

Name of Respondent	This Report is:	Resubmission Date	Year of Report
Exelon Business Services Company, LLC	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) / /	2015
FOOTNOTE DATA			

Schedule Page: 110 Line No.: 4 Column: d

In 2015 BSC entered into a 10-year perpetual user software licensing agreement ("PULA") with Oracle Corporation which provides BSC and Exelon's operating companies with the right to use any Oracle software license and requires Oracle to provide license maintenance services. The right to use Oracle's licenses over the life of the agreement was determined to be a limited-term intangible asset. Amortization of the asset has been recorded to FERC Account 404.

Schedule X - Research, Development, or Demonstration Expenditures

1. Describe each material research, development, or demonstration project that incurred costs by the service corporation during the year. Items less than \$50,000 may be grouped, showing the number of items in each group.

Line No.	Account Number (a)	Title of Account (b)	Amount (c)
1	188	Research, Development, or Demonstration Expenditures	
2		Project List:	
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39			
40	Total		

Schedule XI - Proprietary Capital

1. For miscellaneous paid-in capital (Account 211) and appropriate retained earnings (Account 215), classify amounts in each account, with a brief explanation, disclosing the general nature of transactions which give rise to the reported amounts.

2. For the unappropriated retained earnings (Account 216), in a footnote, give particulars concerning net income or (loss) during the year, distinguishing between compensation for the use of capital owed or net loss remaining from servicing nonassociates per the General Instructions of the Uniform System of Accounts. For dividends paid during the year in cash or otherwise, provide rate percentages, amount of dividend, date declared and date paid.

Line No.	Account Number (a)	Title of Account (b)	Description (c)	Amount (d)
1	201	Common Stock Issued	Number of Shares Authorized	1,000
2			Par or Stated Value per Share	
3			Outstanding Number of Shares	100
4			Close of Period Amount	1
5		Preferred Stock Issued	Number of Shares Authorized	
6			Par or Stated Value per Share	
7			Outstanding Number of Shares	
8			Close of Period Amount	
9	211	Miscellaneous Paid-In Capital		189,480,354
10	215	Appropriated Retained Earnings		
11	219	Accumulated Other Comprehensive Income		946,144
12	216	Unappropriated Retained Earnings	Balance at Beginning of Year	127,834
13			Net Income or (Loss)	(35,047)
14			Dividend Paid	
15			Balance at Close of Year	92,787

Name of Respondent	This Report is:	Resubmission Date	Year of Report
Exelon Business Services Company, LLC	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) / /	2015
FOOTNOTE DATA			

Schedule Page: 201 Line No.: 9 Column: d

Miscellaneous Paid-in Capital as of December 31, 2015:

Beginning Balance for the Year	197,817,634
Tax balances allocated under the Exelon tax sharing agreement	(1,643,300)
Deferred tax balance transfer to Exelon Corporation	(6,693,980)
Ending Balance for the Year	189,480,354

In 2015 BSC transferred \$6.6M of deferred taxes to Exelon Corporation to appropriately reflect deferred taxes on Exelon Corporation's pension obligation related to the contribution of Constellation shared service company net assets in 2012.

Schedule Page: 201 Line No.: 13 Column: d

Net loss relates to overbilling of 2015 costs, which was deemed insignificant for allocation to affiliated companies in 2015.

Schedule XII – Long Term Debt

1. For the advances from associate companies (Account 223), describe in a footnote the advances on notes and advances on open accounts. Names of associate companies from which advances were received shall be shown under the class and series of obligation in Column (c).
2. For the deductions in Column (h), please give an explanation in a footnote.
3. For other long-term debt (Account 224), list the name of the creditor company or organization in Column (b).

Line No.	Account Number	Title of Account	Term of Obligation Class & Series of Obligation (c)	Date of Maturity (d)	Interest Rate (e)	Amount Authorized (f)	Balance at Beginning of Year (g)	Additions Deductions (h)	Balance at Close of Year (i)
1	223	Advances from Associate Companies							
2		Associate Company:							
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13		TOTAL							
14	224	Other Long-Term Debt							
15		List Creditor:							
16		Oracle Corporation		05/01/2024	3.95000	111,320,092		110,622,638	110,622,638
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28		TOTAL						110,622,638	110,622,638

Schedule XIII – Current and Accrued Liabilities

1. Provide the balance of notes and accounts payable to each associate company (Accounts 233 and 234).
 2. Give description and amount of miscellaneous current and accrued liabilities (Account 242). Items less than \$50,000 may be grouped, showing the number of items in each group.

Line No.	Account Number (a)	Title of Account (b)	Balance at Beginning of Year (c)	Balance at Close of Year (d)
1	233	Notes Payable to Associates Companies		
2		Exelon Corporation	262,000,000	226,000,000
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24	234	Accounts Payable to Associate Companies		
25		AV Solar Ranch 1, LLC	73,477	23,477
26		CER Generation LLC (Hillabee)	71,008	75,857
27		CNE Gas Holdings, Inc.		44,087
28		Constellation Energy Project & Services Group	4,905	
29		Constellation Energy Services, Inc.		2,304
30		Constellation New Energy CAD	2,204	2,668
31		Constellation Operating Services.		43
32		Constellation Power, Inc.	34,932	23,375
33		Exelon Corporation	2,420,107	
34		Exelon New Boston, LLC	70,052	
35		Exelon New England Holdings	25,555	
36		Exelon West Medway, LLC	11,787	
37		ExTex LaPorte Ltd. Partnership		59,092
38				
39				
40				
41	242	Miscellaneous Current and Accrued Liabilities		
42		Incentives	66,906,353	77,182,023
43		Vacation	19,885,704	20,728,629
44		Payroll	9,296,081	6,773,840
45		Severance	10,492,061	6,089,101
46		401K Profit Sharing	2,057,578	4,640,513
47		Unclaimed and Outstanding Checks	7,978,994	3,658,512
48		Other Accrued Payroll Benefits	1,018,041	617,027
49		Legal	147,500	125,000
50		(Total)	382,496,339	346,045,548

