



An Exelon Company

Richard G. Webster, Jr.
Vice President
Regulatory Policy and Strategy

Telephone 215.841.4000 ext 5777
Fax 215.841.6208
www.peco.com
dick.webster@peco-energy.com

PECO
2301 Market Street, S15
Philadelphia, PA 19103

April 15, 2013

Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17105-3265

SUBJECT: Generation Supply Adjustment (GSA) Monthly Adjustment for
Procurement Class 4 – Hourly Pricing
PECO Energy Company’s (PECO) Electric Tariff No. 4, Supplement No. 72
Effective June 1, 2013, Docket No. P-2012-2283641

Dear Secretary Chiavetta:

This letter transmits for filing with the Commission Supplement No. 72 to PECO’s Tariff Electric PA. P.U.C. No. 4. This Supplement contains PECO’s monthly adjustment to the Generation Supply Adjustment (GSA) for Procurement Class 4 - Hourly Pricing effective June 1, 2013 through June 30, 2013. This filing is made in accordance with PECO’s Second Default Service Program (“DSP-2”) at Docket No. P-2012-2283641.

The proposed rate for Rate HT (High Tension Power) for June reflects a decrease of 3.65 cents/kWh compared to May’s rate for Procurement Class 4 - Hourly Pricing.

The following attachments are also included in support of this filing:

Attachment 1 - GSA Calculation for Procurement Class 4 - Hourly Pricing – Large Commercial & Industrial over 500 KW;

Attachment 2 - Revised GSA Tariff for Procurement Class 4 - Hourly Pricing – Large Commercial & Industrial over 500 KW

Rosemary Chiavetta, Secretary
April 15, 2013
Page 2

Thank you for your assistance in this matter and please direct any questions regarding the above to Richard Schlesinger, Manager, Retail Rates at (215) 841-5771.

Sincerely,

A handwritten signature in black ink, appearing to read "R. Webster, Jr.", with a long, sweeping horizontal line extending to the right.

Richard G. Webster, Jr.
Vice President
Regulatory Policy & Strategy

Copies to: C. Walker-Davis, Director, Office of Special Assistants
P. T. Diskin, Director, Bureau of Technical Utility Services
M. C. Lesney, Director, Bureau of Audits
J. E. Simms, Director, Bureau of Investigation & Enforcement
Office of Consumer Advocate
Office of Small Business Advocate
McNees, Wallace & Nurick

Enclosures

ATTACHMENT 1

PECO ENERGY COMPANY

**GSA CALCULATION FOR
PROCUREMENT CLASS 4 – HOURLY PRICING**

**PECO GSA 4 (Hourly) Ancillary Services and AEPS (AS Factor)
and Administrative Costs**

For the Period June 1, 2013 through June 30, 2013

| Month | Default Supplier Hourly Pricing and PECO Provided Spot Ancillary Services, AEPS Compliance (1) | Additional AEPS Costs (2) | Administrative Cost (3) |
|--------------|---|----------------------------------|--------------------------------|
| Jun-13 | \$134,305 | \$8,211 | \$15,947 |

PECO GSA 4 (Hourly) Default kWh Sales
For the Period June 1, 2013 through June 30, 2013

| Month | Total kWh | Rate GS kWh | Rate PD kWh | Rate HT kWh | Rate EP kWh |
|--------------|------------------|--------------------|--------------------|--------------------|--------------------|
| Jun-13 | 40,566,081 | 2,117,972 | 424,768 | 38,023,342 | - |

**PECO GSA 4 (Hourly) Actual Monthly Over/(Under) Collections
For the Period January 1, 2011 through February 28, 2013
and March 2013, April 2013 and May 2013**

