

**BEFORE
THE PUBLIC UTILITIES COMMISSION OF OHIO**

In the Matter of the Application of)	
The Toledo Edison Company for)	
Authority to Issue, Renew, or Assume)	Case No. 22-0938-EL-AIS
Liability on Notes and Other Evidences of)	
Indebtedness Pursuant to O.R.C.)	
§4905.401)	

Applicant, The Toledo Edison Company (the "Company"), respectfully represents:

1. The Company is an Ohio corporation engaged in the distribution of electric energy for sale to customers in Ohio under rates and tariffs approved by this Commission.
2. O.R.C. §4905.401(A) provides an exception which permits the Company, without action by this Commission, to issue, renew or assume liability on notes and other evidences of indebtedness maturing not more than twelve months after the date of such issuance, renewal or assumption of liability (collectively, "Short-Term Notes") of not more than 5% of the par value of the other outstanding stocks, bonds, notes and other evidences of indebtedness of the Company (the "Statutory Exemption Limit"). The Statutory Exemption Limit for the Company at June 30, 2022, is \$30,595,875. On December 15, 2021, this Commission approved the Company's participation in the Money Pool during the January 1, 2022 through December 31, 2022 period (the "2021 Order") in its Finding and Orders in Case No. 21-932-EL-AIS, *et al.* The 2021 Order authorized the Company to have short-term notes outstanding including the Statutory Exemption Limit, in the aggregate principal amount of not more than \$300,000,000. During the period

January 1, 2023 through December 31, 2023 (the “2023 Fiscal Year”), the Company estimates that it may again need to exceed the Statutory Exemption Limit.

3. Pursuant to the provisions of O.R.C. §4905.401, the Company requests the Commission to authorize the Company to have Short-Term Notes outstanding at any one time during the 2023 Fiscal Year in an aggregate principal amount up to \$300,000,000 (the “Authorized Principal”) (such Authorized Principal to include the Statutory Exemption Limit).
4. The Company further requests that the Commission approve that the Authorized Principal, or any part thereof issued, renewed or assumed or to be issued, renewed or assumed, be in addition to any long-term financing that the Company may require during the 2023 Fiscal Year and which this Commission may approve pursuant to O.R.C. §4905.40.
5. The Company respectfully represents that the issuance and renewal of, or assumption of liability on, Short-Term Notes, from time to time, and the money to be procured therefrom, are reasonably required and necessary for the Company’s lawful capital purposes. Such Short-Term Notes may be issued to provide funds for regulated utility purposes including: current maturities of existing obligations, retirement of securities through open market purchases, redemption of securities through applicable redemption provisions, loans to the Money Pool (as defined in Paragraph 6 below), working capital and for general corporate purposes. Prior to their use, such funds may be invested in highly liquid short-term investments.

Pursuant to O.R.C. §4905.41, the Company incorporates herein by reference the following exhibits:

- a. “Exhibit A,” Balance Sheet including Statement of Capitalization as of June 30, 2022; and
 - b. “Exhibit B,” Statement of Income for the Twelve Months Ended June 30, 2022.
6. This Commission, in its 2021 Order, previously approved utility money pool (the “Money Pool”) participation in order to establish an intra-system financing arrangement, by and among the Company, Ohio Edison Company (“OE”), OE’s wholly-owned subsidiary, Pennsylvania Power Company, The Cleveland Electric Illuminating Company (“CEI”), American Transmission Systems, Incorporated (“ATSI”), FirstEnergy Corp., solely as a lender, FirstEnergy Service Company, solely as administrator and not as a lender or borrower, Jersey Central Power & Light Company, Pennsylvania Electric Company, Metropolitan Edison Company, Mid-Atlantic Interstate Transmission, LLC, Monongahela Power Company, The Potomac Edison Company, West Penn Power Company, Trans-Allegheny Interstate Line Company and Waverly Electric Power & Light Company (each a “2021 Participating Company”, collectively called the “2022 Participating Companies”), and for the issuance and acquisition of Short-Term Notes of 2021 Participating Companies in connection therewith, through December 31, 2022.
7. The Company hereby requests that the Commission’s approval of the Money Pool participation be extended through December 31, 2023 and that the Authorized

Principal shall include Short-Term Notes of the Company outstanding under the Money Pool by the Company.

