

BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION

DOCKET NO. R-2008-2028394

PECO Energy Company

Exhibit to Accompany
Direct Testimony of Paul T. Patterson

PECO Gas
Future Test Year Ended December 31, 2008 (\$000s)
Proposed Revenue Allocation

Reference	Total	Resid- entia l GR/CAP	Rate GC PTP-5C	Rate OL PTP-5D	Rate L PTP-5E	MV-F PTP-5F	MV-I PTP-5G	Rate IS PTP-5H	Rate TCS PTP-5I	Rate TS-F PTP-5J	Rate TS-I CGS PTP-5K	PTP-5L
1 Revenue at Present Rates	210,030	133,612	58,890	1	157	30	6	0	2,297	5,733	9,303	1
2 Proposed Increase	<u>98,267</u>	<u>64,675</u>	<u>31,903</u>	<u>0</u>	<u>11-8</u>	<u>6</u>	<u>7</u>	<u>0</u>	<u>0</u>	<u>1,361</u>	<u>19-6</u>	<u>1</u>
3 Subtotal	308,297	198,287	90,793	1	275	36	13	0	2,297	7,094	9,499	2
4 Other revenue	<u>2,313</u>	<u>1,716</u>	<u>575</u>	<u>(0)</u>	<u>64</u>	<u>(0)</u>	<u>(9_1</u>	<u>0</u>	<u>(6)</u>	<u>(14)</u>	<u>(22)</u>	<u>(0)</u>
5 Revenue at Proposed Rates	310,610	200,003	91,368	1	339	36	13	0	2,291	7,080	9,477	2
6 Operating Expenses	168,067	121,711	37,517	1	103	35	26	36	599	3,280	4,752	7
7 Additional Bad Debt, LIURP Exp.	<u>1,223</u>	<u>93_8</u>	<u>261</u>	<u>0</u>	<u>23</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
8 Pre-tax Income at Proposed Rates	141,320	77,353	53,590	0	213	1	(13)	(36)	1,692	3,799	4,725	(4)
9 Income Tax expense	<u>43,368</u>	<u>23,738</u>	<u>16,446</u>	<u>0</u>	<u>65</u>	<u>0</u>	<u>(4)</u>	<u>(11)</u>	<u>519</u>	<u>1,166</u>	<u>1,450</u>	<u>(1)</u>
10 Net income	<u>97,952</u>	<u>53,615</u>	<u>37,144</u>	<u>0</u>	<u>148</u>	<u>1</u>	<u>(9)</u>	<u>(25)</u>	<u>1,173</u>	<u>2,633</u>	<u>3,275</u>	<u>(3)</u>
<i>Check=</i>	<u>97,952</u>											
11 Rate Base	1,104,303	741,609	290,795	3	714	115	160	260	3,993	29,688	36,917	50
Return on Rate Base												
12 Proposed Rates	8.87%	7.23%	12.77%		<u>20.70%</u>	<u>0.56%</u>	<u>(5.6%)</u>		<u>29.4%</u>	<u>8.87%</u>	<u>8.87%</u>	<u>(6%)</u>
13 Current Rates	3.73%	1.71%	7.02%		<u>15.47%</u>	<u>(4.1%)</u>	<u>(11.5%)</u>		<u>39.4%</u>	<u>7.64%</u>	<u>11.41%</u>	<u>(10%)</u>
Relative Rate of Return												
14 Proposed Rates	1.00	0.82	1.44		2.33	0.06	(0.63)		3.31	1.00	1.00	(0.70)
15 Current Rates	1.00	0.46	1.88		4.15	(1.11)	(3.09)		10.57	2.05	3.06	(2.73)