| Month | Default Supplier Hourly Pricing and PECO Provided Spot Energy and Capacity | Default Supplier Hourly Pricing and PECO Provided Spot Ancillary Services, AEPS Compliance | Additional AEPS Costs | Administrative Total Cost Including Cost Administrative Cost | Allocation Factor | Total Allocated Cost Including Administrative Cost |
|--------|--|--|-----------------------|--|-------------------|--|
| | (1) | (2) | (3) | (4) (5)=(1)+(2)+(3)+(4) | (6) | (7)=(5) x (6) |
| Jan-11 | \$34,474,082 | \$1,523,184 | \$0 | \$127,566 | 1.00000000 | \$36,124,832 |
| Feb-11 | \$6,320,627 | \$361,668 | \$0 | \$35,618 | 1.00000000 | \$6,717,913 |
| Mar-11 | \$4,906,364 | \$262,903 | \$0 | \$29,114 | 1.00000000 | \$5,198,381 |
| Apr-11 | \$3,706,889 | \$192,662 | \$0 | \$26,307 | 1.00000000 | \$3,925,857 |
| May-11 | \$5,040,920 | \$285,803 | \$0 | \$43,459 | 1.00000000 | \$5,370,182 |
| Jun-11 | \$4,448,331 | \$335,879 | \$0 | \$25,449 | 1.00000000 | \$4,809,659 |
| Jul-11 | \$5,622,952 | \$425,014 | \$0 | \$21,619 | 1.00000000 | \$6,069,585 |
| Aug-11 | \$4,337,687 | \$333,931 | \$0 | \$26,352 | 1.00000000 | \$4,697,971 |
| Sep-11 | \$3,485,928 | \$262,382 | \$0 | \$25,521 | 1.00000000 | \$3,773,831 |
| Oct-11 | \$2,198,869 | \$165,506 | \$0 | \$26,146 | 1.00000000 | \$2,390,521 |
| Nov-11 | \$1,869,162 | \$140,689 | \$0 | \$23,886 | 1.00000000 | \$2,033,737 |
| Dec-11 | \$1,894,671 | \$142,610 | \$0 | \$19,702 | 1.00000000 | \$2,056,982 |
| Jan-12 | \$2,449,370 | \$184,361 | \$0 | \$13,886 | 1.00000000 | \$2,647,617 |
| Feb-12 | \$2,157,809 | \$162,415 | \$0 | \$16,653 | 1.00000000 | \$2,336,877 |
| Mar-12 | \$2,074,882 | \$156,174 | \$0 | \$18,576 | 1.00000000 | \$2,249,632 |
| Apr-12 | \$1,557,055 | \$117,198 | \$0 | \$17,736 | 1.00000000 | \$1,691,989 |
| May-12 | \$1,961,892 | \$147,554 | \$0 | \$16,223 | 1.00000000 | \$2,125,669 |
| Jun-12 | \$2,409,854 | \$182,738 | \$0 | \$16,845 | 1.00000000 | \$2,609,437 |
| Jul-12 | \$3,078,743 | \$228,320 | \$0 | \$14,291 | 1.00000000 | \$3,321,354 |
| Aug-12 | \$1,966,404 | \$183,725 | \$0 | \$14,630 | 1.00000000 | \$2,164,760 |
| Sep-12 | \$1,909,961 | \$143,761 | \$0 | \$15,018 | 1.00000000 | \$2,068,740 |
| Oct-12 | \$1,915,894 | \$144,207 | \$0 | \$18,238 | 1.00000000 | \$2,078,339 |
| Nov-12 | \$2,157,969 | \$162,428 | \$0 | \$16,761 | 1.00000000 | \$2,337,158 |
| Dec-12 | \$2,062,244 | \$155,223 | \$0 | \$16,219 | 1.00000000 | \$2,233,686 |
| Jan-13 | \$5,386,082 | \$405,404 | \$0 | \$17,797 | 1.00000000 | \$5,809,283 |
| Feb-13 | \$2,961,505 | \$222,909 | \$0 | \$48,768 | 1.00000000 | \$3,233,182 |
| Mar-13 | | | | | | |
| Apr-13 | | | | | | |
| May-13 | | | | | | |

PECO GSA 4 (Hourly) Actual Monthly Over/(Under) Collections
 For the Period January 1, 2011 through February 28, 2013
 and March 2013, April 2013 and May 2013

Current Revenue for Over/(Under) Excluding GRT Prior Period Revenue for Over/(Under) Excluding GRT

