

Commonwealth Edison Company
Adjustments to Operating Income
For the Reconciliation Year Ending December 31, 2012
(In Thousands)

Line No.	Description	Interest Synchronization (Sch 6 RY)	Pension Exp. Associated w/ Disallowed Incentive Comp (Staff IB, Sch 11)	Long-Term Performance Share Award Program (Staff Sch 7.11)	Payroll Taxes Assoc. w/ Disallowed Incentive Comp (Staff IB, Sch 12)	Rate Case Expense (Appendix C)	Energy Efficiency Incentive Compensation (per Order)	Charitable Contributions (Staff Sch 3.01)	Total Operating Statement Adjustments
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
1	Operating Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	Other Revenues	-	-	-	-	-	-	-	-
3	Reconciliation Adjustment	-	-	-	-	-	-	-	-
4	Return on Equity Collar Adjustment	-	-	-	-	-	-	-	-
5	Total Operating Revenue	-	-	-	-	-	-	-	-
6	Uncollectibles Expense	-	-	-	-	-	-	-	-
7	Distribution	-	-	(361)	-	-	-	-	(361)
8	Customer Accounts Expenses	-	-	-	-	-	-	-	-
9	Customer Services and Informational Exp.	-	-	-	-	-	(713)	-	(713)
10	Sales Expenses	-	-	-	-	-	-	-	-
11	Administrative and General Expense	-	(43)	(59)	(655)	(29)	-	-	(786)
12	Depreciation and Amortization Expense	-	(1)	-	-	-	-	-	(1)
13	Taxes Other Than Income	-	-	-	-	-	-	-	-
14	Reg Asset Amort. & Other Expense Adj	-	-	-	-	(5)	-	-	(5)
15	Pension Asset Funding Cost	-	-	-	-	-	-	-	-
16		-	-	-	-	-	-	-	-
17	Total Operating Expense	-	-	-	-	-	-	-	-
18	Before Income Taxes	-	(44)	(420)	(655)	(34)	(713)	-	(1,866)
19	State Income Tax	-	4	40	62	3	68	-	177
20	Federal Income Tax	2	14	133	207	11	226	-	593
21	Deferred Taxes and ITCs Net	-	-	-	-	-	-	-	-
22	Total Operating Expenses	2	(26)	(247)	(386)	(20)	(419)	-	(1,096)
23	NET OPERATING INCOME	\$ (2)	\$ 26	\$ 247	\$ 386	\$ 20	\$ 419	\$ -	\$ 1,096

Commonwealth Edison Company
Rate Base
For the Reconciliation Year Ending December 31, 2012
(In Thousands)

Line No.	Description	Company Pro Forma Jurisdictional Rate Base (Co. RTTY B-1 RY)	Adjustments (Sch 4 RY)	Adjusted Rate Base (Col. b+c)
	(a)	(b)	(c)	(d)
1	Distribution Plant	\$ 14,153,999	\$ (259)	\$ 14,153,740
2	G & I Plant	1,478,918	-	1,478,918
3	Accumulated Depreciation on Distribution Plant	(5,424,718)	1	(5,424,717)
4	Accumulated Depreciation on G & I Plant	(690,038)	-	(690,038)
5	Net Plant	9,518,161	(258)	9,517,903
6	Construction Work in Progress	14,876	-	14,876
7	Cash Working Capital	8,022	79	8,101
8	Materials & Supplies Inventories	35,118	-	35,118
9	Accumulated Deferred Income Taxes	(2,659,789)	-	(2,659,789)
10	Regulatory Assets & Liabilities, Net	102,995	-	102,995
11	Deferred Costs	29,492	-	29,492
12	Operating Reserves	(337,247)	-	(337,247)
13	Asset Retirement Obligation	(22,257)	-	(22,257)
14	Deferred Liabilities	(100,643)	-	(100,643)
15	Customer Deposits	(136,022)	-	(136,022)
16	Customer Advances	(63,444)	-	(63,444)
17				
18		-	-	-
19		-	-	-
20		-	-	-
21		-	-	-
22		-	-	-
23		-	-	-
24	Rate Base	<u>\$ 6,389,262</u>	<u>\$ (179)</u>	<u>\$ 6,389,083</u>

Commonwealth Edison Company
Adjustments to Rate Base
For the Reconciliation Year Ending December 31, 2012
(In Thousands)

