

**Pennsylvania Electric Company**  
**PTC Default Rate Calculation<sup>1</sup>**  
**Commercial Class: September - November 2011**  
**Rate Effective September 1, 2011 through November 30, 2011**

<b>Line No.</b>	<b><u>Commercial Class</u></b>	<b>Number of</b>	<b>Auction</b>	<b>Summer</b>	<b>Winter</b>	
		<b>Tranches</b>	<b>Clearing</b>	<b>1.06</b>	<b>0.97</b>	<b>Weighting</b>
	<b><u>Fixed Price Tranche Purchases (\$ per Mwh)</u></b>		<b>Price</b>			
1	June 2010 Auction	5	57.60	1	2	864.00
2	Oct 2010 Auction	6	54.33	1	2	977.94
3	Jan 2011 Auction	6	59.32	1	2	1,067.76
4	Mar 2011 Auction	5	59.55	1	2	893.25
5		22	3	66		3,802.95
6	Total Average Fixed Price Tranche				\$ 57.62	
7	Times Fixed portion of Commercial Load				90%	<i>Fixed Portion</i>
8	Total Fixed Price Commercial Cost				\$ 51.86	<i>dollar cost</i>
9	Average Variable Hourly Price Tranche including fixed Anc. Serv. adder (\$9/MWh)				\$ 51.90	
10	Times Variable portion of Commercial Load				10%	<i>Variable Portion</i>
11	Total Variable Priced Hourly Commercial Cost				\$ 5.19	<i>dollar cost</i>
12	<b>Price to Compare Weighted Average Price</b>				<b>\$ 57.05</b>	<i>per MWh</i>
13	PTC <small>Current Cost Component</small> (line 12 / 1000)				\$ 0.05705	<i>per kWh</i>
14	Times Loss Factor				1.0573	
15	Subtotal (line 12 x line 13)				\$ 0.06032	<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)				\$ 0.06463	<i>per kWh</i>
19	Multiplied by [1/(1-T)] (5.9% Gross Receipts Tax)				1.062699	
20	<b>PTC <small>Current</small> Commercial Class (line 17 x line 18)</b>				<b>\$ 0.06868</b>	<i>per kWh</i>
21	E Reconciliation Rate				0.00824	<i>per kWh</i>
22	Multiplied by [1/(1-T)] (5.9% Gross Receipts Tax)				1.062699	
23	E Reconciliation Rate x GRT				0.00876	
24	<b>PTC <small>Default</small> Commercial Class (line 20 + line 23)</b>				<b>\$ 0.07744</b>	<i>per kWh</i>