| Month | Default Supplier and PECO Provided Current Revenue for Energy, Services and AEP's Excl Capacity Excl GRT | | Default Supplier and PECO Provided Current Revenue for Ancillary Services and AEP's Excl GRT | | Current Revenue for Administrative Cost Excl GRT | Total Current Period Revenue Excl GRT | E Factor Excl Interest and GRT for 1 month recovery | E Factor Excl Interest and GRT for 12 month recovery | E Factor Excl Interest Total Prior Period Revenue Excl GRT | Total Current and Prior Period Revenue Excl GRT | Monthly Over/(Under) Collection | (17)=Cumulative from (16) |
|--------|--|-------------|--|-------------------|--|---------------------------------------|---|--|--|---|---------------------------------|---------------------------|
| | (6) | (9) | (10) | (11)=(6)+(9)+(10) | | | | | | | | |
| Jan-11 | \$24,455,104 | \$1,651,272 | \$60,874 | \$26,167,250 | \$0 | \$0 | \$0 | \$0 | \$0 | \$26,167,250 | (\$9,957,582) | (\$9,957,582) |
| Feb-11 | \$10,251,115 | \$664,584 | \$24,978 | \$10,940,677 | \$0 | \$0 | \$0 | \$0 | \$0 | \$10,940,677 | \$4,222,764 | (\$5,734,818) |
| Mar-11 | \$5,043,998 | \$408,311 | \$15,386 | \$5,468,695 | \$0 | \$0 | \$0 | \$0 | \$0 | \$5,468,695 | \$270,314 | (\$5,464,504) |
| Apr-11 | \$3,906,476 | \$316,729 | \$17,579 | \$4,240,784 | \$0 | \$0 | \$0 | \$0 | \$0 | \$4,240,784 | \$314,927 | (\$5,149,577) |
| May-11 | \$5,258,624 | \$427,526 | \$28,273 | \$5,714,423 | \$0 | \$0 | \$184,181 | \$226,781 | \$184,181 | \$5,898,604 | \$528,422 | (\$4,621,155) |
| Jun-11 | \$4,495,574 | \$325,692 | \$24,712 | \$4,845,978 | \$0 | \$0 | \$226,781 | \$229,466 | \$226,781 | \$5,072,759 | \$263,100 | (\$4,358,055) |
| Jul-11 | \$4,757,684 | \$324,980 | \$18,642 | \$5,101,306 | (\$111,455) | \$0 | \$229,466 | \$234,790 | \$118,011 | \$5,219,317 | (\$850,268) | (\$5,208,323) |
| Aug-11 | \$5,767,104 | \$368,408 | \$20,827 | \$6,156,339 | (\$313,056) | \$547,846 | \$489,697 | \$143,325 | \$3,826,987 | \$6,391,129 | \$1,693,156 | (\$3,515,165) |
| Sep-11 | \$3,359,340 | \$301,880 | \$22,442 | \$3,683,662 | (\$346,372) | \$0 | \$489,697 | \$227,104 | \$149,667 | \$3,826,987 | \$53,156 | (\$3,462,009) |
| Oct-11 | \$2,500,373 | \$227,942 | \$21,014 | \$2,749,329 | (\$177,142) | \$404,246 | \$330,674 | \$227,104 | \$1,149,667 | \$2,976,433 | \$585,912 | (\$2,876,097) |
| Nov-11 | \$2,202,833 | \$199,591 | \$18,364 | \$2,420,788 | \$818,993 | \$0 | \$330,674 | \$361,423 | (\$920,367) | \$3,570,455 | \$1,536,718 | (\$1,339,379) |
| Dec-11 | \$2,000,231 | \$200,152 | \$14,730 | \$2,215,113 | (\$1,281,790) | \$0 | \$361,423 | \$446,622 | \$610,279 | \$1,294,746 | (\$762,236) | (\$2,101,615) |
| Jan-12 | \$2,298,875 | \$245,020 | \$9,006 | \$2,552,901 | \$129,832 | \$0 | \$446,622 | \$1,627,410 | \$1,071,707 | \$3,129,355 | \$481,738 | (\$1,619,877) |
| Feb-12 | \$2,437,830 | \$264,882 | \$14,477 | \$2,717,189 | (\$1,017,131) | \$0 | \$1,627,410 | \$322,420 | \$610,279 | \$3,327,468 | \$990,591 | (\$629,286) |
| Mar-12 | \$2,031,710 | \$223,802 | \$16,991 | \$2,272,503 | (\$322,420) | \$0 | \$322,420 | \$279,052 | \$829,511 | \$3,344,210 | \$465,292 | (\$465,292) |
| Apr-12 | \$1,622,076 | \$192,371 | \$14,318 | \$1,828,765 | (\$279,052) | \$0 | \$279,052 | \$639,301 | \$639,301 | \$2,658,276 | \$966,287 | \$1,431,579 |
| May-12 | \$1,233,793 | \$174,620 | \$13,061 | \$1,421,474 | (\$301,145) | \$0 | \$301,145 | \$0 | (\$301,145) | \$2,060,775 | (\$64,894) | \$1,366,685 |
| Jun-12 | \$1,868,387 | \$170,346 | \$12,395 | \$2,051,068 | (\$301,145) | \$0 | \$301,145 | \$0 | (\$1,715,471) | \$1,749,923 | (\$859,514) | \$507,171 |
| Jul-12 | \$2,797,561 | \$189,963 | \$13,744 | \$3,001,268 | (\$1,715,471) | \$0 | (\$1,715,471) | (\$460,976) | (\$460,976) | \$1,285,797 | (\$2,035,557) | (\$1,528,386) |
| Aug-12 | \$2,940,318 | \$186,222 | \$13,498 | \$3,140,038 | (\$460,976) | \$0 | (\$460,976) | \$802,413 | \$802,413 | \$2,679,062 | \$514,302 | (\$1,014,084) |
| Sep-12 | \$1,995,893 | \$163,645 | \$15,574 | \$2,175,112 | \$802,413 | \$0 | \$802,413 | \$0 | \$924,264 | \$2,977,525 | \$908,785 | (\$105,299) |
| Oct-12 | \$1,930,199 | \$150,331 | \$17,788 | \$1,998,318 | \$924,264 | \$0 | \$924,264 | \$0 | \$271,329 | \$2,922,582 | \$844,243 | \$738,944 |
| Nov-12 | \$1,859,362 | \$138,285 | \$13,389 | \$2,011,036 | \$271,329 | \$0 | \$271,329 | \$0 | (\$997,213) | \$2,282,365 | (\$54,793) | \$684,151 |
| Dec-12 | \$2,145,353 | \$165,659 | \$15,959 | \$2,326,971 | (\$997,213) | \$0 | (\$997,213) | \$0 | (\$246,585) | \$1,329,758 | (\$903,928) | (\$219,777) |
| Jan-13 | \$2,291,245 | \$192,998 | \$18,609 | \$2,502,852 | (\$246,585) | \$0 | (\$246,585) | (\$211,228) | (\$211,228) | \$2,256,267 | (\$3,553,016) | (\$3,772,793) |
| Feb-13 | \$6,834,613 | \$560,046 | \$54,400 | \$7,449,059 | (\$211,228) | \$0 | (\$211,228) | \$650,951 | \$650,951 | \$7,237,831 | \$4,004,649 | \$231,856 |
| Mar-13 | | | | | \$650,951 | \$0 | \$650,951 | \$21,427 | \$21,427 | \$7,259,258 | | |
| Apr-13 | | | | | \$21,427 | \$0 | \$21,427 | \$49,602 | \$49,602 | \$7,308,860 | | |
| May-13 | | | | | \$49,602 | \$0 | \$49,602 | | | \$7,358,462 | | |

