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FAX

**Ohio Edison**  
A FirstEnergy Company76 South Main Street  
Akron, Ohio 44308-1890

May 19, 2004

The Public Utilities Commission of Ohio  
Attention: Docketing Division  
180 E. Broad Street  
Columbus, Ohio 43266-0573

Dear Sir or Madam:

Re: Supplemental Application to amend certain terms to facilitate  
Ohio Edison Company to enter into new letters of credit in Case No.  
87-950-EL-AIS.

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- 1) Applicant, Ohio Edison Company, was authorized by Commission Order dated August 18, 1987 in Case No. 87-950-EL-AIS, to enter into sale and leaseback financing transactions described in its Application, as supplemented, including obtaining irrevocable letters of credit or similar credit support facilities, within the parameters set forth in the Application, as supplemented.
- 2) Applicant was further authorized by Commission Order dated July 14, 1994, in Case No. 94-1013-EL-AIS, to invest in, lend funds to and otherwise finance a special purpose subsidiary that would facilitate the issuance of the required credit support facilities, in conjunction with sale and leaseback financing transactions, in the form of cash collateralized letters of credit. Pursuant to this Commission authorization, Applicant formed OES Finance, Incorporated ("OES"), a special purpose subsidiary, and obtained cash collateralized letters of credit under a reimbursement agreement among the Applicant, OES and Societe Generale, as the issuing bank ("SocGen"). These SocGen letters of credit expire on July 9, 2004 and must be replaced thirty days prior to expiration with new letters of credit in accordance with terms of the leases.
- 3) Applicant hereby submits its Supplemental Application requesting to replace Paragraphs C(1) through C(3) in Exhibit G to the original Application in Case No. 87-950-EL-AIS, as supplemented, with the following:

(C) Fees Associated with the Letters of Credit

- (1) An Annual fee not to exceed 2.25% per annum.
- (2) Any participation, syndication, underwriting or other up-front one-time fees not to exceed 1%.
- 4) Applicant requests the Commission to issue a Supplemental Finding and Order authorizing it to enter into new letters of credit under the new parameters mentioned in Paragraph (3) above in Case No. 87-950-EL-AIS.

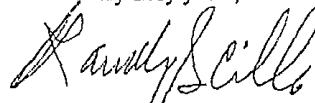
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- 5) Applicant's request is based on the fact that the issuance of new letters of credit under the parameters originally authorized in Case No. 87-950-EL-AIS appears to be no longer viable due to changes in the financial market conditions and bank letter of credit pricing.
- 6) Applicant's issuance of the new letters of credit shall be in compliance with Applicant's Electric Transition Plan as approved by this Commission in Case No. 99-1212-EL-ETP.
- 7) In all other respects, the Commission Order dated August 18, 1987, should remain in full force and effect.

Applicant requests an expedited Commission action on or before May 27, 2004 to enable Applicant to consummate the proposed new letters of credit under the new parameters mentioned in Paragraph (3) above by June 9, 2004.

Very truly yours,



Randy Seilla  
Assistant Treasurer

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