8. The 2022 Participating Companies may contribute funds to the Money Pool from the following sources: (a) surplus funds from 2022 Participating Companies (“Internal Funds”), and (b) proceeds borrowed from external sources by the 2022 Participating Companies for loan to the Money Pool (“External Funds”).
9. The Commission, in its 2021 Order, authorized the Company, through December 31, 2022, to have short-term notes outstanding including the Statutory Exemption, in the aggregate principal amount of not more than \$300,000,000 at any one time and to participate in the Money Pool. During the 2023 Fiscal Year, the Company estimates that it may again need to exceed the Statutory Exemption Limit. Thus, the Company hereby requests the Commission to permit the Company to have short-term notes outstanding including the Statutory Exemption, in the aggregate principal amount of not more than \$300,000,000 at any one time and to participate in the Money Pool by providing Internal or External Funds to 2022 Participating Companies through the Money Pool.
10. The Commission, in its 2021 Order authorized the Company, to provide loans to the Money Pool, so long as the aggregate amount loaned to the Money Pool by the Company, ATSI, OE and CEI did not exceed \$750,000,000 to the 2022 Participating Companies at any time. The Company hereby requests Commission authorization for the Company, together with ATSI, OE and CEI, to make loans in the aggregate to the Money Pool not to exceed \$750,000,000 outstanding to the

2022 Participating Companies (other than the Company, ATSI, OE and CEI) at any one time, based upon cash forecasting for 2023.

11. The Company agrees any loans to 2022 Participating Companies (other than ATSI, OE and CEI) made through the Money Pool shall be made only to those 2022 Participating Companies that have investment grade or higher credit ratings on their senior secured debt from at least one nationally recognized rating agency, or in the absence of such rating, investment grade or higher credit ratings on their corporate credit rating. The Company agrees to continue to report the details of its participation in the Money Pool on a quarterly basis to the case docket.

WHEREFORE, the Company prays

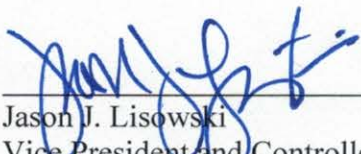
(1) That this Commission approves the extension of the Company's participation in the Money Pool through December 31, 2023 and that the Authorized Principal shall include Short-Term Notes of the Company outstanding under the Money Pool by the Company.

(2) That this Commission authorizes the Company, during the 2023 Fiscal Year, to issue, renew or assume liability on Short-Term Notes, as requested in this Application, provided however, that the aggregate Short-Term Notes do not exceed \$300,000,000 outstanding at any one time, and provided further that such amount is exclusive of any long-term financing the Company may incur during said period with this Commission's approval.

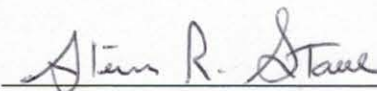
(3) That this Commission authorizes the Company, during the 2023 Fiscal Year, to provide Internal or External Funds to the Money Pool, as requested in this

Application, provided however, that the aggregate amount loaned to the Money Pool by the Company, ATSI, OE and CEI to the 2022 Participating Companies (other than the Company, ATSI, OE and CEI) does not exceed \$750,000,000 outstanding at any one time.

(4) That due to the time sensitive nature of this request, that this Commission issue such Order approving this Application on or before December 21, 2022.

By: 

Jason J. Lisowski
Vice President and Controller

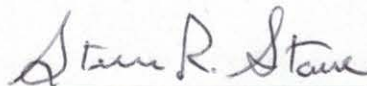
By: 

Steven R. Staub
Vice President and Treasurer

Jason J. Lisowski and Steven R. Staub, depose and say that they are Vice President and Controller, and Vice President and Treasurer, respectively, of The Toledo Edison Company, Applicant in the above matter, and that they have read and are fully acquainted and familiar with the contents of the foregoing Application and that the statements therein are true as they verily believe.