**PECO GSA 4 (Hourly) Actual Monthly Over/(Under) Collections
For the Period January 1, 2011 through February 28, 2013
and March 2013, April 2013 and May 2013**

| Month | Cumulative Addl AEPS Over/(Under) Balance at 2/28/13 | Addl AEPS Monthly Over/(Under) Collection | Cumulative Over/(Under) Collection for Addl AEPS | Cumulative Over/(Under) Collection Incl Addl AEPS | Addl AEPS Monthly Prior Period O/U Revenue Incl In (19) Excl GRT |
|--------|--|--|--|--|---|
| | (19)=(10) from Attachment 1, Page 9 | (19)=(9) from Attachment 1, Page 9 starting Mar 2013 | (20)=(18) for Feb 2013, Cumulative from (18) and (19) for Mar 2013 onward | (21) = (17) + (20) | (22)=(7) from Attachment 1, page 9 Mar 2013 onward |
| Jan-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Feb-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Mar-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Apr-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| May-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jun-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jul-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Aug-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Sep-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Oct-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Nov-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Dec-11 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jan-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Feb-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Mar-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Apr-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| May-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jun-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jul-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Aug-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Sep-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Oct-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Nov-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Dec-12 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jan-13 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Feb-13 | (\$152,798) | \$0 | (\$152,798) | \$79,058 | \$0 |
| Mar-13 | | | | | \$209,612 |
| Apr-13 | | | | | \$169,377 |
| May-13 | | | | | \$168,051 |

**PECO GSA 4 (Hourly) Actual Interest Calculation
For the Period January 1, 2011 through February 28, 2013
and March 2013, April 2013 and May 2013**