Line No.	Description	Cash Working Capital (Sch 10 RY)	Pension Exp. Associated w/ Disallowed Incentive Comp (Staff IB, Sch 11)	Payroll Taxes Assoc. w/ Disallowed Incentive Comp (Staff IB, Sch 12)	(Source)	(Source)	(Source)	(Source)	Total Rate Base Adjustments
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
1	Distribution Plant	\$ -	\$ (29)	\$ (230)	\$ -	\$ -	\$ -	\$ -	\$ (259)
2	G & I Plant	-	-	-	-	-	-	-	-
3	Accumulated Depreciation on Distribution Plant	-	1	-	-	-	-	-	1
4	Accumulated Depreciation on G & I Plant	-	-	-	-	-	-	-	-
5	Net Plant	-	(28)	(230)	-	-	-	-	(258)
6	Construction Work in Progress	-	-	-	-	-	-	-	-
7	Cash Working Capital	79	-	-	-	-	-	-	79
8	Materials & Supplies Inventories	-	-	-	-	-	-	-	-
9	Accumulated Deferred Income Taxes	-	-	-	-	-	-	-	-
10	Regulatory Assets & Liabilities, Net	-	-	-	-	-	-	-	-
11	Deferred Costs	-	-	-	-	-	-	-	-
12	Operating Reserves	-	-	-	-	-	-	-	-
13	Asset Retirement Obligation	-	-	-	-	-	-	-	-
14	Deferred Liabilities	-	-	-	-	-	-	-	-
15	Customer Deposits	-	-	-	-	-	-	-	-
16	Customer Advances	-	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-	-	-
18	-	-	-	-	-	-	-	-	-
19	-	-	-	-	-	-	-	-	-
20	-	-	-	-	-	-	-	-	-
21	-	-	-	-	-	-	-	-	-
22	-	-	-	-	-	-	-	-	-
23	-	-	-	-	-	-	-	-	-
24	Rate Base	\$ 79	\$ (28)	\$ (230)	\$ -	\$ -	\$ -	\$ -	\$ (179)

Commonwealth Edison Company
Revenue Effect of Adjustments
For the Reconciliation Year Ending December 31, 2012
(In Thousands)

Line No.	Description (a)	Per Company (b)	Adjustments (c)	As Adjusted (d)
1	Present Revenues	\$ 2,159,265 ⁽¹⁾	\$ -	\$ 2,159,265 ⁽²⁾
2	Increase	<u>104,434 ⁽³⁾</u>	<u>(1,884) ⁽⁴⁾</u>	<u>102,550 ⁽⁵⁾</u>
3	Revenues	<u>\$ 2,263,699</u>	<u>\$ (1,884)</u>	<u>\$ 2,261,815</u>
4	% Increase	4.84%		4.75%
5	Adjustments:			
6	Energy Efficiency Incentive Compensation		(712)	
7	Payroll Taxes Assoc. w/ Disallowed Incentive Comp		(678)	
8	Long-Term Performance Share Award Program		(420)	
9	Rate Case Expense		(34)	
10	Pension Expense Assoc. w/ Disallowed Incentive Comp		(47)	
11	Cash Working Capital		8	
12	-		-	
13	-		-	
14	-		-	
15	-		-	
16	-		-	
17	-		-	
18	-		-	
19	-		-	
20	-		-	
21	-		-	
22	-		-	
23	-		-	
24	-		-	
25	-		-	
26	-		-	
27	Interest Synchronization		(1)	
28	Rate of Return (Applied to Company Rate Base)		(1)	
29				
30	Rounding		<u>1</u>	
31	Total Revenue Effect of Staff Adjustments		<u>\$ (1,884)</u>	

Sources:

- (1) Appendix B, Schedule 1 RY, column (b), line 5
- (2) Appendix B, Schedule 1 RY, column (d), line 5
- (3) Appendix B, Schedule 1 RY, column (e), line 5
- (4) Appendix B, Schedule 1 RY, columns (f) + (h), line 5
- (5) Appendix B, Schedule 1 RY, column (i), line 26

Commonwealth Edison Company
Interest Synchronization Adjustment
For the Reconciliation Year Ending December 31, 2012
(In Thousands)

Line No.	Description (a)	Amount (b)
1	Rate Base	\$ 6,389,083 (1)
2	Weighted Cost of Debt	2.99% (2)
3	Synchronized Interest Per Order	191,034
4	Company Interest Expense	<u>191,039</u> (3)
5	Increase (Decrease) in Interest Expense	<u><u>(5)</u></u>
6	Increase (Decrease) in State Income Tax Expense	
7	at 9.500%	<u>\$ -</u>
8	Increase (Decrease) in Federal Income Tax Expense	
9	at 35.000%	<u>\$ 2</u>

(1) Source: Sch. 3 FY, column (d), line 24

(2) Source: Staff Exhibit 6.0 Revised, p. 7

(3) Source: ComEd Ex. 14.03, Part 2, p. 38 (Schedule C-5.4 RY, page 2), line 3

Commonwealth Edison Company
Gross Revenue Conversion Factor
For the Reconciliation Year Ending December 31, 2012
(In Thousands)

