

March 31, 2006

*Dist:*  
*OGC*  
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The Honorable Jaclyn Brillling  
State of New York  
Public Service Commission  
Three Empire State Plaza  
Albany, NY 12223-1350

Re: Waverly Electric - NUG Cost Report  
Case 00-E-1672

2006 APR -3 PM 2:30

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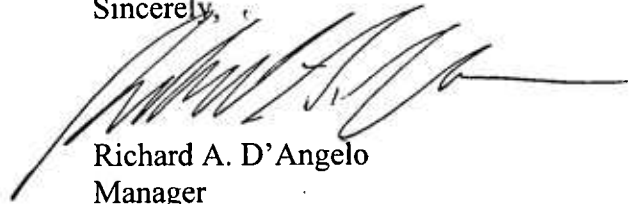
Dear Secretary Brillling:

In accordance with the Recommendation dated December 4, 2000 approved by Order of the New York Public Service Commission ("NYPSC") on December 13, 2000 in the above referenced matter, attached please find Pennsylvania Electric Company's ("Company") Waverly, New York Report ("Report") on the reconciliation of above-market Non-Utility Generation ("NUG") costs for the quarter ended December 31, 2005.

This Report consists of four (4) schedules. Schedule 1 shows the reconciliation of above-market NUG cost deferrals. Schedules 2 through 4 provide NUG generation and cost by plant, the market values for energy and capacity by plant, and the NUG revenues collected.

Enclosed is an extra copy of this transmittal letter and a stamped, addressed envelope in order that you may indicate receipt of this filing.

Sincerely,



Richard A. D'Angelo  
Manager  
Rates & Regulatory Affairs - PA

Enclosures

**Pennsylvania Electric Company - Waverly, New York**  
**Non-Utility Generation ("NUG") Cost Recovery**  
**Total Company**  
**For the 12 months Ended December 31, 2005**