| Month | Current Period Portion of Revenue | Total Cost | Current Over/(Under) Collection for Interest | Interest Rate | Interest Time Factor | Interest Time Factor Denominator | Total Interest to be Returned to Customers | Interest Revenue Excl GRT In E Factor Recovered from Customers for 1 month recovery | Interest Revenue Excl GRT In E Factor Recovered from Customers for 12 month recovery | Cumulative Interest to be Returned to Customers |
|--------|--------------------------------------|-------------------------------------|--|---------------|----------------------|----------------------------------|--|---|--|---|
| | (1) = (11) from Attachment 1, Page 5 | (2) = (7) from Attachment 1, Page 4 | (3) = (1) - (2) | (4) | (5) | (6) | (7) = (3) x (4) x (5) / (6) | (8) | (9) | (10) = (7) + (8) + (9) |
| Jan-11 | \$26,167,250 | \$36,124,832 | (\$9,957,582) | 6.00% | 10 | 12 | (\$497,879) | \$0 | \$0 | (\$497,879) |
| Feb-11 | \$10,940,677 | \$6,717,913 | \$4,222,764 | 8.00% | 9 | 12 | \$253,366 | \$0 | \$0 | (\$244,513) |
| Mar-11 | \$5,468,695 | \$5,198,381 | \$270,314 | 8.00% | 4.5 | 12 | \$8,109 | \$0 | \$0 | (\$236,404) |
| Apr-11 | \$4,240,784 | \$3,925,857 | \$314,927 | 8.00% | 4.5 | 12 | \$9,448 | \$0 | \$0 | (\$226,956) |
| May-11 | \$5,714,423 | \$5,370,182 | \$344,241 | 8.00% | 4.5 | 12 | \$10,327 | \$0 | \$6,140 | (\$210,489) |
| Jun-11 | \$4,845,978 | \$4,809,659 | \$36,319 | 8.00% | 4.5 | 12 | \$1,090 | \$6,479 | \$6,479 | (\$202,920) |
| Jul-11 | \$5,101,306 | \$6,069,585 | (\$968,279) | 8.00% | 4.5 | 12 | (\$21,786) | (\$6,556) | \$6,556 | (\$224,706) |
| Aug-11 | \$6,156,339 | \$4,697,971 | \$1,458,368 | 8.00% | 4.5 | 12 | \$43,751 | (\$7,114) | \$21,345 | (\$166,724) |
| Sep-11 | \$3,683,662 | \$3,773,831 | (\$90,169) | 8.00% | 4.5 | 12 | (\$2,029) | (\$11,944) | \$17,916 | (\$162,781) |
| Oct-11 | \$2,749,329 | \$2,390,521 | \$358,808 | 8.00% | 4.5 | 12 | \$10,764 | (\$4,542) | \$18,168 | (\$138,391) |
| Nov-11 | \$2,420,788 | \$2,033,737 | \$387,051 | 8.00% | 4.5 | 12 | \$11,612 | \$19,226 | \$15,381 | (\$92,172) |
| Dec-11 | \$2,215,113 | \$2,056,982 | \$158,131 | 8.00% | 4.5 | 12 | \$4,744 | (\$33,621) | \$16,810 | (\$104,239) |
| Jan-12 | \$2,552,901 | \$2,647,617 | (\$94,716) | 8.00% | 4.5 | 12 | (\$2,131) | (\$36,513) | \$20,773 | (\$85,597) |
| Feb-12 | \$2,717,189 | \$2,336,877 | \$380,312 | 8.00% | 4.5 | 12 | \$11,409 | (\$13,623) | \$63,576 | (\$37,876) |
| Mar-12 | \$2,272,503 | \$2,249,632 | \$22,871 | 8.00% | 4.5 | 12 | \$686 | \$0 | \$49,694 | \$12,963 |
| Apr-12 | \$1,828,765 | \$1,691,989 | \$136,776 | 8.00% | 4.5 | 12 | \$4,103 | \$14,051 | \$0 | \$64,967 |
| May-12 | \$1,421,474 | \$2,125,669 | (\$704,195) | 8.00% | 4.5 | 12 | (\$15,844) | \$14,051 | \$0 | \$64,967 |
| Jun-12 | \$2,051,068 | \$2,609,437 | (\$558,369) | 8.00% | 4.5 | 12 | (\$12,563) | (\$7,257) | \$0 | \$45,147 |
| Jul-12 | \$3,001,268 | \$3,321,354 | (\$320,086) | 8.00% | 4.5 | 12 | (\$7,202) | (\$74,993) | \$0 | (\$37,048) |
| Aug-12 | \$3,140,038 | \$2,164,760 | \$975,278 | 8.00% | 4.5 | 12 | \$29,258 | (\$14,406) | \$0 | (\$22,196) |
| Sep-12 | \$2,175,112 | \$2,068,740 | \$106,372 | 8.00% | 4.5 | 12 | \$3,191 | \$19,289 | \$0 | \$284 |
| Oct-12 | \$1,998,318 | \$2,078,339 | (\$80,021) | 8.00% | 4.5 | 12 | (\$1,800) | \$26,194 | \$0 | \$24,878 |
| Nov-12 | \$2,011,036 | \$2,337,158 | (\$326,122) | 8.00% | 4.5 | 12 | (\$7,338) | \$7,537 | \$0 | \$24,877 |
| Dec-12 | \$2,326,971 | \$2,233,686 | \$93,285 | 8.00% | 4.5 | 12 | \$2,799 | (\$31,911) | \$0 | (\$4,235) |
| Jan-13 | \$2,502,852 | \$5,809,283 | (\$3,306,431) | 8.00% | 4.5 | 12 | (\$74,395) | (\$5,480) | \$0 | (\$84,110) |
| Feb-13 | \$7,449,059 | \$3,233,182 | \$4,215,877 | 8.00% | 4.5 | 12 | \$126,476 | \$0 | \$0 | \$42,366 |
| Mar-13 | | | | | | | | \$14,049 | \$0 | \$0 |
| Apr-13 | | | | | | | | \$3,571 | \$0 | \$0 |
| May-13 | | | | | | | | (\$46,059) | \$0 | \$0 |