Line No.	Description	Rate	With Bad Debts	Without Bad Debts
	(a)	(b)	(c)	(d)
1	Revenues		1.000000	
2	Uncollectibles	0.0000%	<u>0.000000</u>	
3	State Taxable Income		1.000000	1.000000
4	State Income Tax	9.5000%	<u>0.095000</u>	<u>0.095000</u>
5	Federal Taxable Income		0.905000	0.905000
6	Federal Income Tax	35.0000%	<u>0.316750</u>	<u>0.316750</u>
7	Operating Income		<u>0.588250</u>	<u>0.588250</u>
8	Gross Revenue Conversion Factor Per Order		<u>1.699958</u>	<u>1.699958</u>

Commonwealth Edison Company
Cash Working Capital Adjustment
For the Reconciliation Year Ending December 31, 2012
(In Thousands)

Line	Description (a)	Amount (b)	Lag (Lead) (c)	CWC Factor (d) (c/365)	CWC Requirement (e) (b*d)	Column b Source (f)
1	Revenues	\$ 1,291,822	51.25	0.14041	\$ 181,386	Schedule 10, Page 2, Column b, Line 9
2	Collections of Pass-through Taxes:					
3	Energy Assistance/Renewable Energy	46,252	0.00	0.00000	-	Line 32 below
4	Gross Receipts/Municipal Utility Tax	249,794	0.00	0.00000	-	Line 33 below
5	Illinois Excise Tax	259,512	36.04	0.09874	25,624	Line 34 below
6	City of Chicago Infrastructure Maintenance Fee	90,982	36.04	0.09874	8,984	Line 35 below
7	Total Receipts	<u>\$ 1,938,362</u>			<u>\$ 215,994</u>	Sum of Lines 1 through 6
8	Base Payroll and Withholdings	\$ 280,669	(15.05)	(0.04123)	\$ (11,573)	Schedule 10, Page 2, Column b, Line 31
9	Vacation Pay Expense	-	(15.05)	(0.04123)	-	
10	Incentive Pay Expense	21,326	(228.50)	(0.62603)	(13,351)	ComEd Ex. 14.01, APP 3, Line 10
11	Employee Benefits - Amort. Of Sever.	148,867	0.00	0.00000	-	ComEd Ex. 14.01, APP 3, Line 17
12	Employee Benefits - Other	52,782	(4.95)	(0.01356)	(716)	ComEd Ex. 14.01, APP 3, Line 18
13	Inter-Company billings - Less Pass-throughs	88,711	(45.55)	(0.12479)	(11,071)	ComEd Ex. 14.01, APP 3, Line 15
14	Inter-Company billings - Pass-throughs	31,489	(45.55)	(0.12479)	(3,930)	ComEd Ex. 14.01, APP 3, Line 16
15	Property Leases	38,455	(6.33)	(0.01734)	(667)	ComEd Ex. 14.01, APP 3, Line 24
16	Other Operations and Maintenance Expenses	327,181	(66.82)	(0.18307)	(59,897)	Schedule 10, Page 2, Column b, Line 25
17	Property/Real Estate Tax	13,346	(339.12)	(0.92910)	(12,400)	ComEd Ex. 14.01, APP 3, Line 17
18	FICA Tax	21,340	(15.05)	(0.04123)	(880)	ComEd Ex. 14.01, APP 3, Line 18
19	Federal Unemployment Tax	143	(75.63)	(0.20721)	(30)	ComEd Ex. 14.01, APP 3, Line 19
20	State Unemployment Tax	773	(75.63)	(0.20721)	(160)	ComEd Ex. 14.01, APP 3, Line 20
21	Electricity Distribution Tax	101,175	(30.13)	(0.08255)	(8,352)	ComEd Ex. 14.01, APP 3, Line 21
22	State Franchise Tax	1,580	(190.67)	(0.52238)	(825)	ComEd Ex. 14.01, APP 3, Line 22
23	City of Chicago Dark Fiber Tax	-	0.00	0.00000	-	ComEd Ex. 14.01, APP 3, Line 23
24	401K Match	-	(241.50)	(0.66164)	-	ComEd Ex. 14.01, APP 3, Line 24
25	State Public Utility Fund Tax	3,788	(37.67)	(0.10321)	(391)	ComEd Ex. 14.01, APP 3, Line 25
26	Illinois Sales and Use Tax	656	(2.66)	(0.00729)	(5)	ComEd Ex. 14.01, APP 3, Line 26
27	Chicago Sales and Use Tax	68	(37.46)	(0.10263)	(7)	ComEd Ex. 14.01, APP 3, Line 27
28	Interest Expense	191,034	(91.13)	(0.24967)	(47,696)	Schedule 6 RY, Column b, Line 3
29	State Income Tax	2,591	(37.88)	(0.10378)	(269)	Schedule 1 RY, Column i, Line 19
30	Federal Income Tax	(34,151)	(37.88)	(0.10378)	3,544	Schedule 1 RY, Column i, Line 20
31	Payments of Pass-through Taxes					
32	Energy Assistance/Renewable Energy	46,252	(40.69)	(0.11148)	(5,156)	ComEd Ex. 14.01, APP 3, Line 30
33	Gross Receipts/Municipal Utility Tax	249,794	(36.02)	(0.09868)	(24,651)	ComEd Ex. 14.01, APP 3, Line 31
34	Illinois Excise Tax	259,512	(4.12)	(0.01129)	(2,929)	ComEd Ex. 14.01, APP 3, Line 32
35	City of Chicago Infrastructure Maintenance Fee	90,982	(26.00)	(0.07123)	(6,481)	ComEd Ex. 14.01, APP 3, Line 33
36						
37	Total Outlays	<u>\$ 1,938,363</u>			<u>\$ (207,893)</u>	Sum of Lines 8 through 36
38	Cash Working Capital per Order				\$ 8,101	Line 7 plus line 37
39	Cash Working Capital per Company				8,022	ComEd Ex. 14.01, APP 3, Line 40
40	Difference -- Adjustment per Order				<u>\$ 79</u>	Line 38 minus Line 39