| Line No. | Month              | Total NUG Cost<br>(1)<br>Schedule 2, line 26 | Total Market Value<br>(2)<br>Schedule 3, line 36 | Above Market NUG Cost<br>(3)=(1)-(2) | Total MWH Deliveries<br>(4) | Above Market NUG Cost mills/kwh<br>(5)=(3)/(4) | Waverly Retail MWH Deliveries<br>(6) | Waverly Above Market NUG Cost Retail Sales<br>(7)=(5)*(6) | NUG Cost Revenue Applied to NUGs<br>(8)<br>Schedule 4, col. 3 | (Over)/Under Collection<br>(9)=(7)-(8) | Adjustments to Prior Months<br>(10) | Net (Over)/Under Collection<br>(11)=(9)+(10) | Cumulative (Over)/Under Collection Balance<br>(12) |
|----------|--------------------|--|--|--------------------------------------|-----------------------------|--|--------------------------------------|---|---|--|-------------------------------------|--|--|
| 1        | Beginning Balance: |  |  |                                      |                             |  |                                      |   |   |  |                                     |  | \$ (365,580)                                       |
| 2        | January 2005       | \$ 18,269,459                                | \$ 11,448,353                                    | \$ 6,821,106                         | 1,234,904                   | 5.524  | 5,242                                | \$ 28,955   | \$ 28,882   | \$ 73                                  | \$ -                                | \$ 73  | \$ (365,507)                                       |
| 3        | February           | 16,726,558                                   | 9,969,645  | 6,756,913                            | 1,209,317                   | 5.587  | 5,423                                | 30,300  | 29,881  | 419                                    | -                                   | 419  | (365,087)  |
| 4        | March              | 18,916,708                                   | 13,099,163                                       | 5,817,545                            | 1,221,910                   | 4.761  | 5,787                                | 27,552  | 31,888  | (4,336)                                | -                                   | (4,336)                                      | (369,423)  |
| 5        | 1st Qtr.           | \$ 53,912,725                                | \$ 34,517,161                                    | \$ 19,395,564                        | 3,666,131                   |  | 16,452                               | \$ 86,807   | \$ 90,650   | \$ (3,843)                             | \$ -                                | \$ (3,843)                                   |  |
| 6        | April              | \$ 17,435,711                                | \$ 11,948,553                                    | \$ 5,487,158                         | 1,138,672                   | 4.819  | 5,305                                | \$ 25,564   | \$ 29,233   | \$ (3,669)                             | \$ -                                | \$ (3,669)                                   | \$ (373,092)                                       |
| 7        | May                | 15,784,437                                   | 10,384,983                                       | 5,399,454                            | 1,043,047                   | 5.177  | 4,424                                | 22,901  | 24,378  | (1,477)                                | -                                   | (1,477)                                      | (374,569)  |
| 8        | June               | 17,363,671                                   | 11,775,245                                       | 5,588,426                            | 1,138,026                   | 4.911  | 4,758                                | 23,365  | 26,219  | (2,854)                                | -                                   | (2,854)                                      | (377,423)  |
| 9        | 2nd Qtr.           | \$ 50,583,819                                | \$ 34,108,781                                    | \$ 16,475,038                        | 3,319,745                   |  | 14,487                               | \$ 71,830   | \$ 79,830   | \$ (8,000)                             | \$ -                                | \$ (8,000)                                   |  |
| 10       | July               | \$ 19,102,814                                | \$ 15,471,801                                    | \$ 3,631,013                         | 1,214,976                   | 2.989  | 5,505                                | \$ 16,456   | \$ 30,335   | \$ (13,879)                            | \$ -                                | \$ (13,879)                                  | \$ (391,302)                                       |
| 11       | August             | 19,429,006                                   | 18,056,335                                       | 1,372,671                            | 1,286,830                   | 1.067  | 5,688                                | 6,069   | 31,342  | (25,273)                               | -                                   | (25,273)                                     | (416,574)  |
| 12       | September          | 19,096,469                                   | 18,781,888                                       | 314,581                              | 1,193,467                   | 0.264  | 5,194                                | 1,371   | 28,620  | (27,249)                               | -                                   | (27,249)                                     | (443,823)  |
| 13       | 3rd Qtr.           | \$ 57,628,289                                | \$ 52,310,024                                    | \$ 5,318,265                         | 3,695,273                   |  | 16,388                               | \$ 23,896   | \$ 90,296   | \$ (66,400)                            | \$ -                                | \$ (66,400)                                  |  |
| 14       | October            | \$ 12,052,969                                | \$ 10,987,657                                    | \$ 1,065,312                         | 1,087,517                   | 0.980  | 4,822                                | \$ 4,725  | \$ 26,568   | \$ (21,843)                            | \$ -                                | \$ (21,843)                                  | \$ (465,666)                                       |
| 15       | November           | 17,696,345                                   | 14,316,612                                       | 3,379,733                            | 1,142,108                   | 2.959  | 5,104                                | 15,103  | 28,123  | (13,020)                               | -                                   | (13,020)                                     | (478,686)  |
| 16       | December           | 21,629,452                                   | 20,667,914                                       | 961,538                              | 1,262,578                   | 0.762  | 5,531                                | 4,215   | 30,475  | (26,260)                               | -                                   | (26,260)                                     | (504,946)  |
| 17       | 4th Qtr.           | \$ 51,378,766                                | \$ 45,972,183                                    | \$ 5,406,583                         | 3,492,203                   |  | 15,457                               | \$ 24,043   | \$ 85,166   | \$ (61,123)                            | \$ -                                | \$ (61,123)                                  |  |
| 18       | Cumulative Total   | \$ 213,503,599                               | \$ 166,908,149                                   | \$ 46,595,450                        | 14,173,352                  |  | 62,783                               | \$ 206,576  | \$ 345,942  | \$ (139,366)                           | \$ -                                | \$ (139,366)                                 |  |

