities and their customers. That is, the MAPP project would:

- improve reliability on the Delmarva Peninsula by adding a south to north feed onto the peninsula providing a critical redundant electrical feed to this region.
- greatly reduce or eliminate congestion problems that have contributed to higher electricity prices for customers.
- enable more competition and greater access to affordable generation sources, while also offsetting the impact of expected future generation plant closings.
- encourage new renewable energy wind generation construction by providing a robust transmission infrastructure to move wind power from off shore to points west.

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- strengthen the system by complementing ongoing transmission upgrades to the west. It provides additional transmission paths onto the Delmarva Peninsula that will enhance transmission system security and aid during system restoration.

PHI's proposed transmission project would open up a variety of new options for electricity supply throughout the Delmarva Peninsula, and generally increase the capability of the system to transfer additional power onto the Peninsula.

Delaware Electric Cooperative supports the proposed MAPP Transmission Project and encourages the PJM Board and regulatory agencies to move this important project forward without delay. The future of economic development and reliable electric service on Delmarva Peninsula depends on it.

Sincerely,

A handwritten signature in black ink that reads "Bill". The signature is written in a cursive, flowing style.

William Andrew, President & CEO
Delaware Electric Cooperative

CC Karl Pfirmann, PJM
Mike Kormos, PJM
PJM Board
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DEC Board of Directors