

Gas Charge-Off Factors
Three-Year Weighted Average
Years June 2018 through June 2020 (a)
Percentages

	12 months ended June 30, 2018 Charge-Off Analysis	12 months ended June 30, 2019 Charge-Off Analysis	12 months ended June 30, 2020 Charge-Off Analysis	Total
Residential				
Charge offs	1,702,368	1,973,417	2,178,472	5,854,258
Billed Revenue	401,235,385	462,751,390	428,586,603	1,292,573,379
Charge offs %	0.42%	0.43%	0.51%	0.45%
GC				
Charge offs	196,665	163,146	201,959	561,770
Billed Revenue	158,737,103	181,591,116	154,937,307	495,265,526
Charge offs %	0.12%	0.09%	0.13%	0.11%
L, OL and MVF				
Charge offs	24,529	4,567	16,540	45,635
Billed Revenue	22,764,276	26,279,932	23,996,258	73,040,465
Charge offs %	0.11%	0.02%	0.07%	0.06%
Total				
Charge offs	1,923,561	2,141,130	2,396,971	6,461,662
Billed Revenue	582,736,764	670,622,438	607,520,168	1,860,879,370
Charge offs %	0.33%	0.32%	0.39%	0.35%

Note (a) Per PECO Exhibit MJT-1, Schedule D-10

PECO-Gas Operations
Determination of the Merchant Function Charge (MFC)
Effective July 1, 2021
Dollars per Mcf

Rate Schedules	Updated Write-Off Factor (a)	Commodity Charge Portion of PGC Rate \$ per Mcf	Updated MFC \$ per Mcf
Rates GR and CAP	0.45%	\$3.7994	\$0.0171
Rate GC	0.11%	\$3.7918	\$0.0042
Rate L	0.06%	\$3.7224	\$0.0022
Rate OL	0.06%	\$3.6644	\$0.0022
Rate MVF	0.06%	\$3.6644	\$0.0022

Note (a) From PECO Exhibit RAS-3, Page 1

PECO-Gas Operations
Annual Distribution Revenue Reduction from the MFC
Effective July 1, 2021
(Thousand\$)

Rate Schedules	<u>Default Customers</u>				Distribution Revenue Reduction	<u>Shopping Customers</u>			<u>Total</u>
	Updated Write-Off Factor (a)	Commodity Charge Portion of PGC Rate \$ per Mcf	Updated MFC \$ per Mcf	Default Mcf Sales		Updated Write-Off Factor (a)	Shoppers Supply Revenues (b)	Distribution Revenue Reduction	Distribution Revenue Reduction
Rates GR and CAP	0.45%	\$3.7994	\$0.0171	34,651,072	\$593	0.45%	\$45,995	\$207	\$800
Rate GC	0.11%	\$3.7918	\$0.0042	11,298,354	\$47	0.11%	\$17,131	\$19	\$66
Rate L	0.06%	\$3.7224	\$0.0022	16,559	\$0	0.06%	\$0	\$0	\$0
Rate OL	0.06%	\$3.6644	\$0.0022	-	\$0	0.06%	\$0	\$0	\$0
Rate MVF	0.06%	\$3.6644	\$0.0022	<u>215,946</u>	<u>\$0</u>	0.06%	<u>\$328</u>	<u>\$0</u>	<u>\$0</u>
Total				46,181,931	\$640		\$63,454	\$226	\$866

Note (a) From PECO Exhibit RAS-3, Page 1

Note (b) From PECO Exhibit MJT-1, Schedule D-10, Page 71