**Pennsylvania Electric Company - Waverly, New York**  
**NUG MWH and Cost**  
**For the 12 Months Ended December 31, 2005**

| NUG MWH  |                |         |          |         |         |         |         |         |         |           |         |          |          |                    |
|----------|----------------|---------|----------|---------|---------|---------|---------|---------|---------|-----------|---------|----------|----------|--------------------|
| Line No. | Project:       | January | February | March   | April   | May     | June    | July    | August  | September | October | November | December | Year to Date Total |
| 1        | Composite NUG  | 432     | 473      | 555     | 398     | 527     | 508     | 545     | 480     | 493       | 592     | 478      | 476      | 5,957              |
| 2        | Conemaugh Dam  | 7,198   | 5,381    | 6,035   | 4,607   | 2,273   | 1,420   | 581     | 232     | 758       | 1,452   | 1,318    | 4,355    | 35,610             |
| 3        | IUP            | 9,509   | 8,197    | 9,239   | 7,683   | 6,882   | 6,481   | 6,461   | 7,191   | 5,813     | 8,301   | 8,775    | 11,429   | 95,960             |
| 4        | Yough Hydro    | 6,456   | 4,954    | 3,290   | 6,489   | 4,198   | 3,163   | 3,969   | 3,456   | 1,917     | 1,461   | 881      | 3,572    | 43,800             |
| 5        | Ebensburg      | 32,703  | 34,143   | 27,749  | 32,121  | 34,861  | 16,940  | 38,835  | 35,724  | 36,714    | 38,551  | 35,847   | 38,495   | 402,600            |
| 6        | Piney Creek    | 21,457  | 20,267   | 23,822  | 22,547  | 17,369  | 21,696  | 23,831  | 23,550  | 22,312    | 23,526  | 22,724   | 24,170   | 267,271            |
| 7        | Cambria Cogen. | 54,679  | 58,806   | 65,226  | 61,995  | 65,742  | 62,224  | 64,208  | 61,165  | 62,313    | 19,226  | 62,596   | 64,847   | 703,027            |
| 8        | Scrubgrass     | 59,009  | 55,845   | 61,654  | 56,603  | 60,387  | 59,402  | 61,778  | 62,058  | 60,368    | 5,902   | 50,675   | 62,352   | 656,033            |
| 9        | Colver         | 71,851  | 58,342   | 75,032  | 62,001  | 39,570  | 72,370  | 74,798  | 75,235  | 74,271    | 69,521  | 69,247   | 64,506   | 806,744            |
| 10       | Lakeview       | 3,934   | 3,705    | 4,131   | 3,876   | 4,219   | 3,544   | 3,960   | 4,040   | 3,626     | 3,752   | 4,133    | 4,217    | 47,137             |
| 11       | Total          | 267,228 | 250,113  | 276,733 | 258,320 | 236,028 | 247,748 | 278,966 | 273,131 | 268,585   | 172,284 | 256,674  | 278,419  | 3,064,229          |