Name of Respondent Exelon Business Services Company, LLC	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Resubmission Date (Mo, Da, Yr) / /	Year of Report 2015
Schedule XIV- Notes to Financial Statements			

1. Use the space below for important notes regarding the financial statements or any account thereof.
2. Furnish particulars as to any significant contingent assets or liabilities existing at the end of the year.
3. Furnish particulars as to any significant increase in services rendered or expenses incurred during the year.
4. Furnish particulars as to any amounts recorded in Account 434, Extraordinary Income, or Account 435, Extraordinary Deductions.
5. Notes relating to financial statements shown elsewhere in this report may be indicated here by reference.
6. Describe the annual statement supplied to each associate service company in support of the amount of interest on borrowed capital and compensation for use of capital billed during the calendar year. State the basis for billing of interest to each associate company. If a ratio, describe in detail how ratio is computed. If more than one ratio explain the calculation. Report the amount of interest borrowed and/or compensation for use of capital billed to each associate company.

Organization

Exelon Business Services Company, LLC (BSC) is a wholly-owned subsidiary of Exelon Corporation and the service company for the Exelon system providing associate companies with a variety of administrative, management and support services.

Effective January 1, 2008, Exelon Business Services Company, a Pennsylvania corporation and Exelon Business Services Company, LLC, a Delaware limited liability company, merged, with BSC being the surviving company.

Compensation for Use of Capital

BSC borrows funds from associates through a Utility Money Pool. Interest rates are applied daily to the outstanding balances at the higher of the 30-Day Commercial Paper Rate in the Wall Street Journal or the Money Market Investment Rate of Exelon Corporation funds.

When the Utility Money Pool does not have sufficient funds to meet BSC requirements, Exelon Corporation externally funds loans through commercial paper borrowings. The interest rate applied is equal to the lender's cost.

Interest incurred on short-term loans in Account 430 – Interest on Debt to Associate Companies for the year ended December 31, 2015 was \$427,424. In addition, capitalization of interest reflected in Account 432 – Allowance for Borrowed Funds Used During Construction resulted in credits to interest expense of \$395,645. The amount of interest and compensation for use of capital to associate companies is summarized by company on page 307, Analysis of Billing – Associate Companies (Account 457).

Billings of interest and compensation for use of capital to associate companies are allocated based on the Modified Massachusetts Formula. For more information on the Modified Massachusetts Formula see page 402, Methods of Allocation.

Schedule XV- Comparative Income Statement

Line No.	Account Number (a)	Title of Account (b)	Current Year (c)	Prior Year (d)
1		SERVICE COMPANY OPERATING REVENUES		
2	400	Service Company Operating Revenues	1,372,966,674	1,284,833,322
3		SERVICE COMPANY OPERATING EXPENSES		
4	401	Operation Expenses	1,257,272,240	1,191,488,945
5	402	Maintenance Expenses	3,939,023	3,962,853
6	403	Depreciation Expenses	45,360,455	38,825,227
7	403.1	Depreciation Expense for Asset Retirement Costs		
8	404	Amortization of Limited-Term Property	15,859,546	12,655,188
9	405	Amortization of Other Property		
10	407.3	Regulatory Debits		
11	407.4	Regulatory Credits		
12	408.1	Taxes Other Than Income Taxes, Operating Income	27,879,671	15,990,048
13	409.1	Income Taxes, Operating Income	9,033,311	(17,915,950)
14	410.1	Provision for Deferred Income Taxes, Operating Income	2,605,253	28,209,247
15	411.1	Provision for Deferred Income Taxes – Credit , Operating Income		
16	411.4	Investment Tax Credit, Service Company Property		
17	411.6	Gains from Disposition of Service Company Plant		
18	411.7	Losses from Disposition of Service Company Plant		
19	411.10	Accretion Expense	1,828	1,804
20	412	Costs and Expenses of Construction or Other Services		
21	416	Costs and Expenses of Merchandising, Jobbing, and Contract Work		
22		TOTAL SERVICE COMPANY OPERATING EXPENSES (Total of Lines 4-21)	1,361,951,327	1,273,217,362
23		NET SERVICE COMPANY OPERATING INCOME (Total of Lines 2 less 22)	11,015,347	11,615,960
24		OTHER INCOME		
25	418.1	Equity in Earnings of Subsidiary Companies	(9,185)	60,336
26	419	Interest and Dividend Income	(4,208)	472,410
27	419.1	Allowance for Other Funds Used During Construction		
28	421	Miscellaneous Income or Loss	(287)	208,721
29	421.1	Gain on Disposition of Property	1,949,276	
30		TOTAL OTHER INCOME (Total of Lines 25-29)	1,935,596	741,467
31		OTHER INCOME DEDUCTIONS		
32	421.2	Loss on Disposition of Property	21,707	1,949,276
33	425	Miscellaneous Amortization		
34	426.1	Donations	11,042,001	10,974,091
35	426.2	Life Insurance		
36	426.3	Penalties	(8,988)	(1,396,231)
37	426.4	Expenditures for Certain Civic, Political and Related Activities	708,615	1,128,530
38	426.5	Other Deductions	259,980	226,854
39		TOTAL OTHER INCOME DEDUCTIONS (Total of Lines 32-38)	12,023,315	12,882,520
40		TAXES APPLICABLE TO OTHER INCOME AND DEDUCTIONS		