MMG Budget Narrative Template

[Confidential Financial Information]

Applicant Name: Baltimore Gas and Electric Company

Applicant Type: Investor-Owned Utility

Proposed Period of Performance: April 2023 – April 2027

Total Project Costs: $30,889,369.68

Total Federal Grant Request: $15,438,845.47

Total Matching Funds (Cash): $14,732,993.69

Total Matching Funds (In-Kind): $717,530.52

Total Matching Funds (Cash + In-Kind): $15,450,524.21

Total Matching Funds (Cash + In-Kind) as Percentage of Total Project Costs: 50.02%

Founded in 1816, Baltimore Gas and Electric Company (BGE), a subsidiary of Exelon Corporation, is the largest gas and electric provider in Maryland and is part of a Fortune 100 energy utility company with $34.4 billion in annual revenues. BGE serves over 1.28 million electric customers and over 670,000 gas customers in central Maryland. This financial stability and longevity make BGE an excellent applicant with long-term financial sustainability.

As a regulated entity, BGE has a commitment to work safely, provide excellent customer service, innovate with intent, and purpose and ensure a diverse and inclusive workplace. BGE has built a reputation not only as a reliable energy provider but also as a leader in utility innovation and a generous corporate citizen. BGE's application reflects these values and seeks to enable more robust middle mile fiber and broadband options for the communities BGE serves.

From an execution perspective, BGE is uniquely positioned to implement a large, complex middle mile construction project such as BGE Underground Fiber Project (the Project). BGE has built and operates thousands of miles of critical utility infrastructure, overhead and underground, and completes over 100 large projects annually. BGE is also experienced in deploying and operating fiber - BGE currently uses fiber optics as the most modern, secure communication technology for the electric system, which enables equipment and processes that can help minimize customer outages, reduce the time that customers are affected and enable localized clean energy interconnections. BGE has robust maintenance and inspection programs as well as emergency procedures, personnel and external partners that ensure speedy and safe repair of infrastructure due to damage or unplanned events like storms. BGE will leverage its experience and relationships with existing supply chain (including fiber manufacturers) permitting, engineering, construction, contractors, and community leaders to overcome roadblocks that other

applicants may encounter. Additionally, BGE will leverage its existing utility rights of way (ROW) and dedicated real estate and environmental teams to advance the Project on an expedited timeline and deliver lower costs compared to other applicants.

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OMB Control No. 0660-0046
Expiration Date: 11/30/2022

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