

Pennsylvania Electric Company
Hourly Pricing Service Charge Sample Calculation - Illustrative Purposes Only
Industrial Class: June 1, 2012 - August 31, 2012

Line No.	Industrial Class		
	<u>HP Energy Charge</u>		
1		$\sum (kWh_t \times$	kWh for each hour in billing period
2		$(LMP_t + HP_{Anc})$	LMP = Real Time PJM Load Weighted average LMP for PN Zone for each hour
3			HPAnc = \$.002 per kWh for Ancillary Services
4		$HP_{Energy\ Charge} (Line\ 1 \times Line\ (2+3))$	t = An hour in the Billing Period
5		$\times Loss\ Factor$	GS Small, Medium Large = 1.0573 GP = 1.0234 LP = 1.0035
6		<hr/> $HP\ Energy\ Charge\ Line\ 4 \times Line\ 5$	
	<i>PLUS</i>		
	<u>HP Cap-AEPS-Other Purchases (\$/MWh)</u>	Clearing Price	
7	Auction	\$ 9.80	<i>\$/MWh</i>
		\$ 0.00980	<i>per kWh</i>
		$\times Loss\ Factor$	GS Small, Medium Large = 1.0573 GP = 1.0234 LP = 1.0035
		January 2011 Auction Grossed up for Line Losses	
	<i>PLUS</i>		
8	HP Administrative Charge	\$ 0.00017	<i>per kWh</i>
	<i>PLUS</i>		
9	HP NITS	\$ 0.00286	<i>per kWh</i>
	<i>PLUS</i>		
10	HP Reconciliation Charge	\$ 0.00083	<i>per kWh</i>
11	Hourly Pricing Service Charge (Line 6 + 7 + 8 + 9 + 10)	<hr/> <hr/> \$ x.xxxxx	

(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 31, 2012 reconciliation.