

ATTORNEYS
MARY E. O'REILLY
MICHAEL C. REGULINSKI
DOUGLAS J. WEBER
MARK R. KEMPIC
PAUL N. EDWARDS
MARY H. BELL

PARALEGALS
AMY B. McCABE



OPERATING COMPANIES
CLEVELAND ELECTRIC ILLUMINATING
TOLEDO EDISON

LEGAL SERVICES DEPARTMENT
CORPORATE/REGULATORY PRACTICE AREA

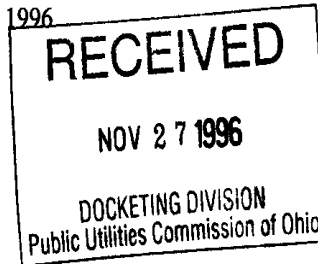
5 ✓
CLEVELAND OFFICE
6200 OAK TREE BLVD.
INDEPENDENCE, OH 44131
PHONE (216) 447-3100
FAX (216) 447-2592

TOLEDO OFFICE
EDISON PLAZA
300 MADISON AVENUE
TOLEDO, OH 43652
FAX (419) 249-5251

November 26, 1996

Hand-Delivered

Ms. Daisy Crockron
Docketing Department
Public Utilities Commission of Ohio
180 East Broad Street
Columbus, Ohio 43215



Re: PUCO Case No. 96-1268-EL-AIS (the "CEI Application")
PUCO Case No. 96-1269-EL- (the "Toledo Edison Application")AIS

Dear Ms. Crockron:

On behalf of The Cleveland Electric Illuminating Company and The Toledo Edison Company, enclosed please find the original plus eleven (11) copies of each of the following:

1. Exhibits 1 (Balance Sheet) and 2 (Income Statement) to the above-referenced CEI Application. Please substitute these Exhibits for incorrect Exhibits 1 and 2 attached to the CEI Application filed with the Commission on November 25, 1996.
2. Exhibits 1 (Balance Sheet) and 2 (Income Statement) to the above-referenced Toledo Edison Application. Please substitute these Exhibits for incorrect Exhibits 1 and 2 attached to the Toledo Edison Application filed with the Commission on November 25, 1996.

Please return one stamped copy of each document to me in the enclosed self-addressed envelope. If you have any questions, please feel free to call me at (216) 447-2191.

Sincerely,

Michael C. Regulinski
Senior Counsel

cc: Raman Ravisankar (w/encl.)

This is to certify that the images appearing are an accurate and complete reproduction of a case file document delivered in the regular course of business.
Technician Jana Schuffel Date Processed 11-29-96

ORIGINAL

BEFORE
THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application of THE)
CLEVELAND ELECTRIC ILLUMINATING)
COMPANY for Authority to Issue, Renew and)
Assume Liability on Notes and Other Evidences)
of Indebtedness Pursuant to Section 4905.401 of)
the Ohio Revised Code and to Make Loans to The)
Toledo Edison Company.)

Case No. 96-1268-EL-AIS

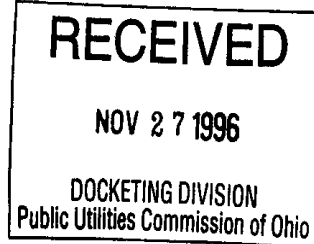


EXHIBIT 1

BALANCE SHEET AS OF SEPTEMBER 30, 1996

The Cleveland Electric Illuminating Company and Subsidiaries

Balance Sheet (Unaudited)

Balance Sheet (Unaudited)	September 30	
	1996	1995
	(Thousands of Dollars)	
Assets		
PROPERTY, PLANT AND EQUIPMENT		
Utility Plant In Service	\$6,911,857	\$6,860,312
Less: Accumulated Depreciation and Amortization	2,212,724	2,064,243
	<u>4,699,133</u>	<u>4,796,069</u>
Construction Work in Progress	69,801	71,914
	<u>4,768,934</u>	<u>4,867,983</u>
Nuclear Fuel, Net of Amortization	121,678	130,294
Other Property, Less Accumulated Depreciation	56,707	59,276
	<u>4,947,319</u>	<u>5,057,553</u>
SPECIAL DEPOSITS		
Pollution Control Construction Funds, Unexpended	50	50
	<u>50</u>	<u>50</u>
CURRENT ASSETS		
Cash and Temporary Cash Investments	85,234	92,921
Amounts Due from Customers and Others, Net	191,445	181,478
Amounts Due from Affiliates	1,502	4,452
Unbilled Revenues	5,000	62,500
Materials and Supplies, at Average Cost	60,276	85,662
Fossil Fuel Inventory, at Average Cost	11,104	18,263
Taxes Applicable to Succeeding Years	77,935	75,992
Other	10,029	6,936
	<u>442,525</u>	<u>528,204</u>
DEFERRED CHARGES AND OTHER ASSETS		
Amounts Due from Customers for Future Federal Income Taxes	643,024	650,882
Nuclear Fuel Disposal Costs	--	914
Unamortized Loss on Reacquired Debt	58,681	62,109
Carrying Charges and Operating Expenses, Other	626,007	633,284
Nuclear Plant Decommissioning Trusts	71,986	54,013
Other	85,738	99,142
	<u>1,485,436</u>	<u>1,500,344</u>
TOTAL ASSETS	<u>\$6,875,330</u>	<u>\$7,086,151</u>