| NUG Cost |                              |               |               |               |               |               |               |               |               |               |                   |               |                   |                    |
|----------|------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|-------------------|---------------|-------------------|--------------------|
|          | Project:                     | January       | February      | March         | April         | May           | June          | July          | August        | September     | October           | November      | December          | Year to Date Total |
| 12       | Composite NUG                | \$ 18,949     | \$ 15,482     | \$ 22,163     | \$ 15,834     | \$ 21,101     | \$ 20,365     | \$ 21,823     | \$ 19,254     | \$ 19,744     | \$ 22,760         | \$ 19,518     | \$ 19,026         | \$ 236,020         |
| 13       | Conemaugh Dam                | 485,871       | 376,394       | 421,454       | 322,485       | 159,139       | 99,379        | 40,681        | 16,195        | 53,027        | 101,639           | 92,244        | 304,836           | 2,473,344          |
| 14       | IUP                          | 710,331       | 612,299       | 720,421       | 599,098       | 536,672       | 505,388       | 503,802       | 560,768       | 453,337       | 647,280           | 684,291       | 891,236           | 7,424,924          |
| 15       | Yough Hydro                  | 357,400       | 274,267       | 182,150       | 359,253       | 232,380       | 175,076       | 219,703       | 192,717       | 113,927       | 80,898            | 48,796        | 228,899           | 2,465,465          |
| 16       | Ebensburg                    | 1,860,231     | 1,942,077     | 1,578,328     | 1,827,049     | 1,989,058     | 968,692       | 2,220,208     | 2,042,314     | 2,098,931     | 2,203,932         | 2,049,453     | 2,272,719         | 23,052,993         |
| 17       | Piney Creek                  | 2,087,678     | 1,906,157     | 2,392,724     | 2,189,495     | 1,635,265     | 2,091,366     | 2,221,556     | 2,306,197     | 2,162,615     | 2,249,352         | 2,195,523     | 2,361,724         | 25,799,652         |
| 18       | Cambria Cogen.               | 3,069,865     | 3,051,739     | 3,242,393     | 3,515,555     | 3,722,417     | 3,539,183     | 3,625,753     | 3,769,323     | 3,969,768     | 1,160,165         | 3,548,922     | 3,946,137         | 40,161,220         |
| 19       | Scrubgrass                   | 4,505,259     | 4,418,328     | 4,855,535     | 4,452,062     | 4,747,884     | 4,676,860     | 4,848,598     | 4,887,195     | 4,747,448     | 458,259           | 3,982,749     | 4,904,460         | 51,484,637         |
| 20       | Colver                       | 5,008,101     | 4,049,116     | 5,293,552     | 3,993,263     | 2,544,923     | 5,132,340     | 5,194,358     | 5,387,920     | 5,257,247     | 4,917,685         | 4,870,489     | 4,634,647         | 56,283,640         |
| 21       | Lakeview                     | 178,194       | 93,325        | 220,613       | 174,043       | 208,024       | 166,568       | 218,986       | 259,772       | 233,503       | 223,245           | 217,008       | 301,509           | 2,494,790          |
| 22       | Total NUG Cost:              | \$ 18,281,880 | \$ 16,739,184 | \$ 18,929,334 | \$ 17,448,137 | \$ 15,796,863 | \$ 17,375,217 | \$ 19,115,468 | \$ 19,441,655 | \$ 19,109,123 | (B) \$ 12,065,215 | \$ 17,708,994 | \$ 19,864,158 (C) | \$ 211,875,225     |
| 23       | Plus: NUG Regulation Expense | -             | -             | -             | -             | -             | -             | -             | -             | -             | -                 | -             | 1,777,943         | 1,777,943          |
| 24       | Less: Admin. Fee             | 12,421        | 12,626        | 12,626        | 12,426        | 12,426        | 12,640        | 12,654        | 12,649        | 12,654        | 12,669            | 12,649        | 12,649            | 151,089            |
| 25       | Net NUG Cost                 | \$ 18,269,459 | \$ 16,726,558 | \$ 18,916,708 | \$ 17,435,711 | \$ 15,784,437 | \$ 17,362,577 | \$ 19,102,814 | \$ 19,429,006 | \$ 19,096,469 | \$ 12,052,546     | \$ 17,696,345 | \$ 21,629,452     | \$ 213,502,082     |
| 26       | Adjustment to Prior Months   | -             | -             | -             | -             | -             | 1,094 (A)     | -             | -             | -             | 423               | -             | -                 | 1,517              |
| 27       | Total                        | \$ 18,269,459 | \$ 16,726,558 | \$ 18,916,708 | \$ 17,435,711 | \$ 15,784,437 | \$ 17,363,671 | \$ 19,102,814 | \$ 19,429,006 | \$ 19,096,469 | \$ 12,052,969     | \$ 17,696,345 | \$ 21,629,452     | \$ 213,503,599     |

(A) Non-PURPA NUGs were incorrectly added to the PURPA NUG total instead of being subtracted out resulting in an overstatement of the NUG Cost by \$1094. Corrected in July 2005.

(B) PURPA NUGs were incorrectly calculated resulting in an understatement of the NUG Costs by \$423. Will be corrected in October.

