

**BEAVER DAM ENERGY LLC  
RATE SCHEDULE FERC NO. 2**

**Reactive Supply and Voltage Control from Generation Sources Service**

Beaver Dam Energy LLC (“Beaver Dam”) provides Reactive Supply and Voltage Control from Generation Sources Service (“Reactive Supply Service”) from a natural gas-fired generating facility located in Bradford County, Pennsylvania within the Pennsylvania Electric Company (“Penelec”) Zone of the control area administered by PJM Interconnection, L.L.C. (“PJM”) in order to assist in maintaining transmission voltages within acceptable limits on the PJM transmission system. This Rate Schedule sets forth Beaver Dam’s revenue requirements for the provision of Reactive Supply Service, as contemplated by Schedule 2 of the PJM Open Access Transmission Tariff, which provides that PJM will pay generation owners their monthly revenue requirement for Reactive Supply Service.

This Rate Schedule shall be effective upon the date authorized by the Federal Energy Regulatory Commission.

**REVENUE REQUIREMENT:**

**1. Fixed Capability Component:**

Beaver Dam’s Fixed Capability Component revenue requirement shall be calculated as follows:

Fixed Annual Revenue Requirement is: \$364,316

Monthly Revenue Requirement is: \$30,360 (based on Fixed Annual Revenue Requirement divided by 12)

**2. Heating Loss Component:**

Beaver Dam’s Heating Loss Component revenue requirement shall be calculated as follows:

Fixed Annual Revenue Requirement is: \$83,656

Monthly Revenue Requirement is: \$6,971 (based on Fixed Annual Revenue Requirement divided by 12)

**Total Revenue Requirement:**

Total Annual Revenue Requirement is: \$447,971

Total Monthly Revenue Requirement is: \$37,331