

BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application of Ohio	)	
Edison Company, The Cleveland Electric	)	Case No. 07-551-EL-AIR
Illuminating Company and The Toledo	)	Case No. 07-552-EL-ATA
Edison Company for Authority to	)	Case No. 07-553-EL-AAM
Increase Rates for Distribution Service,	)	Case No. 07-554-EL-UNC
Modify Certain Accounting Practices and	)	
For Tariff Approvals.	)	

ENTRY NUNC PRO TUNC

The attorney examiner finds:

- (1) The Ohio Edison Company, The Cleveland Electric Illuminating Company, and the Toledo Edison Company (FirstEnergy) are public utilities as defined by Section 4905.02, Revised Code, and, as such, are subject to the jurisdiction of this Commission.
- (2) On May 8, 2007, FirstEnergy filed a notice of intent to file two applications in this proceeding: (a) an application for an increase in electric distribution rates and (b) an application for approval to change accounting methods. On May 30, 2007, the Commission issued an entry establishing the date certain and test period for FirstEnergy's application. On June 7, 2007, FirstEnergy filed applications for an increase in electric distribution rates.
- (3) On February 13, 2008, the attorney examiner issued an entry scheduling the local public hearings in this matter and directing FirstEnergy to publish notice of the local public hearings.
- (4) The notice contained in paragraph (8) of the entry contains errors regarding the amount of the revenue increase sought by the applications as well as the amount of the revenue increase proposed by the Staff in the Staff Report. The notice in paragraph (8) should read as follows:

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                      Date Processed 2-14-08

LEGAL NOTICE

The Public Utilities Commission of Ohio has scheduled 12 local public hearings in Case Nos. 07-551-EL-AIR, 07-552-EL-ATA, 07-553-EL-AAM, 07-554-EL-UNC, *In the Matter of the Application of Ohio Edison Company, The Cleveland Electric Illuminating Company and The Toledo Edison Company for Authority to Increase Rates for Distribution Service, Modify Certain Accounting Practices and For Tariff Approvals*. The local hearings are scheduled for the purpose of providing an opportunity for interested members of the public to testify in these proceedings. The local hearings will be held as follows:

- Wednesday, March 5, 2008, at 1:30 p.m., at Oliver R. Ocasek Government Center, First Floor Auditorium, 161 South High Street, Akron, Ohio 44308;
- Wednesday, March 5, 2008, at 6:30 p.m., at Barberton City Hall, City Council Chambers, Second Floor, 576 West Park Avenue, Barberton, Ohio 44203;
- Thursday, March 6, 2008, at 6:30 p.m., at Austintown Middle School, Auditorium, 800 South Raccoon Road, Austintown, Ohio 44515;
- Tuesday, March 11, 2008, at 6:30 p.m., at City of Wauseon Municipal Building, Council Chambers, Second Floor, 230 Clinton Street, Wauseon, Ohio 43567;
- Wednesday, March 12, 2008, at 1:30 p.m., at Michael V. Disalle Government Center, One Government Center, Lucas County Commissioners' Hearing Room, First Floor, 640 Jackson Street, Toledo, Ohio 43604;
- Wednesday, March 12, 2008, at 6:30 p.m., at Maumee Municipal Building, Maumee City Council Chambers, 400 Conant Street, Maumee, Ohio 43537;

- Wednesday, March 12, 2008, at 6:30 p.m., at Geneva City Hall, Municipal Building, City Council Chambers, First Floor, 44 North Forest Street, Geneva, Ohio 44041;
- Thursday, March 13, 2008, at 1:30 p.m., at Frank J. Lausche State Office Building, Second Floor Auditorium, 615 West Superior Avenue, (6<sup>th</sup> and Superior), Cleveland, Ohio 44113;
- Thursday, March 13, 2008, at 6:30 p.m., at Shaker Heights City Hall, City Council Chambers, 3400 Lee Road, Shaker Heights, Ohio 44120;
- Monday, March 17, 2008, at 1:30 p.m., at Erie County Office Building, Commission Chambers, Third Floor, 247 Columbus Avenue, Sandusky, Ohio 44870;
- Wednesday, March 19, 2008, at 6:30 p.m., at Springfield City Hall - Forum, 76 East High Street, Springfield, Ohio 45502; and
- Monday, March 24, 2008, at 6:30 p.m., at Mansfield City Council, Council Chambers, 30 North Diamond, Mansfield, Ohio 44902.

By their applications, each electric distribution company seeks a rate increase which would generate the following additional revenue for that company: The Cleveland Electric Illuminating approximately \$108,598,923 of additional revenue, or an increase of 24.59 percent over current revenue; Ohio Edison Company approximately \$160,762,886 of additional revenue or an increase of 31.05 percent over current revenue; The Toledo Edison Company approximately \$70,539,796 of additional revenue, or an increase of 44.60 percent over current revenue. After its review of each company's records and application, the staff of the Commission recommends the following for each company: Cleveland Electric Illuminating a revenue increase range between \$22,678,561 and \$29,807,558, or an increase of between 5.20 percent and 6.84 percent over current revenue; Ohio Edison Company a revenue increase range between \$56,162,093 and \$64,701,390, or an increase of between 11.05

percent and 12.73 percent over current revenue; The Toledo Edison Company a revenue increase range between \$34,924,693 and \$37,823,225, or an increase of between 22.25 percent and 24.10 percent over current revenue.

The major issues in this case are as follows:

- (a) Revenue requirements;
  - (b) Rate base, including valuation of assets and analysis of plant and working capital components;
  - (c) Determination of operating income, including revenues and expenses;
  - (d) The appropriate capital structure to use for determining the Companies' overall weighted-average cost of capital;
  - (e) Rate of return, including appropriate return on equity;
  - (f) The appropriate distribution of the revenue increase authorized by this proceeding and the associated rate design (rate schedules for each customer class);
  - (g) The proposed elimination of certain rate schedules for schools; and
  - (h) The appropriate level of funding for customer energy efficiency programs and Demand-Side Management programs.
- (5) Further information may be obtained by contacting the Public Utilities Commission of Ohio, 180 East Broad Street, Columbus, Ohio 43215-3793, viewing the Commission's web page at <http://www.puc.state.oh.us> or contacting the Commission's hotline at 1-800-686-7826. The hearing impaired can reach the Commission via TTY at 1-800-686-1570. Participants in the proceeding may request a sign language interpreter by calling the Commission's Consumer Services Department at any of the numbers listed above at least 48 hours before the hearing.

It is, therefore,

ORDERED, That the entry dated February 13, 2008, be amended, nunc pro tunc, to provide the revised notice as set forth above. It is, further,

ORDERED, That a copy of this entry be served upon all parties of record in this proceeding.

THE PUBLIC UTILITIES COMMISSION OF OHIO

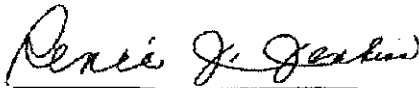


By: Gregory A. Price  
Attorney Examiner

RRG/vrm

Entered in the Journal

FEB 14 2008



Renee J. Jenkins  
Secretary