

BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION

DOCKET NO. R-2008-2028394

PECO Energy Company

Exhibit to Accompany
Direct Testimony of Stephen R. Xander

PECO - Gas Operations
 CAP Proposal for Gas Base Rate Case
 2008 Rate Case Proforma Annual Cost Analysis - Discounts Reflect Apprise Analysis of 1/1/08

Rate GR CAP tffB CAP C CAP D CAP E

Proposed CAP Program - Budget (Exhibit No. MJM-2)

Total undiscounted billings/customer	\$ 1,219	\$ 1,219	\$ 1,219	\$ 1,219
% Discount	0.90	0.75	0.50	0.10
Discount	\$ 1,097	\$ 914	\$ 609	\$ 122
Total annual billings/customer-calculated	\$ 122	\$ 305	\$ 609	\$ 1,097
Total annual billings/customer @\$25/mo. rain.	\$ 300	\$ 300	\$ 300	\$ 300
Greater of calculated or minimum	\$ 300	\$ 305	\$ 609	\$ 1,097
Total annual billings for class	\$ 504,000	\$ 751,945	\$ 5,593,882	\$ 7,843,500
Average monthly bill	\$ 25	\$ 25	\$ 51	\$ 91

Proposed CAP - Pro Forma PGC & New Distr. Rates

Current PGC/MCF	11.10
Current VDC/MCF	2.83
Total current variable charges/MCF	13.93
Average annual MCF	87.40
Total annual variable charges/cust.	1217.48
Current annual customer charge	86.40
Total annual charges/customer	1303.88
Factor for increase in base rates	1.11
Total undiscounted annual bill/CAP cust.	1,447.31

Total undiscounted billings/customer	1,447	1,447	1,447	1,447
% Discount	0.9	0.79	0.58	0.24
Discount	1,303	1,143	839	347
Total annual billings/customer-calculated	\$ 145	\$ 304	\$ 608	\$ 1,100
Total annual billings/customer @\$25/mo. rain.	\$ 300	\$ 300	\$ 300	\$ 300
Greater of calculated or minimum	\$ 300	\$ 304	\$ 608	\$ 1,100
Total annual billings for class	\$ 487,200	\$ 779,289	\$ 5,918,220	\$ 8,217,763
Average monthly bill	\$ 25	\$ 25	\$ 51	\$ 92