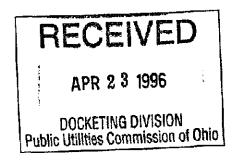


76 South Main St. Akron, Ohio 44308 216-384-5151

April 10, 1996

Ms. Daisy Crockron Chief of Docketing The Public Utilities Commission of Ohio 180 East Broad Street Columbus, OH 43266-0573



Re: Karman Rubber Company

Dear Ms. Crockron:

96-394-EC-AEC

Enclosed are an original and twelve (12) copies of an Application which we would appreciate your filing on our behalf and assigning a case number.

Also enclosed is an additional copy to be time-stamped and returned to us for our records in the enclosed, self-addressed envelope.

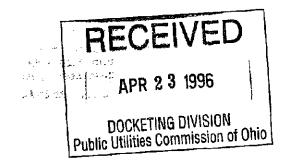
Sincerely,

Ames W. Buck

James W. Burk Attorney

sf enclosures

[15115]



BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application of Ohio Edison Company for Approval of an Arrangement with An Existing Customer (Karman Rubber Company)

Case 96-394 -EL-AEC

APPLICATION

)

[15113]

BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

)

)

)

In the Matter of the Application of Ohio Edison Company for Approval of an Arrangement with an Existing Customer (Karman Rubber Company)

Case No. 96- <u>399</u>-EL-AEC

RECEIVED

APR 23 1996

DOCKETING DIVISION Public Utilities Commission of Ohio

APPLICATION

1. Ohio Edison Company is an electric public utility organized and doing business in Ohio and subject to the jurisdiction of this Commission respecting rates for electric service.

2. Changes and depressed conditions in the economy of the service area served by Ohio Edison Company make it desirable for Ohio Edison to enhance the attractiveness of locating or expanding in Ohio for existing and potential industrial customers able to provide new loads and employment here.

3. Increased load from new or expanding industrial use in the Company's service area will permit the Company to better utilize its facilities, resulting in more efficient operations.

4. Accordingly, the Company has entered into a contract with an existing Customer at an existing facility located at 2331 Copley Road, in Akron, Ohio 44320, for the operation of a molded rubber and rubber to metal vibration insulation manufacturing plant. A copy of the contract is attached hereto as "Exhibit A".

5. Under the terms of the contract, Ohio Edison has, subject to this Commission's approval, agreed to certain short term concessions in billing load to induce the existing Customer to consider, continue, and go forward with expansion at the Akron site. The rate is compensatory and provisions for service to this Customer are otherwise to be as provided for in the Company's applicable rate schedule as it now exists or may be modified.

6. Not only will the existing Customer benefit from this rate if it considers the Akron site, but its additional investment in Ohio will benefit all residents of Ohio and not be to the detriment of any Ohio Edison customers.

7. Ohio Edison agrees to include a report with respect to this Customer in its semiannual reports on other similar customers, as provided for in the Commission's Finding and Order of June 17, 1986, in Case Nos. 84-84-EL-AEC, et al.

- 2 -

WHEREFORE, Ohio Edison Company requests that this contract be approved as a reasonable arrangement under R.C. 4905.31 and, because the Customer's decision must soon be made, that such approval be given as quickly as possible to encourage a favorable decision on the Akron site.

OHIO EDISON COMPANY

By:

Vice President Vice President Many (ahurm By:

134

antes W. Burk Attorney for Applicant Ohio Edison Company 76 South Main Street Akron, OH 44308 (330) 384-5861

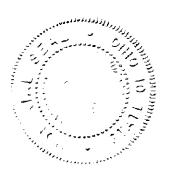
STATE OF OHIO)) ss. COUNTY OF SUMMIT)

Personally appeared before me B. M. Miller and N. C. Ashcom, who, being first duly sworn, depose and say that they are Vice President and Secretary, respectively, of Ohio Edison Company, and that the statements contained in the foregoing Application are true as they verily believe.

Sworn to before me and subscribed in my presence this 9th day of April, 1996.

1 hours Notary Public

KATHLEEN ANNE GRANT Notary Public, State of Ohio Resident of Summit County My Commission Expires Ion. 3, 1999



[15114]

OHIO EDISON COMPANY

CONTRACT FOR SPECIAL ARRANGEMENTS FOR ECONOMIC DEVELOPMENT

Rates 21 and 23

Customer Name	Karman Rubber Company	
Location	2331 Copley Road	······
	Akros, OH 44320	

Type of Operations Molded Rubber and rubber to metal vibration insulation parts.

X____Existing Customer

_____New Customer *

X Existing Facility

___New Facility

 Added Space (sq. ft.)
 10,000

 Estimated New Load
 250

 Estimated New Employment
 3-5

In consideration of the agreement of the above-named, as evidenced by its signature below, to consider location, expansion, or continuation of manufacturing operations in Ohio Edison Company's service area, Ohio Edison agrees that if this agreement is signed and construction or expansion activities are commenced on or before (date) <u>June 1, 1996</u>, then, for a period beginning from a mutually acceptable effective date and extending to December 31, 2005, Ohio Edison Company will reduce billing loads the base load for each month 50 percent the first year, 40 percent the second year, 30 percent the third year, and 20 percent the fourth year through December 2005.

For existing customers, a base load will be established based on previous history and circumstances. If the customer is an existing customer relocating to another service location, the billing history at the former location will be used to determine the base load. For new customers the base load will be zero.

Except as provided above, all provisions, prices and regulations of Ohio Edison Company's standard general service rates (Rates 21 or 23) shall apply, as said rates may be modified by the Public Utilities Commission of Ohio.

If the customer fails to pay its bill for electric service when due, before the addition of a late payment charge, it shall forfeit this special contract rate for that billing month and Rate <u>21</u> shall apply, as said rate may be modified by the Public Utilities Commission of Ohio.

* Where a new customer assumes the operation of a previous customer presently shut down, such new customer shall be considered an "existing customer" and the billing history of the previous customer will be used to determine the increase in billing load.

The provisions of this contract are subject to approval by the Public Utilities Commission of Ohio. Subject to approval by the Public Utilities Commission of Ohio, implementation of this contract may begin after filing upon written notification from the customer that the new/expansion load has been added and that the customer is ready to implement the contract. Ohio Edison Company agrees to use its best efforts to obtain the necessary approval.

This contract is not assignable without the prior written consent of Ohio Edison Company. The effective date of this contract is the later date set forth below.

This contract is entered into by Ohio Edison Company to enhance the attractiveness of Ohio Edison's service area, but nothing herein obligates the above-named customer or potential customer to locate or expand in Ohio Edison's service area.

IN WITNESS WHEREOF the parties hereto have signed below as of the date specified below.

By

Karma (Customer Name 12 03 horized Signature) 1200 Title

Date <u>3-26-96</u>

OHIO EDISON COMPANY

(Authorized Signature)

Title

Date