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2009 OCT -1 AM 10:47

PUCO

September 30, 2009

VIA FEDERAL EXPRESS

Public Utilities Commission of Ohio  
Docketing Division  
180 East Broad Street  
Columbus, Ohio 43215-3793

Re: Enclosed Document for Filing in Case No. 09-119-EL-AEC

Dear Sir or Madam:

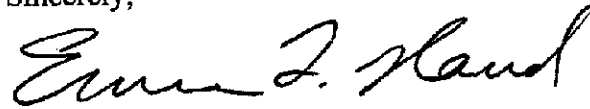
Enclosed on behalf of Ormet Primary Aluminum Corporation ("Ormet") please find an original and seven (7) copies of the revised Schedule A for 2010, as permitted under section 5.03 to the power agreement between Ormet Corporation and Columbus Southern Power Company and Ohio Power Company (collectively "AEP Ohio") submitted in Case No. 09-119-EL-AEC. Two additional copies are enclosed to be date-stamped and returned to me in the enclosed, self-addressed Federal Express envelope.

The Power Agreement between Ormet and AEP Ohio allows Ormet to submit a revised Schedule A by October 1, 2009 for calendar 2010. The revised Schedule A contains a Target LME of \$3,036 per metric tonne, as compared to the original submission of \$2,725 per metric tonne. The increase of \$311 per metric tonne is due to several factors. The first factor is the change in AEP's estimated GS-4 Rate from \$38.43 per KWh for the last quarter of 2008 to \$44.62 per KWh for 2010, which increases the Target LME by \$126 per metric tonne. The second factor is that Ormet is currently operating four of its six lines due to the availability of alumina and the current market price for aluminum. Ormet does not know, at this time, when this price will increase satisfactorily to justify the restart of the last two lines. The impact on free cash flow of reducing the operating configuration to four lines increases the Target LME by \$401 per metric tonne. These two negative factors were partially offset by certain positive factors, namely the reduced price of anodes - \$94 per metric tonne, lower capital spending - \$35 per metric tonne, and lower inventory build - \$66 per metric tonne.

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Technician                      Date Processed 10-1-09

Thank you for your assistance in this matter. If you have any questions please contact me at the telephone number above.

Sincerely,

A handwritten signature in cursive script, reading "Emma F. Hand". The signature is written in black ink and is positioned above the printed name.

Emma F. Hand

Enclosure

**ORMET ALUMINUM  
ELECTRICITY RATES  
For the Calendar Year 2010**

<b>LME PRICE</b> (If the LME Price (\$/tonne) is)	<b>ORMET RATE</b> (Then Ormet shall pay (\$/MWh))
Less than the Target LME Price	AEP Ohio Tariff Rate minus \$0.0490/MWh for each \$1/tonne less than the Target LME Price
<b>Target LME Price = \$3,036</b>	<b>AEP Ohio Tariff Rate = \$44.62/MWh</b>
Greater than the Target LME Price but not more than \$300 above the Target LME Price	AEP Ohio Tariff Rate plus 2% = \$45.51
Greater than \$300 above the Target LME Price	AEP Ohio Tariff Rate plus 5% = 46.85

**NOTES:**

1. The AEP Ohio Tariff Rate reflects the amount Ormet would pay based on a 98.5% load factor if 50% of its load were billed based on the Ohio Power Company Schedule GS-4 Transmission Bundled Service and 50% of its load were billed based on the Columbus Southern Power Company Schedule GS-4 Bundled Service.
2. In the event that the AEP Ohio Tariff is modified prior to or during 2010, this schedule shall be modified as follows to reflect a new Target LME Price consistent with the revised AEP Ohio Tariff Rate:

$$TP_1 = TP_0 + (TR_1 - TR_0) / 0.0490$$

Where:

$TP_1$  = Revised Target Price

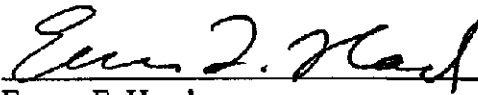
$TP_0$  = 2010 Target LME Price (i.e., \$3,036/tonne)

$TR_1$  = Revised AEP Ohio Tariff Rate based on a 98.5% load factor

$TR_0$  = Anticipated 2010 AEP Ohio Tariff Rate based on a 98.5% load factor  
(i.e., \$44.62/MWh)

### **CERTIFICATE OF SERVICE**

The undersigned hereby certifies that a true and correct copy of the foregoing filing has been served upon the below-named persons via regular U.S. Mail Service, postage prepaid, this 30<sup>th</sup> day of September, 2009.



Emma F. Hand

Attorney for Ormet Primary Aluminum Corporation

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