**PECO GSA 4 (Hourly) Actual Interest Calculation
For the Period January 1, 2011 through February 28, 2013
and March 2013, April 2013 and May 2013**

| Month | Cumulative Addl AEPS Interest Over/(Under) Balance at 2/28/13 | Addl AEPS Monthly Current Interest | Addl AEPS Monthly Prior Period Interest Revenue Excl GRT | Addl AEPS Monthly Current Interest and Prior Period Interest Revenue Excl GRT | Cumulative Over/(Under) Interest for Addl AEPS | Cumulative Interest Over/(Under) Collection Incl Addl AEPS |
|--------|---|------------------------------------|--|---|---|--|
| Jan-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Feb-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Mar-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Apr-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| May-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jun-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jul-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Aug-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Sep-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Oct-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Nov-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Dec-11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jan-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Feb-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Mar-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Apr-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| May-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jun-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jul-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Aug-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Sep-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Oct-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Nov-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Dec-12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Jan-13 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Feb-13 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Mar-13 | (\$207) | \$0 | \$0 | \$0 | (\$207) | \$0 |
| Apr-13 | | \$4,564 | \$3,688 | \$0 | | \$42,159 |
| May-13 | | \$3,688 | \$3,659 | \$0 | | |
| | | | | | (15)=(11) for Feb 2013, Cumulative from (11) and (14) for Mar 2013 onward | (16)=(10)+(15) |

**PECO - 2012 AEPS
Interest Calculation**

Procurement Class 4

| E-Factor Period | Actual Sales (kWh) (1) | C-Factor Over/(Under) Recovery (2) | Interest Rate (3) | Interest Time Factor (4) | Interest Owed/ (Interest Recouped) (5) = (2) * (3) * (4) | Interest Refund Rate (6) | Interest Refund (7) = (1) * (6) | Cummulative Interest Owed/ (Interest Recouped) (8) = (5) + (7) |
|-----------------|------------------------------|---|-------------------------|-----------------------------------|--|-----------------------------------|---------------------------------------|---|
| Balance | | | | | | | | \$ (47,542) |
| Feb-12 | 48,604,602 | \$ 989 | 6% | 22/12 | \$ 109 | \$ - | \$ - | \$ (47,433) |
| Mar-12 | 44,999,968 | \$ 4,129 | 6% | 21/12 | \$ 434 | \$ - | \$ - | \$ (47,000) |
| Apr-12 | 40,307,894 | \$ 187 | 6% | 20/12 | \$ 19 | \$ - | \$ - | \$ (46,981) |
| May-12 | 32,382,852 | \$ (518) | 6% | 19/12 | \$ (49) | \$ - | \$ - | \$ (47,030) |
| Jun-12 | 42,937,126 | \$ 62,533 | 6% | 18/12 | \$ 5,628 | \$ 0.0001 | \$ 3,925 | \$ (37,478) |
| Jul-12 | 48,594,968 | \$ 54,795 | 6% | 17/12 | \$ 4,658 | \$ 0.0001 | \$ 4,655 | \$ (28,165) |
| Aug-12 | 47,748,721 | \$ 47,321 | 6% | 16/12 | \$ 3,786 | \$ 0.0001 | \$ 4,598 | \$ (19,781) |
| Sep-12 | 41,880,579 | \$ 10,838 | 6% | 15/12 | \$ 813 | \$ 0.0001 | \$ 4,033 | \$ (14,935) |
| Oct-12 | 38,502,615 | \$ 9,862 | 6% | 14/12 | \$ 690 | \$ 0.0001 | \$ 3,709 | \$ (10,536) |
| Nov-12 | 35,345,903 | \$ 8,328 | 6% | 13/12 | \$ 541 | \$ 0.0001 | \$ 3,404 | \$ (6,591) |
| Dec-12 | 42,397,714 | \$ 10,284 | 6% | 12/12 | \$ 617 | \$ 0.0001 | \$ 4,083 | \$ (1,890) |
| Jan-13 | 49,441,024 | \$ 5,305 | 6% | 11/12 | \$ 292 | \$ 0.0001 | \$ 4,762 | \$ 3,164 |
| Feb-13 | 144,430,803 | \$ (345,615) | 6% | 10/12 | \$ (17,281) | \$ 0.0001 | \$ 13,910 | \$ (207) |
| Mar-13 | 47,381,589 | | | | | \$ 0.0001 | \$ 4,564 | |
| Apr-13 (est) | 37,951,314 | | | | | \$ 0.0001 | \$ 3,688 | |
| May-13 (est) | 37,654,363 | | | | | \$ 0.0001 | \$ 3,659 | |

ATTACHMENT 2

PECO ENERGY COMPANY

REVISED GSA TARIFF

PECO Energy Company

Electric Service Tariff

COMPANY OFFICE LOCATION

2301 Market Street
Philadelphia, Pennsylvania 19101

For List of Communities Served, See Page 4.

Issued April 15, 2013

Effective June 1, 2013

**ISSUED BY: C. L. Adams – President & CEO
PECO Energy Distribution Company
2301 MARKET STREET
PHILADELPHIA, PA. 19101**

NOTICE.