(C) PURPA NUGs were incorrectly calculated resulting in an understatement of the NUG Costs by \$1034. Will be corrected in 2006.

**Pennsylvania Electric Company - Waverly, New York**  
**NUG Market Value**  
**For the 12 Months Ended December 31, 2005**

|                         | January              | February            | March                | April                | May                  | June                 | July                 | August               | September            | October          | November         | December             | Total                 |
|-------------------------|----------------------|---------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|------------------|------------------|----------------------|-----------------------|
| <b>Energy Value</b>     |                      |                     |                      |                      |                      |                      |                      |                      |                      |                  |                  |                      |                       |
| Composite NUG           | \$ 22,253            | \$ 20,647           | \$ 27,956            | \$ 19,790            | \$ 23,222            | \$ 30,897            | \$ 37,465            | \$ 38,484            | \$ 39,251            | \$ 43,620        | \$ 30,706        | \$ 38,814            | \$ 373,105            |
| Conemaugh Dam           | 305,321              | 208,116             | 282,683              | 209,894              | 90,377               | 66,708               | 31,652               | 15,321               | 24,894               | 96,147           | 74,423           | 320,614              | 1,726,150             |
| IUP                     | 404,255              | 318,141             | 427,466              | 339,520              | 272,170              | 300,185              | 324,517              | 451,987              | 402,866              | 513,175          | 488,944          | 859,567              | 5,102,793             |
| Yough Hydro             | 287,262              | 200,138             | 150,880              | 301,612              | 166,644              | 146,089              | 218,012              | 228,816              | 132,263              | 91,414           | 49,766           | 271,392              | 2,244,288             |
| Ebensburg               | 1,341,342            | 1,361,115           | 1,357,199            | 1,482,172            | 1,447,521            | 780,717              | 2,126,911            | 2,369,205            | 2,576,144            | 2,455,511        | 2,028,041        | 2,842,318            | 22,168,196            |
| Piney Creek             | 919,804              | 793,840             | 1,109,191            | 1,032,026            | 776,942              | 1,001,982            | 1,295,866            | 1,504,581            | 1,559,936            | 1,520,249        | 1,252,430        | 1,780,585            | 14,547,432            |
| Cambria Cogen.          | 2,320,704            | 2,345,375           | 3,066,318            | 2,853,130            | 2,756,385            | 2,973,565            | 3,527,955            | 4,063,989            | 4,369,442            | 1,185,806        | 3,528,922        | 4,777,872            | 37,769,463            |
| Scrubgrass              | 2,487,804            | 2,157,223           | 2,868,799            | 2,593,218            | 2,886,227            | 2,803,089            | 3,379,890            | 4,003,558            | 4,092,971            | 326,585          | 2,681,603        | 4,613,246            | 34,894,213            |
| Colver                  | 3,108,881            | 2,332,607           | 3,540,526            | 2,856,847            | 1,683,196            | 3,449,383            | 4,273,684            | 5,044,059            | 5,337,057            | 4,495,201        | 3,936,502        | 4,837,820            | 44,895,763            |
| Lakeview                | 155,804              | 140,997             | 191,297              | 175,140              | 209,207              | 164,509              | 212,663              | 257,820              | 231,641              | 221,215          | 216,260          | 301,373              | 2,477,926             |
| Prior months adjustment | 6,170                | 9,210               | (10,760)             | 866                  | (7,635)              | (28,504)             | (39,060)             | 12,880               | (46,420)             | (9,138)          | (13,508)         | (17,893)             | (143,792)             |
| <b>Total</b>            | <b>\$ 11,359,600</b> | <b>\$ 9,887,409</b> | <b>\$ 13,011,555</b> | <b>\$ 11,864,215</b> | <b>\$ 10,304,256</b> | <b>\$ 11,688,620</b> | <b>\$ 15,389,555</b> | <b>\$ 17,990,700</b> | <b>\$ 18,720,045</b> | <b>#####</b>     | <b>#####</b>     | <b>\$ 20,625,709</b> | <b>\$ 166,055,540</b> |
| <b>Capacity Value</b>   |                      |                     |                      |                      |                      |                      |                      |                      |                      |                  |                  |                      |                       |
| Composite NUG           | \$ 552               | \$ 511              | \$ 545               | \$ 524               | \$ 502               | \$ 396               | \$ 376               | \$ 300               | \$ 283               | \$ 270           | \$ 239           | \$ 238               | \$ 4,736              |
| Conemaugh Dam           | 840                  | 778                 | 829                  | 798                  | 764                  | 815                  | 774                  | 617                  | 582                  | 436              | 388              | 385                  | 8,006                 |
| IUP                     | 2,807                | 2,601               | 2,771                | 2,668                | 2,553                | 2,468                | 2,343                | 1,870                | 1,762                | 1,335            | 1,186            | 1,177                | 25,541                |
| Yough Hydro             | 1,128                | 1,045               | 1,113                | 1,072                | 1,026                | 1,117                | 1,061                | 847                  | 798                  | 616              | 547              | 543                  | 10,913                |
