

**Metropolitan Edison Company**  
**Hourly Pricing Service Charge Sample Calculation - Illustrative Purposes Only**  
**Industrial Class: March 1, 2013 - May 31, 2013**

Line No.	Industrial Class		
	<u>HP Energy Charge</u>		
1		$\sum (\text{kWh}_t \times$	kWh for each hour in billing period
2		$(\text{LMP}_t + \text{HPAnc})$	LMP = Real Time PJM Load Weighted average LMP for PN Zone for each hour
3			HPAnc = \$.002 per kWh for Ancillary Services
4		<hr/>	
5		HP Energy Charge (Line 1 x Line (2+3))	t = An hour in the Billing Period
		x Loss Factor	GS Small, Medium Large = 1.0515
			GP = 1.0171
			TP = 1.0007
6		<hr/>	
		HP Energy Charge Line 4 x Line 5	
	PLUS		
		<b>Clearing</b>	
	<u>HP Cap-AEPS-Other Purchases (\$/MWh)</u>	<b>Price</b>	
7	March 2012 Auction	\$ 13.75	\$/MWh
		\$ 0.01375	per kWh
		x Loss Factor	GS Small, Medium Large = 1.0515
	January 2011 Auction Grossed up for Line Losses		GP = 1.0171
			TP = 1.0007
	PLUS		
8	HP Administrative Charge	\$ 0.00011	per kWh
	PLUS		
9	HP NITS	\$ 0.00284	per kWh
	PLUS		
10	HP Reconciliation Charge	\$ 0.02806	per kWh
11	<b>Hourly Pricing Service Charge (Line 6 + 7 + 8 + 9 + 10)</b>	<hr/> <hr/>	<b>\$ x.xxxxx</b>

(A) All Hourly Pricing Service Charge computations will be pursuant to the terms of the Company's "Hourly Pricing Default Service Rider".  
 (B) All Adders are subject to Quarterly Updates  
 (C): HP Reconciliation Charge reflects actual results through January 2013 reconciliation.

**Metropolitan Edison Company**  
**PTC Default Rate Calculation**  
**Computation of Industrial Class Reconciliation Factor**  
**Rate Effective March 1, 2013 Through May 31, 2013**

Line No.	Description	Amounts
1	Cumulative Industrial Class (Over) / Under Collection as of October 31, 2012	\$ 886,471 See Schedule 3, Page 3
2	Projected Industrial Class kilowatt hour sales - March 1, 2013 - May 31, 2013	33,570,773 kWhs
3	Industrial Class Reconciliation Factor Rate before PA Gross Receipts Tax (Line 1 / Line 2)	\$ 0.02641 per kWh
4	HPS Classes Reconciliation Rate Adjustment Factor	<u>100.00%</u>
5	HPS Classes Reconciliation Rate with Adjustment before PA Gross Receipts Tax (Line 3 X Line 4)	\$ 0.02641 per kWh
6	PA Gross Receipt Gross-Up [1/(1-T) (5.9% Gross Receipts Tax)]	<u>1.062699</u>
7	<b>Industrial Class Reconciliation Factor Rate with PA Gross Receipts Tax (Line 5 X Line 6)</b>	<b><u>\$ 0.02806 per kWh</u></b>

**Projected Industrial Class kilowatt hour sales (March 1, 2013 through May 31, 2013)**

Mar-13	11,154,613
Apr-13	11,109,009
May-13	<u>11,307,150</u>
Total projected Industrial class kWh sales	33,570,773

**Metropolitan Edison Company Default Service Program  
Reconciliation - Hourly Pricing Default Service Rider  
Hourly Pricing Customer Classes Deferrals  
March 1, 2013 through May 31, 2013**

	<u>Nov-12</u>	<u>Dec-12</u>	<u>Jan-13</u>
1 Cumulative (Over) Under Collection at Beginning of Month Including Interest	\$ (530,833)	\$ 361,397	\$ 504,355
2 Default Service Plan Revenues With Pa GRT	\$ 588,860	\$ 729,785	\$ 628,954
3 Pa GRT Included in Line 2	\$ 34,743	\$ 43,057	\$ 37,108
4 Default Service Plan Revenues Including E Factor Revenues, Excluding Pa GRT	\$ 554,117	\$ 686,728	\$ 591,846
<u>Expenses</u>			
5 Allocated portion of incremental start-up costs incurred by Company through 12/31/2010 [DSHPExp1]	\$ 9,403	\$ 9,403	\$ 9,403
6 Current Month cost to provide Default Service [DSHPExp2] (Line 18)	\$ 1,392,043	\$ 765,203	\$ 921,785
7 Cumulative costs for Month of Network Integration Transmission Service (NITS) cost incurred by the Company [DSHPExp3]	\$ 45,464	\$ 52,921	\$ 39,306
8 Total Expenses for Month	<u>\$ 1,446,910</u>	<u>\$ 827,527</u>	<u>\$ 970,494</u>
9 <b>Monthly (Over)/Under Collections Recognized for Regulatory and Accounting Reporting Purposes</b>	\$ 892,793	\$ 140,799	\$ 378,648
10 Cumulative (Over)/Under Collections and Prior Months' Interest Before Current Month Interest Calculation	\$ 361,960	\$ 502,196	\$ 883,003
11 <b>Interest for Current Month for Both Regulatory and Accounting Reporting Purposes</b>	\$ (563)	\$ 2,159	\$ 3,468
12 Cumulative (Over) / Under Collections at End of Month Including Interest for Regulatory and Accounting Reporting Purposes (Line 10 + Line 11)	<u>\$ 361,397</u>	<u>\$ 504,355</u>	<u>\$ 886,471</u>