LIST OF CHANGES MADE BY THIS SUPPLEMENT

Generation Supply Adjustment for Procurement Class 4 Loads Greater Than 500 kW- 1st Revised Page No. 33A

Reflects monthly adjustment for Procurement Class 4 pursuant to Order at Docket No. P-2012-2283641.

TABLE OF CONTENTS

| | |
|--|--|
| List of Communities Served | 4 |
| How to Use Loose-Leaf Tariff..... | 5 |
| Definition of Terms and Explanation of Abbreviations | 6 ² ,7,8 ² ,9 |
| RULES AND REGULATIONS: | |
| 1. The Tariff | 10 ² |
| 2. Service Limitations | 10 ² |
| 3. Customer's Installation | 11 ¹ |
| 4. Application for Service..... | 12 |
| 5. Credit..... | 13 ² |
| 6. Private-Property Construction..... | 14 ² |
| 7. Extensions | 15 ¹ ,16 |
| 8. Rights-of-Way..... | 17 |
| 9. Introduction of Service..... | 18 ¹ |
| 10. Company Equipment | 18 ¹ |
| 11. Tariff and Contract Options | 19 ¹ |
| 12. Service Continuity | 20 |
| 13. Customer's Use of Service | 21 |
| 14. Metering..... | 21 |
| 15. Demand Determination | 22 ² |
| 16. Meter Tests..... | 23 |
| 17. Billing and Standard Payment Options..... | 24 ⁵ |
| 18. Payment Terms & Termination of Service..... | 25 ⁵ |
| 19. Unfulfilled Contracts | 25 ⁴ |
| 20. Cancellation by Customer | 26 ¹ |
| 21. General..... | 27 ² |
| 22. Rules For Designation of Procurement Class..... | 27 ² |
| 23. EGS Switching..... | 28 ¹ |
| 24. Load Data Exchange..... | 29 |
| STATE TAX ADJUSTMENT CLAUSE..... | 30⁴ |
| Generation Supply Adjustment For Procurement Class 1, 2, 3..... | 31 ¹⁵ ,32 ¹³ |
| Generation Supply Adjustment For Procurement Class 1,2, 3 – Transition Period..... | 31A ¹ , 32A ¹ |
| Generation Supply Adjustment For Procurement Class 4 Loads Greater Than 500 kW - RATES THRU 5/31/2013..... | 33 ³¹ |
| Generation Supply Adjustment For Procurement Class 4 – | 33A ¹ |
| Reconciliation..... | 34 ⁴ ,34A |
| Reconciliation Transition Period..... | 34B |
| Provision for Surcharge Recovery of Alternative Energy Portfolio Standard Costs..... | 35 ⁵ , 36 ² |
| Provision for Surcharge Recovery of Alternative Energy Portfolio Standard costs – Transition Period..... | 35A |
| NUCLEAR DECOMMISSIONING COST ADJUSTMENT CLAUSE (NDCA) | 37¹ |
| Provisions for Recovery of UNIVERSAL SERVICE FUND CHARGE (USFC)..... | 38 ⁴ |
| Provisions for Recovery of SUPPLEMENTAL UNIVERSAL SERVICE FUND COSTS..... | 39 ¹ |
| PROVISION FOR THE RECOVERY OF CONSUMER EDUCATION PLAN COSTS..... | 40³ |
| TRANSMISSION SERVICE CHARGE..... | 40A⁵ |
| SMART METER COST RECOVERY SURCHARGE..... | 40B⁵ |
| Provision for the Recovery of Energy Efficiency and Conservation Program Costs (EEPC) Phase I..... | 40C ⁴ |
| Provision for the Tax Accounting Repair Credit (TARC) | 40D ¹ |
| Provision for the Recovery of Energy Efficiency and Conservation Program Costs (EEPC) Phase II..... | 40E |
| RATES: | |
| Rate R Residence Service | 41 ¹¹ |
| Rate R-H Residential Heating Service | 43 ¹¹ |
| Rate RS-2 Net Metering..... | 44 ¹ , 45 ² |
| Rate OP Off-Peak Service | 46 ⁴ |
| Rate GS General Service..... | 47 ¹⁰ ,48 ³ ,49 ² |
| Rate PD Primary-Distribution Power..... | 50 ⁸ |
| Rate HT High-Tension Power..... | 51 ¹⁰ |
| Rate POL Private Outdoor Lighting | 52 ³ ,53 |
| Rate SL-S Street Lighting-Suburban Counties..... | 57 ³ ,58 |
| Rate SL-E Street Lighting Customer-Owned Facilities | 59 ¹ ,60 |
| Rate TLCL Traffic Lighting Constant Load Service | 61 ⁴ |
| Rate BLI Borderline Interchange Service..... | 62 |
| Rate EP Electric Propulsion | 63 ⁶ |
| Rate AL Alley Lighting in City of Philadelphia..... | 64 ³ |
| RIDERS: | |
| Applicability Index of Riders | 65 ³ |
| Auxiliary Service Rider | 66 ¹ ,67 ² ,68 ¹ |
| CAP Rider - Customer Assistance Program..... | 69 ²⁰ , 70 ⁴ |
| Casualty Rider..... | 71 ¹ |
| Commercial/Industrial Direct Load Control Program Rider..... | 71A, 71B |
| Construction Rider..... | 72 |