Commonwealth Edison Company
Cash Working Capital Adjustment
For the Reconciliation Year Ending December 31, 2012
(In Thousands)

<u>Line</u>	<u>Description</u> (a)	<u>Amount</u> (b)	<u>Source</u> (c)
1	Total Operating Revenues	\$ 2,261,815	Schedule 1 RY , Column i, Line 5
2	Uncollectible Accounts	-	Schedule 1 RY , Column i, Line 6
3	Depreciation & Amortization	(436,586)	Schedule 1 RY , Column i, Line 12
4	Regulatory Debits	(24,380)	ComEd Ex. 14.02, WP 3, Line 4
5	Less: Pension Asset Cost Funding	(59,339)	ComEd Ex. 14.02, WP 3, Line 5
6	Less Deferred Taxes and ITC	(197,319)	Schedule 1 RY , Column i, Line 21
7	City of Chicago Dark Fiber Tax	-	ComEd Ex. 14.02, WP 3, Line 7
8	Return on Equity	(252,369)	Line 12 below
9	Total Revenues for CWC calculation	<u>\$ 1,291,822</u>	Sum of Lines 1 through 8
10	Total Rate Base	\$ 6,389,083	Schedule 3 RY , Column d, Line 24
11	Weighted Cost of Capital	3.95%	Staff Ex. 6.0 Revised, p. 7
12	Return on Equity	<u>\$ 252,369</u>	Line 10 times Line 11
13	Operating Expense Before Income Taxes	\$ 1,652,654	Schedule 1 RY , Column i, Line 18
14	Payroll Expense	(301,995)	ComEd Ex. 14.02, WP 3, Line 14
15	Intercompany billings - Less Pass-throughs	(88,711)	ComEd Ex. 14.02, WP 3, Line 15
16	Intercompany billings - Pass-throughs	(31,489)	ComEd Ex. 14.02, WP 3, Line 16
17	Employee Benefits Expense - Pension and OPEB	(148,867)	ComEd Ex. 14.02, WP 3, Line 17
18	Employee Benefits Expense - Other	(52,782)	ComEd Ex. 14.02, WP 3, Line 18
19	Uncollectible Accounts	-	Schedule 11 RY , Column i, Line 6
20	Depreciation & Amortization	(436,586)	Schedule 1 RY , Column i, Line 12
21	Regulatory Debits	(24,380)	ComEd Ex. 14.02, WP 3, Line 4
22	Incentive Pay Expense	(59,339)	ComEd Ex. 14.02, WP 3, Line 22
23	Taxes Other Than Income	(142,869)	Schedule 10, p. 1, Column b, sum line 17 - 27
24	Property Leases	(38,455)	ComEd Ex. 14.02, WP 3, Line 24
25	Other Operations & Maintenance for CWC Calculation	<u>\$ 327,181</u>	Sum of Lines 13 through 24
26	Direct O & M Payroll per Company	\$ 335,533	ComEd Ex. 14.02, WP 3, Line 26
27	less: Power Production Payroll	(1,359)	ComEd Ex. 14.02, WP 3, Line 27
28	less: Transmission Payroll	(32,094)	ComEd Ex. 14.02, WP 3, Line 28
29	less: Payroll Taxes on Supply	(85)	ComEd Ex. 14.02, WP 3, Line 29
30	less: Incentive Pay Expense	(21,326)	ComEd Ex. 14.02, WP 3, Line 30
31	Direct Payroll per Order	<u>\$ 280,669</u>	Sum of Lines 26 through 30