

Pennsylvania Electric Company
PTC Default Rate Calculation¹
Commercial Class: December 2011 - February 2012
Rate Effective December 1, 2011 through February 28, 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	June 2010 Auction	5	57.60	0	3	838.08
2	Oct 2010 Auction	6	54.33	0	3	948.60
3	Jan 2011 Auction	6	59.32	0	3	1,035.73
4	Mar 2011 Auction	5	59.55	0	3	866.45
5		22	3	66		3,688.86
6	Total Average Fixed Price Tranche				\$ 55.89	
7	Times Fixed portion of Commercial Load				90%	<i>Fixed Portion</i>
8	Total Fixed Price Commercial Cost				\$ 50.30	<i>dollar cost</i>
9	Average Variable Hourly Price Tranche including fixed Anc. Serv. adder (\$9/MWh)				\$ 55.81	
10	Times Variable portion of Commercial Load				10%	<i>Variable Portion</i>
11	Total Variable Priced Hourly Commercial Cost				\$ 5.58	<i>dollar cost</i>
12	Price to Compare Weighted Average Price				\$ 55.88	<i>per MWh</i>
13	PTC <small>Current Cost Component</small> (line 12 / 1000)				\$ 0.05588	<i>per kWh</i>
14	Times Loss Factor				1.0573	
15	Subtotal (line 12 x line 13)				\$ 0.05909	<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)				\$ 0.06339	<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)				\$ 0.06737	<i>per kWh</i>
21	E Reconciliation Rate				0.00794	<i>per kWh</i>
22	Multiplied by [1/(1-T)] (5.9% Gross Receipts Tax)				1.062699	
23	E Reconciliation Rate x GRT				0.00844	
24	PTC <small>Default</small> Commercial Class (line 20 + line 23)				\$ 0.07580	<i>per kWh</i>