



JANUARY 11, 2018

**RESULTS OF THE JANUARY 2018 AUCTIONS FOR FIRSTENERGY'S PENNSYLVANIA DSP-IV DEFAULT SERVICE PROGRAM**

As the Independent Evaluator, CRA International, Inc. d/b/a Charles River Associates (“CRA”) completed the Default Service solicitation on behalf of Metropolitan Edison Company, Pennsylvania Electric Company, Pennsylvania Power Company, and West Penn Power Company (“Companies”). The DSP-IV Residential/Commercial (Fixed Price) and Industrial (Hourly Priced) Auctions were conducted on January 8-9, 2018.

Through this auction process for their Default Service Program, DSP-IV, the Companies sought to procure full requirements Default Supply generation service for their Default Service Customers for the period March 2018 through May 2019.

On January 11, the Pennsylvania Public Utility Commission, via a Secretarial Letter, announced that it accepted the results of the auctions. The results are summarized in the table below.

More information about the Companies’ Default Service Programs and auctions can be found at the Information Website, [www.fepaauction.com](http://www.fepaauction.com). Questions can be directed to [fepaauction@crai.com](mailto:fepaauction@crai.com).

Independent Evaluator

**Results for January 2018 DSP-IV Residential/Commercial (Fixed Price) Auction**

<b>Company</b>	<b>Tranche Target</b>	<b># Tranches Procured</b>	<b>% of Default Service Load Procured</b>	<b>Winning Price (\$/MWh)</b>
<b>Fixed Price Auction: Residential 12-months (June 2018 – May 2019)</b>				
Met-Ed	4	4	16.7%	\$ 55.55
Penelec	3	3	18.8%	\$ 52.86
Penn Power	1	1	14.3%	\$ 60.95
West Penn Power	5	5	17.9%	\$ 52.62
<b>Fixed Price Auction: Commercial 3-months (March 2018 – May 2018)</b>				
Met-Ed	4	4	28.6%	\$ 53.83
Penelec	4	4	25.0%	\$ 51.13
Penn Power	2	2	28.6%	\$ 63.74
West Penn Power	5	5	26.3%	\$ 52.14
<b>Fixed Price Auction: Commercial 12-months (June 2018 – May 2019)</b>				
Met-Ed	2	2	14.3%	\$ 54.15
Penelec	2	2	12.5%	\$ 52.17
Penn Power	1	1	14.3%	\$ 64.34
West Penn Power	2	2	10.5%	\$ 51.90

**Results for January 2018 DSP-IV Industrial (Hourly Priced) Auction**

<b>Company</b>	<b>Tranche Target</b>	<b># Tranches Procured</b>	<b>% of Default Service Load Procured</b>	<b>Winning Price (\$/MWh)</b>
<b>Hourly Priced Auction: Industrial 12-months (June 2018 – May 2019)</b>				
Met-Ed	8	8	100%	\$ 20.45
Penelec	9	9	100%	\$ 14.54
Penn Power	2	2	100%	\$ 16.96
West Penn Power	13	13	100%	\$ 10.69