

BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application of Ohio)
Edison Company for Authority to Issue,) Case No. 06-513-EL-AIS
Sell, or Enter into Debt Transactions.)

FINDING AND ORDER

The Commission finds:

- (1) Applicant, Ohio Edison Company, is an Ohio corporation and a public utility as defined in Section 4905.02, Revised Code, and is subject to the jurisdiction of this Commission.
- (2) This Application is filed under the provisions of Sections 4905.40 and 4905.41, Revised Code.
- (3) Applicant proposes to issue new bonds, notes and other evidences of indebtedness (the "New Debt"), in an amount not to exceed \$700 million, pursuant to the terms and conditions as set forth in the Application and Exhibits.
- (4) The New Debt will be issued in the form of one or more series of unsecured notes or debentures and may be offered by public offerings through underwriters or by private placements, each series to mature in not less than one nor more than 35 years from the date of issuance, as described in the Application and Exhibits.
- (5) Applicant proposes to use the proceeds from the issuance of the New Debt to provide funds for the acquisition of property; for construction, completion, extension or improvements of its plants and facilities; for organization or readjustment of its indebtedness and capitalization including the repurchase of stock and/or payment of paid-in capital to its sole stockholder, FirstEnergy Corp.; and other corporate purposes, all pursuant to the provisions of Section 4905.40, Revised Code.
- (6) The proposed guidelines or parameters set forth in the Application are intended to facilitate the issuance of the New Debt on the best terms possible and at lowest cost. The authorization to the New Debt, within the parameters set forth in the Application and Exhibits, in no way relieves the

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Applicant of its responsibilities to negotiate and obtain the best terms available.

- (7) The aggregate amount of the New Debt, the terms thereof, and the probable cost to Applicant, within the parameters set forth in the Application and Exhibits, do not appear to be unjust or unreasonable.
- (8) Applicant states that the New Debt will be issued in accordance with Applicant's transition plan as approved by the Commission in Case Nos. 99-1212-EL-ETP.
- (9) The effect on Applicant's revenue requirements resulting from the issuance of the New Debt will be considered in the determination of required revenue in rate proceedings in which all factors affecting rates will be taken into account according to law.
- (10) Based on the information contained in the Application and the Exhibits attached thereto, the purposes to which the proceeds from the issuance of the New Debt shall be applied appear to be reasonably required by Applicant and the Commission is satisfied that consent and authority should be granted.

It is, therefore,

ORDERED, That Applicant, Ohio Edison Company, is authorized through May 30, 2007, to issue new bonds, notes and other evidences of indebtedness in an amount not to exceed \$700 million, pursuant to the terms and conditions as set forth in the Application and Exhibits. It is, further,

ORDERED, That Applicant shall apply the proceeds from the New Debt for the purposes set forth in this Order and otherwise pursuant to the provisions of Section 4905.40, Revised Code. It is, further,

ORDERED, That the authorization granted herein shall be in compliance with Applicant's transition plan as approved by the Commission in Case Nos. 99-1212-EL-ETP. It is, further,

ORDERED, That Applicant shall file a written report with this Commission with the terms and full particulars, as promptly as possible, regarding each sale of the New Debt authorized by this Order. It is, further,

ORDERED, That the authorization granted by this Order shall not be construed as limiting the Commission's determination of the appropriateness of the New Debt for future rate making treatment. It is, further,

ORDERED, That the Applicant shall account for the New Debt as prescribed in the Federal Energy Regulatory Commission Uniform System of Accounts as currently in effect. It is, further,

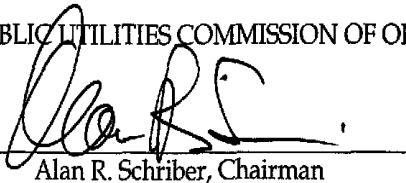
ORDERED, That nothing in this Order shall be construed to imply any guaranty or obligation by the Commission to assure completion of any specific construction project of the Applicant. It is, further,

ORDERED, That nothing in this Order shall be deemed to be binding upon this Commission in any future proceeding or investigation involving the justness or reasonableness of any rate, charge, rule or regulation. It is, further,

ORDERED, That nothing in this Order shall be construed to imply any guaranty or obligation as to the New Debt, or the associated interest thereon, on the part of the State of Ohio. It is, further,

ORDERED, That a copy of this Order be served upon all parties of record.

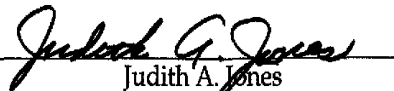
THE PUBLIC UTILITIES COMMISSION OF OHIO



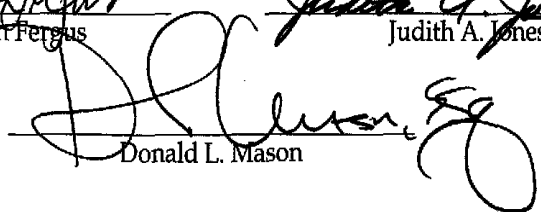
Alan R. Schriber, Chairman



Ronda Hartman Fergus



Judith A. Jones

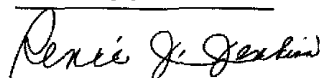


Donald L. Mason

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Entered in the Journal

MAY 31 2006



Renee J. Jenkins
Secretary