

EASTON UTILITIES

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September 6, 2007

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

Dear Mr. Herling:

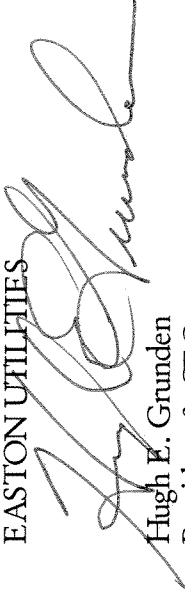
Easton Utilities is a municipally owned utility located on the Delmarva Peninsula. We are a full member of PJM and as such, depend on PJM for various services, including transmission service to enable the purchase of firm, reliable, reasonably priced energy from sources located throughout the PJM region.

Generation sources are limited on the Peninsula and there is only one source of transmission, which is located at the northern border of Delaware. This single source of transmission limits the amount of energy that can flow into the Peninsula, causes congestion on the Peninsula, and increases the cost of energy flowing into the region. An additional transmission source, as outlined in PHI's (Pepeco Holdings, Inc.) MAPP (Mid-Atlantic Power Pathway) 500 KV project will greatly enhance reliability, and should lower the cost of energy imported into the area.

Easton Utilities supports and recommends that PJM approve the MAPP project.

Sincerely,

EASTON UTILITIES



Hugh E. Grunden
President & CEO

HEG/nms

cc: Karl V. Pfirrmann
Michael J. Kormos
PJM Board of Directors
Arnold R. Boughner, Jr.
Richard H. Plutschak