

Commonwealth Edison Company
Sample Journal Entries for Purchase of Receivables (POU) Program

a) The purchase of uncollectible receivables from the RES

Entry	ICC Account	Description	Debit	Credit
1	142	Customer Accounts Receivable	\$ 100	
	904	Uncollectible Accounts	\$ 3	
	144	Accum Provision Uncollectible Accounts		\$ 100
	131	Cash		\$ 3

To record the purchase of a \$100 uncollectible receivable from a RES for \$3 (face value less discount).

2	131	Cash	\$ 29	
	451	Miscellaneous Service Revenues		\$ 29

To record the receipt of the service fee of \$29 paid by the RES for each purchased uncollectible account receivable.

3	182.3	Other Regulatory Assets	\$ 3	
	407.3	Regulatory Debits		\$ 3

To record the under recovery of uncollectible accounts expense associated with POU to be recovered under Rider UF.

b) The collection of the face amount of the purchased uncollectible receivables

Entry	ICC Account	Description	Debit	Credit
1	142	Customer Accounts Receivable	\$ 100	
	904	Uncollectible Accounts	\$ 3	
	144	Accum Provision Uncollectible Accounts		\$ 100
	131	Cash		\$ 3

To record the purchase of a \$100 uncollectible receivable from a RES for \$3 (face value less discount).

2	131	Cash	\$ 29	
	451	Miscellaneous Service Revenues		\$ 29

To record the receipt of the service fee of \$29 paid by the RES for each purchased uncollectible account receivable.

3	131	Cash	\$ 100	
	142	Customer Accounts Receivable		\$ 100

To record full payment by customer of the purchased uncollectible account receivable.

4	144	Accum Provision Uncollectible Accounts	\$ 100	
	904	Uncollectible Accounts		\$ 100

To record the reduction to uncollectible accounts expense associated with the recovery of the purchased uncollectible account receivable.

5	407.3	Regulatory Debits	\$ 97	
	182.3	Other Regulatory Assets		\$ 97

To record the over recovery of uncollectible accounts expense associated with POU to be refunded under Rider UF.

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c) The collection of less than the face amount but more than the purchase price of the POU

<u>Entry</u>	<u>ICC Account</u>	<u>Description</u>	<u>Debit</u>	<u>Credit</u>
1	142	Customer Accounts Receivable	\$ 100	
	904	Uncollectible Accounts	\$ 3	
	144	Accum Provision Uncollectible Accounts		\$ 100
	131	Cash		\$ 3
	<i>To record the purchase of a \$100 uncollectible receivable from a RES for \$3 (face value less discount).</i>			
2	131	Cash	\$ 29	
	451	Miscellaneous Service Revenues		\$ 29
	<i>To record the receipt of the service fee of \$29 paid by the RES for each purchased uncollectible account receivable.</i>			
3	131	Cash	\$ 30	
	142	Customer Accounts Receivable		\$ 30
	<i>To record partial payment of \$30 by customer on purchased \$100 uncollectible account receivable.</i>			
4	144	Accum Provision Uncollectible Accounts	\$ 30	
	904	Uncollectible Accounts		\$ 30
	<i>To record the reduction to uncollectible accounts expense associated with the partial recovery of the purchased uncollectible account.</i>			
5	407.3	Regulatory Debits	\$ 27	
	182.3	Other Regulatory Assets		\$ 27
	<i>To record the over recovery of uncollectible accounts expense associated with POU to be refunded under Rider UF.</i>			
6	144	Accum Provision Uncollectible Accounts	\$ 70	
	142	Customer Accounts Receivable		\$ 70
	<i>To record the charge-off of the portion of the purchased uncollectible account receivable not paid by the customer.</i>			

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d) Write-off of a POU Account as uncollectible

<u>Entry</u>	<u>ICC Account</u>	<u>Description</u>	<u>Debit</u>	<u>Credit</u>
1	142	Customer Accounts Receivable	\$ 100	
	904	Uncollectible Accounts	\$ 3	
	144	Accum Provision Uncollectible Accounts		\$ 100
	131	Cash		\$ 3
<i>To record the purchase of a \$100 uncollectible receivable from a RES for \$3 (face value less discount).</i>				
2	131	Cash	\$ 29	
	451	Miscellaneous Service Revenues		\$ 29
<i>To record the receipt of the service fee of \$29 paid by the RES for each purchased uncollectible account receivable.</i>				
3	182.3	Other Regulatory Assets	\$ 3	
	407.3	Regulatory Debits		\$ 3
<i>To record the under recovery of uncollectible accounts expense associated with POU to be recovered under Rider UF.</i>				
4	144	Accum Provision Uncollectible Accounts	\$ 100	
	142	Customer Accounts Receivable		\$ 100
<i>To record the charge-off of the face value of the purchased uncollectible account receivable.</i>				

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e) The subsequent collection of a previously written-off POU

<u>Entry</u>	<u>ICC Account</u>	<u>Description</u>	<u>Debit</u>	<u>Credit</u>
1	142	Customer Accounts Receivable	\$ 100	
	904	Uncollectible Accounts	\$ 3	
	144	Accum Provision Uncollectible Accounts		\$ 100
	131	Cash		\$ 3
	<i>To record the purchase of a \$100 uncollectible receivable from a RES for \$3 (face value less discount).</i>			
2	131	Cash	\$ 29	
	451	Miscellaneous Service Revenues		\$ 29
	<i>To record the receipt of the service fee of \$29 paid by the RES for each purchased uncollectible account receivable.</i>			
3	182.3	Other Regulatory Assets	\$ 3	
	407.3	Regulatory Debits		\$ 3
	<i>To record the under recovery of uncollectible accounts expense associated with POU to be recovered under Rider UF.</i>			
4	144	Accum Provision Uncollectible Accounts	\$ 100	
	142	Customer Accounts Receivable		\$ 100
	<i>To record the charge-off of the face value of the purchased uncollectible account receivable.</i>			
5	131	Cash	\$ 100	
	904	Uncollectible Accounts		\$ 100
	<i>To record the subsequent collection of a previously charged-off POU uncollectible account of \$100.</i>			
6	182.3	Other Regulatory Assets		\$ 100
	407.3	Regulatory Debits	\$ 100	
	<i>To record the over recovery of uncollectible accounts expense associated with POU to be refunded under Rider UF.</i>			