The Cleveland Electric Illuminating Company and Subsidiaries

	September 30	
	1996	1995
	(Thousands of Dollars)	
Capitalization and Liabilities		
CAPITALIZATION		
Common Shares, without par value; 105,000,000 authorized; 79,591,000 outstanding in 1996 and 1995	\$1,241,287	\$1,241,249
Other Paid-in Capital	79,454	78,624
Retained Earnings (Deficit)	(218,613) (a)	(166,232)
Total Common Stock Equity	<u>1,102,128</u>	<u>1,153,641</u>
Preferred Stock		
With Mandatory Redemption Provisions	185,912	215,420
Without Mandatory Redemption Provisions	238,325	240,871
Total Preferred Stock	<u>424,237</u>	<u>456,291</u>
Long-Term Debt		
First Mortgage Bonds	2,192,365	2,249,115
Secured Medium-Term Notes	365,500	415,500
Pollution Control Notes	47,100	51,510
Other	(5,889)	(6,228)
Total Long-Term Debt	<u>2,599,076</u>	<u>2,709,897</u>
	<u>4,125,441</u>	<u>4,319,829</u>
CURRENT LIABILITIES		
Current Portion of Long-Term Debt and Preferred Stock	140,874	163,574
Current Portion of Lease Obligations	49,468	52,354
Accounts Payable	52,486	84,389
Accounts and Notes Payable to Affiliates	59,437	55,215
Accrued Federal Income Taxes	81,862	45,707
Other Accrued Taxes	145,363	134,919
Accrued Interest	65,185	70,771
Dividends Declared	6,092	6,656
Accrued Payroll and Vacations	13,313	15,634
Other	27,634	24,012
	<u>641,714</u>	<u>653,231</u>
DEFERRED CREDITS AND OTHER LIABILITIES		
Unamortized Investment Tax Credits	178,088	183,726
Accumulated Deferred Federal Income Taxes	1,311,649	1,279,790
Deferred Fuel Costs	13,491	15,440
Unamortized Gain from Bruce Mansfield Plant Sale	299,467	314,741
Accumulated Deferred Rents for Bruce Mansfield Plant	98,183	91,006
Nuclear Fuel Lease Obligations	85,465	96,547
Retirement Benefits	71,352	63,779
Other	50,480	68,062
	<u>2,108,175</u>	<u>2,113,091</u>
TOTAL CAPITALIZATION AND LIABILITIES	<u>\$6,875,330</u>	<u>\$7,086,151</u>

(a) Includes \$187,629,000 appropriated for the payment of common and preferred stock dividends.

BEFORE
THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application of THE)
CLEVELAND ELECTRIC ILLUMINATING)
COMPANY for Authority to Issue, Renew and)
Assume Liability on Notes and Other Evidences) Case No. 96-1268-EL-AIS
of Indebtedness Pursuant to Section 4905.401 of)
the Ohio Revised Code and to Make Loans to The)
Toledo Edison Company.)

EXHIBIT 2

INCOME STATEMENT AS OF SEPTEMBER 30, 1996

The Cleveland Electric Illuminating Company and Subsidiaries

Income Statement (Unaudited)	Three Months Ended		Twelve Months Ended	
	September 30		September 30	
	1996	1995	1996	1995
	(Thousands of Dollars)			
OPERATING REVENUES	\$506,491	\$525,833	\$1,776,201	\$1,761,971
OPERATING EXPENSES				
Fuel and Purchased Power	102,941	110,104	400,277	418,330
Other Operation and Maintenance	115,118	113,421	428,888	407,933
Generation Facilities Rental Expense, Net	13,892	13,892	55,566	55,566
Depreciation and Amortization	53,279	49,290	206,598	195,832
Taxes, Other than Federal Income Taxes	56,537	58,288	231,724	216,308
Deferred Operating Expenses, Net	6,567	(11,229)	15,048	(36,828)
Federal Income Taxes	37,434	47,140	79,087	95,788
	<u>385,768</u>	<u>380,906</u>	<u>1,417,188</u>	<u>1,352,929</u>
OPERATING INCOME	<u>120,723</u>	<u>144,927</u>	<u>359,013</u>	<u>409,042</u>
NONOPERATING INCOME (LOSS)				
Allowance for Equity Funds Used				
During Construction	366	290	2,382	2,569
Other Income and Deductions, Net	(4,506)	804	(3,496)	3,047
Deferred Carrying Charges	--	7,991	5,139	29,957
Federal Income Taxes - Credit (Expense)	1,449	(538)	1,486	(2,371)
	<u>(2,691)</u>	<u>8,547</u>	<u>5,511</u>	<u>33,202</u>
INCOME BEFORE INTEREST CHARGES	<u>118,032</u>	<u>153,474</u>	<u>364,524</u>	<u>442,244</u>
INTEREST CHARGES				
Long-Term Debt	58,628	62,889	240,170	244,941
Short-Term Debt	1,063	844	3,718	5,116
Allowance for Borrowed Funds Used				
During Construction	(380)	(236)	(2,613)	(3,772)
	<u>59,311</u>	<u>63,497</u>	<u>241,275</u>	<u>246,285</u>
NET INCOME	<u>\$58,721</u>	<u>\$89,977</u>	<u>\$123,249</u>	<u>\$195,959</u>
Preferred Dividend Requirements	<u>9,563</u>	<u>10,452</u>	<u>39,725</u>	<u>43,367</u>
EARNINGS AVAILABLE FOR COMMON STOCK	<u>\$49,158</u>	<u>\$79,525</u>	<u>\$83,524</u>	<u>\$152,592</u>