

**BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

Application of PECO Energy Company for :
Approval of its Restructuring Plan Under : Docket Nos. R-00973953
Section 2806 of the Public Utility Code, et al. : and P-00971265

**JOINT PETITION FOR FULL SETTLEMENT
OF PECO ENERGY COMPANY'S
RESTRUCTURING PLAN AND RELATED APPEALS
AND APPLICATION FOR A QUALIFIED RATE ORDER AND
APPLICATION FOR TRANSFER OF GENERATION ASSETS**

April 29, 1998

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P. Sustainable Development Fund

40a. PECO will also establish a sustainable energy and economic development fund which shall be funded from the 2.98 cents per kWh transmission and distribution rate at .01 cents per kWh (less applicable gross receipts tax) on all power sold for all customers beginning on January 1, 1999 ending on June 30, 2005 or until the Commission establishes new distribution rates, whichever is later. The .01 cent per kWh shall not automatically be considered a cost of service element upon expiration of the transmission and distribution rate cap on June 30, 2005.

50% of these funds shall be administered by the Delaware Valley Community Reinvestment Fund overseen by a seven-member board of directors to be nominated by the Joint Petitioners and approved by the Commission. This portion of the funds shall be used to promote the development and use of renewable energy and clean energy technologies, energy conservation and efficiency, and economic developments projects which promote clean energy.

The remaining 50% of these funds shall be allocated to the Delaware Valley Regional Economic Development Corporation. This portion of the funds shall be used for economic development projects which have a job impact.

PECO agrees to include bill inserts twice a year describing the activities of these funds. PECO will have final review and approval of the content of the messages and will be reimbursed from the funds for its incremental costs related to the bill inserts.

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