

Pennsylvania Electric Company
PTC Default Rate Calculation¹
Commercial Class: June 2012 - August 2012
Rate Effective June 1, 2012 through August 31, 2012

<u>Line No.</u>	<u>Commercial Class</u>	<u>Auction</u>	<u>Summer</u>	<u>Winter</u>		
		<u>Number of</u>	<u>Clearing</u>	<u>1.06</u>	<u>0.97</u>	
	<u>Fixed Price Tranche Purchases (\$ per Mwh)</u>	<u>Tranches</u>	<u>Price</u>		<u>Weighting</u>	
1	May 2011 Auction	5	64.45	3	0	1,024.76
2	Oct 2011 Auction	5	60.08	3	0	955.27
3	Jan 2012 Auction	5	51.25	3	0	814.88
4	Mar 2012 Auction	5	51.66	3	0	821.39
5		20	3	60		3,616.30
6	Total Average Fixed Price Tranche				\$ 60.27	
7	Times Fixed portion of Commercial Load				90%	<i>Fixed Portion</i>
8	Total Fixed Price Commercial Cost				\$ 54.24	<i>dollar cost</i>
9	Average Variable Hourly Price Tranche including fixed Anc. Serv. adder (\$9/MWh)				\$ 41.97	
10	Times Variable portion of Commercial Load				10%	<i>Variable Portion</i>
11	Total Variable Priced Hourly Commercial Cost				\$ 4.20	<i>dollar cost</i>
12	Price to Compare Weighted Average Price				\$ 58.44	<i>per MWh</i>
13	PTC <small>Current Cost Component</small> (line 12 / 1000)				\$ 0.05844	<i>per kWh</i>
14	Times Loss Factor				1.0573	
15	Subtotal (line 12 x line 13)				\$ 0.06179	<i>per kWh</i>
16	Admin Costs including estimated interest @ 6%				\$ 0.00039	<i>per kWh</i>
17	NITS charge				\$ 0.00391	<i>per kWh</i>
18	Subtotal (line 15 + line 16 + line 17)				\$ 0.06610	<i>per kWh</i>
19	Multiplied by [1/(1-T)] (5.9% Gross Receipts Tax)				1.062699	
20	PTC <small>Current</small> Commercial Class (line 17 x line 18)				\$ 0.07024	<i>per kWh</i>
21	E Reconciliation Rate				(0.00571)	<i>per kWh</i>
22	Multiplied by [1/(1-T)] (5.9% Gross Receipts Tax)				1.062699	
23	E Reconciliation Rate x GRT				(0.00607)	
24	PTC <small>Default</small> Commercial Class (line 20 + line 23)				\$ 0.06417	<i>per kWh</i>