| Ebensburg               | 11,709               | 10,849              | 11,558               | 11,126               | 10,650               | 11,011               | 10,455               | 8,343                | 7,861                | 5,981            | 5,312            | 5,273                | 110,128               |
| Piney Creek             | 7,366                | 6,825               | 7,271                | 7,000                | 6,700                | 7,054                | 6,697                | 5,345                | 5,036                | 3,889            | 3,454            | 3,428                | 70,065                |
| Cambria Cogen.          | 20,731               | 19,208              | 20,463               | 19,699               | 18,856               | 20,254               | 19,230               | 15,346               | 14,459               | 11,127           | 9,884            | 9,810                | 199,067               |
| Scrubgrass              | 18,979               | 17,586              | 18,734               | 18,035               | 17,263               | 18,624               | 17,682               | 14,111               | 13,296               | 10,806           | 9,599            | 9,527                | 184,242               |
| Colver                  | 24,306               | 22,521              | 23,992               | 23,096               | 22,108               | 24,118               | 22,899               | 18,274               | 17,218               | 12,898           | 11,457           | 11,372               | 234,259               |
| Lakeview                | 336                  | 311                 | 332                  | 319                  | 306                  | 768                  | 729                  | 582                  | 548                  | 513              | 456              | 453                  | 5,653                 |
| Prior months adjustment | -                    | -                   | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                | -                | -                    | -                     |
| <b>Total</b>            | <b>\$ 88,754</b>     | <b>\$ 82,235</b>    | <b>\$ 87,608</b>     | <b>\$ 84,337</b>     | <b>\$ 80,728</b>     | <b>\$ 86,625</b>     | <b>\$ 82,246</b>     | <b>\$ 65,635</b>     | <b>\$ 61,843</b>     | <b>\$ 47,871</b> | <b>\$ 42,522</b> | <b>\$ 42,205</b>     | <b>\$ 852,609</b>     |
| <b>Total Value</b>      |                      |                     |                      |                      |                      |                      |                      |                      |                      |                  |                  |                      |                       |
| Composite NUG           | \$ 22,805            | \$ 21,158           | \$ 28,501            | \$ 20,314            | \$ 23,724            | \$ 31,293            | \$ 37,841            | \$ 38,784            | \$ 39,534            | \$ 43,890        | \$ 30,945        | \$ 39,051            | \$ 377,840            |
| Conemaugh Dam           | 306,161              | 208,894             | 283,512              | 210,692              | 91,141               | 67,523               | 32,426               | 15,938               | 25,476               | 96,584           | 74,811           | 320,999              | 1,734,157             |
| IUP                     | 407,062              | 320,742             | 430,237              | 342,188              | 274,723              | 302,653              | 326,860              | 453,857              | 404,628              | 514,510          | 490,130          | 860,744              | 5,128,334             |
| Yough Hydro             | 288,390              | 201,183             | 151,993              | 302,684              | 167,670              | 147,206              | 219,073              | 229,663              | 133,061              | 92,030           | 50,313           | 271,935              | 2,255,201             |
| Ebensburg               | 1,353,051            | 1,371,964           | 1,368,757            | 1,493,298            | 1,458,171            | 791,728              | 2,137,366            | 2,377,548            | 2,584,005            | 2,461,492        | 2,033,353        | 2,847,591            | 22,278,324            |
| Piney Creek             | 927,170              | 800,665             | 1,116,462            | 1,039,026            | 783,642              | 1,009,036            | 1,302,563            | 1,509,926            | 1,564,972            | 1,524,137        | 1,255,884        | 1,784,014            | 14,617,497            |
| Cambria Cogen.          | 2,341,435            | 2,364,583           | 3,086,781            | 2,872,829            | 2,775,241            | 2,993,819            | 3,547,185            | 4,079,335            | 4,383,901            | 1,196,933        | 3,538,806        | 4,787,682            | 37,968,530            |
| Scrubgrass              | 2,506,783            | 2,174,809           | 2,887,533            | 2,611,253            | 2,903,490            | 2,821,713            | 3,397,572            | 4,017,669            | 4,106,267            | 337,391          | 2,691,202        | 4,622,773            | 35,078,455            |
| Colver                  | 3,133,187            | 2,355,128           | 3,564,518            | 2,879,943            | 1,705,304            | 3,473,501            | 4,296,583            | 5,062,333            | 5,354,275            | 4,508,099        | 3,947,959        | 4,849,192            | 45,130,022            |
| Lakeview                | 156,140              | 141,308             | 191,629              | 175,459              | 209,513              | 165,277              | 213,392              | 258,402              | 232,189              | 221,728          | 216,716          | 301,825              | 2,483,578             |
| Prior months adjustment | 6,170                | 9,210               | (10,760)             | 866                  | (7,635)              | (28,504)             | (39,060)             | 12,880               | (46,420)             | (9,138)          | (13,508)         | (17,893)             | (143,792)             |
| <b>Grand Total</b>      | <b>\$ 11,448,353</b> | <b>\$ 9,969,645</b> | <b>\$ 13,099,163</b> | <b>\$ 11,948,553</b> | <b>\$ 10,384,983</b> | <b>\$ 11,775,245</b> | <b>\$ 15,471,801</b> | <b>\$ 18,056,335</b> | <b>\$ 18,781,888</b> | <b>#####</b>     | <b>#####</b>     | <b>\$ 20,667,914</b> | <b>\$ 166,908,149</b> |

