

Pennsylvania Electric Company
PTC Default Rate Calculation¹
Commercial Class: June - August 2011
Rate Effective June 1, 2011 through August 31, 2011

<u>Line No.</u>	<u>Commercial Class</u>	<u>Number of</u>	<u>Auction</u>	<u>Summer</u>	<u>Winter</u>	<u>Weighting</u>
		<u>Tranches</u>	<u>Clearing</u>	<u>1.06</u>	<u>0.97</u>	
	<u>Fixed Price Tranche Purchases (\$ per Mwh)</u>		<u>Price</u>			
1	June 2010 Auction	5	57.60	3	0	915.84
2	Oct 2010 Auction	6	54.33	3	0	1,036.62
3	Jan 2011 Auction	6	59.32	3	0	1,131.83
4	Mar 2011 Auction	5	59.55	3	0	946.85
5		22	3	66		4,031.13
6	Total Average Fixed Price Tranche				\$ 61.08	
7	Times Fixed portion of Commercial Load				90%	<i>Fixed Portion</i>
8	Total Fixed Price Commercial Cost				\$ 54.97	<i>dollar cost</i>
9	Average Variable Hourly Price Tranche including fixed Anc. Serv. adder (\$9/MWh)				\$ 53.22	
10	Times Variable portion of Commercial Load				10%	<i>Variable Portion</i>
11	Total Variable Priced Hourly Commercial Cost				\$ 5.32	<i>dollar cost</i>
12	Price to Compare Weighted Average Price				\$ 60.29	<i>per MWh</i>
13	PTC _{Current} Cost Component (line 12 / 1000)				\$ 0.06029	<i>per kWh</i>
14	Times Loss Factor				1.0573	
15	Subtotal (line 12 x line 13)				\$ 0.06375	<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)				\$ 0.06805	<i>per kWh</i>
19	Multiplied by [1/(1-T)] (5.9% Gross Receipts Tax)				1.062699	
20	PTC_{Current} Commercial Class (line 17 x line 18)				\$ 0.07232	<i>per kWh</i>
21	E Reconciliation Rate				0.00547	<i>per kWh</i>
22	Multiplied by [1/(1-T)] (5.9% Gross Receipts Tax)				1.062699	
23	E Reconciliation Rate x GRT				0.00582	
24	PTC_{Default} Commercial Class (line 20 + line 23)				\$ 0.07814	<i>per kWh</i>