

COMMONWEALTH OF PENNSYLVANIA PENNSYLVANIA PUBLIC UTILITY COMMISSION P.O. BOX 3265. HARRISBURG. PA 17105-3265

October 21, 2010

Docket No. P-2008-2060309

PAUL E RUSSELL
PPL SERVICES CORPORATION
TWO NORTH NINTH ST
ALLENTOWN PA 18101

Re: PPL Electric Utilities Corporation

Petition for Approval of a Default Service Program and Procurement Plan for the

Period January 1, 2011 through May 31, 2013

Results of Request for Proposals Process – October 2010 Solicitation

Dear Mr. Russell:

On October 20, 2010, PPL Electric Utilities Corporation (PPL Electric) filed the results of its Request for Proposals (RFP) Process and Rules (October 2010 Solicitation), including the proposed bid results for provider of last resort service for all residential, small commercial and industrial, and large commercial and industrial customers electing to receive default service from PPL Electric beginning January 1, 2011, at Docket No. P-2008-2060309. The October 2010 Solicitation includes results for twelve separate RFPs: a 23 and 26 month full requirements fixed price RFP for residential customers, a 23 and 26 month full requirements fixed price RFP for small commercial and industrial customers, a 5 month full requirements spot price RFP for small commercial and industrial customers, a 5 month full requirements spot price RFP for large commercial and industrial customers, a 5 month full requirements optional monthly pricing RFP for large commercial and industrial customers, a five year block energy RFP, and a five year alternative energy credits RFP for Tier I, Tier I Solar, and Tier II classifications. Each RFPs supply period commences on January 1, 2011.

This filing is submitted in accordance to the RFP Process and Rules filed by PPL Electric on July 1, 2009. The RFP Process and Rules were filed pursuant to the Commission's Opinion and Order, entered June 30, 2009, at Docket No. P-2008-2060309.

PPL Electric requests that the Commission approve the bid results from the October 2010 Solicitation on or before October 21, 2010.

Further investigation does not appear to be warranted at this time, since the bid results from the October 2010 Solicitation appear to have been conducted in accordance with the RFP Process and Rules, filed pursuant to the Commission's Opinion and Order.

Therefore, we approve the results of each RFP submitted for the October 2010 Solicitation except for the 5 month full requirements optional monthly pricing RFP for large commercial and industrial customers (OMPS). As the OMPS RFP failed to procure a sufficient number of tranches, the Commission orders PPL to follow section 7.5.2. of its RFP Process and Rules for the OMPS product, which states that if the OMPS RFP fails, the OMPS shall not be offered.

In addition, we direct PPL Electric to disclose the results of the October 2010 Solicitation in accordance with the Commission's Secretarial Letter in <u>Re: Disclosure of Default Service Solicitation Results and Creation of a Default Service Rate Calculation Model</u>, issued October 12, 2010 at Docket No. M-2009-2082042.

Please direct any questions to Paul Diskin, Energy Manager, Bureau of Fixed Utility Services, at (717) 214-5558.

Sincerely,

Rosemary Chiavetta

Secretary

Cc: David B. MacGregor, Post & Schell, P.C. (electronic and first class mail)

Paul E. Russell, PPL Services Corporation (electronic mail)

Doug Stinner, PPL Services Corporation (electronic and first class mail)

Elaine McDonald, Bureau of Fixed Utility Services

Kathy Aunkst, Secretary's Bureau

Parties of Record