**Pennsylvania Electric Company - Waverly, New York**  
**NUG Cost Revenue**  
**For the 12 Months Ended December 31, 2005**

| <u>Line No.</u> | <u>Month</u> | <u>Waverly Retail Kwh</u><br>(1) | <u>NUG Cost Rate mills per kwh</u><br>(2) | <u>Total NUG Cost Revenues</u><br>(3)=(1)*(2) |
|-----------------|--------------|----------------------------------|---|---|
| 1               | January      | 5,241,679                        | 5.51                                      | \$ 28,882                                     |
| 2               | February     | 5,422,965                        | 5.51                                      | 29,881  |
| 3               | March        | 5,787,300                        | 5.51                                      | 31,888  |
| 4               | April        | 5,305,439                        | 5.51                                      | 29,233  |
| 5               | May          | 4,424,244                        | 5.51                                      | 24,378  |
| 6               | June         | 4,758,456                        | 5.51                                      | 26,219  |
| 7               | July         | 5,505,406                        | 5.51                                      | 30,335  |
| 8               | August       | 5,688,175                        | 5.51                                      | 31,342  |
| 9               | September    | 5,194,124                        | 5.51                                      | 28,620  |
| 10              | October      | 4,821,774                        | 5.51                                      | 26,568  |
| 11              | November     | 5,103,933                        | 5.51                                      | 28,123  |
| 12              | December     | <u>5,530,870</u>                 | 5.51                                      | <u>30,475</u>                                 |
| 13              | Total        | 62,784,365                       |   | \$ 345,942                                    |