Jason J. Lisowski



Steven R. Staub

Subscribed and sworn to before me
this 18th day of October 2022



Notary Public, State of Ohio
Attorney for Applicant



Stephanie J. Bencin



JAIME E. HUDSON
Notary Public, State of Ohio
My Commission Expires:
August 12, 2027

EXHIBIT A

TOLEDO EDISON COMPANY CONSOLIDATED BALANCE SHEET (Unaudited)

(In millions, except share amounts)		June 30, 2022
ASSETS		
CURRENT ASSETS:		
Restricted cash	\$	3
Receivables-		
Customers		40
Less - Allowance for uncollectible customer receivables		5
		<u>35</u>
Affiliated companies		22
Other, net of allowance for uncollectible accounts of \$56		10
Notes receivable from affiliated companies		64
Prepaid taxes and other		8
		<u>142</u>
UTILITY PLANT:		
In service		1,381
Less - Accumulated provision for depreciation		674
		<u>707</u>
Construction work in progress		34
		<u>741</u>
DEFERRED CHARGES AND OTHER ASSETS:		
Goodwill		501
Regulatory assets		10
Property taxes		19
Other		12
		<u>542</u>
	\$	<u>1,425</u>
LIABILITIES AND CAPITALIZATION		
CURRENT LIABILITIES:		
Currently payable long-term debt	\$	3
Accounts payable-		
Affiliated companies		22
Other		14
Accrued taxes		40
Accrued interest		3
Other		52
		<u>134</u>
CAPITALIZATION:		
Common stockholder's equity-		
Common stock, \$5 par value, authorized 60,000,000 shares - 29,402,054 shares outstanding		147
Other paid-in capital		324
Accumulated other comprehensive loss		(1)
Retained earnings		84
Total common stockholder's equity		<u>554</u>
Long-term debt and other long-term obligations		452
		<u>1,006</u>
NONCURRENT LIABILITIES:		
Accumulated deferred income taxes		87
Retirement benefits		40
Property taxes		19
Other		139
		<u>285</u>
	\$	<u>1,425</u>

EXHIBIT A

TOLEDO EDISON COMPANY
CONSOLIDATED STATEMENT OF CAPITALIZATION
(Unaudited)

(In millions, except share amounts)	June 30, 2022
COMMON STOCKHOLDER'S EQUITY:	
Common stock, \$5 par value, authorized 60,000,000 shares - 29,402,054 shares outstanding	\$ 147
Other paid-in capital	324
Accumulated other comprehensive loss	(1)
Retained earnings	84
Total common stockholder's equity	554
LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS:	
Toledo Edison Company-	
Secured Notes:	
6.150% due 2037	300
2.650% due 2028	125
Total	425
Ohio Securitization	
Ohio Securitization Bonds	
3.450% due 2034	32
Total	32
Capital lease obligations	2
Unamortized discount on long-term debt	(1)
Unamortized debt expense	(3)
Long-term debt due within one year	(3)
Total long-term debt and other long-term obligations	452
TOTAL CAPITALIZATION	\$ 1,006

EXHIBIT B

TOLEDO EDISON COMPANY

CONSOLIDATED STATEMENT OF INCOME
TWELVE MONTHS ENDED JUNE 30, 2022
(Unaudited)
(In millions)

REVENUES:	
Electric sales	\$ 427
Excise and gross receipts tax collections	28
Total revenues	<u>455</u>
OPERATING EXPENSES:	
Purchased power	81
Other operating expenses	190
Provision for depreciation	46
Amortization of regulatory assets, net	14
General taxes	68
Total operating expenses	<u>399</u>
OPERATING INCOME	<u>56</u>
OTHER INCOME (EXPENSE):	
Miscellaneous income	12
Pension and OPEB mark-to-market adjustments	7
Interest expense	(27)
Capitalized financing costs	3
Total other expense	<u>(5)</u>
INCOME BEFORE INCOME TAXES	51
INCOME TAXES	<u>9</u>
NET INCOME	<u><u>\$ 42</u></u>

**This foregoing document was electronically filed with the Public Utilities
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in

Case No(s). 22-0938-EL-AIS

Summary: Application for Authority to Issue, Renew, or Assume Liability on Notes
and Other Evidences of Indebtedness electronically filed by Ms. Christine E.
Watchorn on behalf of The Toledo Edison Company