PECO Energy Company

Superseding Original Page No. 33A

**GENERATION SUPPLY ADJUSTMENT FOR PROCUREMENT CLASS 4
 LOADS GREATER THAN 500KW**

Applicability: Effective June 1, 2013 this adjustment shall apply to all customers taking default service from the Company with demands greater than 500kw.

Hourly Pricing Service

Pricing: The rates below shall include the cost of procuring power to serve the default service customers plus associated administrative expenses incurred in acquiring power and gaining regulatory approval of any procurement strategy and plan. The rates for GSA 4 Hourly shall be effective the first of each month. If the balance of over/(under) recovery gets too large due to billing lag, the Company can file a reconciliation that will mitigate the subsequent impact. The cost for this hourly service rate shall be as follows:

Generation Supply Cost (GSC) = (C+R+AS+AC-E)/(1-T)+WCA where;

C= The PJM day ahead hourly price multiplied by the customers usage in the hour summed up for all hours in the month

$$\Sigma \text{PJM}_{\text{DA}} \times \text{usage} / (1-\text{LL})$$

PJM_{DA} – PJM on day ahead hourly price.

Usage - electricity used by an end use customer.

R = The PJM reliability pricing model (RPM) charge for month for the customer. The RPM charge shall be the customers peak load contribution as established for PJM purposes multiplied by the current RPM monthly charge and the PJM established reserve margin adjustment.

PLC x (1+ RM) x P_{RPM} x Bill Days

PLC = peak load contribution

RM = reserve margin adjustment per PJM

P_{RPM} = capacity price per MW-day

AC = Administrative Cost - This includes an allocation of the cost of the Independent Evaluator, consultants providing guidance on the development of the procurement strategy, legal fees incurred gaining approval of the plan, and any other costs associated with designing and implementing a procurement plan divided by the total default service sales and then multiplied by the customers usage for the month.

Administrative Costs also includes any other costs incurred to implement retail market enhancements directed by the Commission in its Retail Market Investigation at Docket No. I-2011-2237952 that are not recovered from EGSSs.

A / S x Usage

A = administrative cost

S = Default service sales

AS = The cost, on a \$/MWH basis, of acquiring ancillary services from PJM and of complying with the Alternative Energy Portfolio Standard, multiplied by the customers usage for the month and divided by (1-LL). Congestion charges including the proceeds and costs from the exercise of Auction Revenue Rights shall be included in this component. Ancillary services shall be those included in the Supply Master Agreement as being the responsibility of the supplier.

$$((\text{PJM}_{\text{AS}} \times \text{Usage} * 1 / (1-\text{LL}) + \text{AEPS} / \text{S}_{\text{AEPS}} \times \text{Usage})$$

PJM_{AS} = \$/MWH charged by PJM for ancillary services

AEPS = cost of complying with the alternative energy portfolio standard

S_{AEPS} = sales for which AEPS cost is incurred

If the supplier provides the ancillary services and AEPS cost then the customer shall be charged the supplier's rate for these services times usage and divided by (1-LL).

Auction Revenue Rights (ARR) = Allocated annually by PJM to Firm transmission customers, the ARR's allow a Company to select rights to specific transmission paths in order to avoid congestion charges

LL = line loss factor as provided in the Company's Electric Generation Supplier Coordination Tariff Rule 6.6 based upon the customers distribution rate class adjusted to remove losses included in the PJM LMP

T = The currently effective gross receipts tax rate

E - $\Sigma O / (U) / S_4 \times \text{usage}$ where

E = over/under recovery as calculated in the reconciliation

S₄ = Procurement class four sales

WC = 0.04¢/kWh for working capital associated with power purchases

WCA = individual customer sales x WC

Procedure: The "E" factor shall be updated monthly in conjunction with the Reconciliation. Monthly reconciliations shall be recovered over a one month period after the occurrence of a quarter.

| Tariff Rate | GS | PD | HT | EP |
|-----------------------------------|--------|--------|--------|--------|
| Hourly Pricing Adder* (cents/kWh) | (3.12) | (3.13) | (3.14) | (3.14) |

(C)

* Includes administrative cost (AC), ancillary service charge (AS), E factor (E) and working capital (WC).

(C) Denotes Change