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FirstEnergy

March 24, 1999

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

SUBJECT: Case No. 99-388-EL-AEC
Allegheny Ludlum

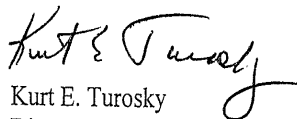
RECEIVED DOCKETING DIV
99 MAR 26 11 1:03
PUCO

Dear Sirs:

Enclosed please find an original and eleven (11) copies of an Application of The Ohio Edison Company for approval of an Arrangement with a New Customer. (Allegheny Ludlum)

Please date stamp three (3) copies and return in the enclosed envelope.

Sincerely,



Kurt E. Turosky
Director, Pricing & Regulatory Affairs

KET:nac
Enclosures

cc: R. Fortney

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 SW Date Processed 3-29-99

BEFORE
THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application
of Ohio Edison Company for
Approval of an Arrangement with
A New Customer
(Allegheny Ludlum)

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Case 99- 388 -EL-AEC

APPLICATION

BEFORE
THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application
of Ohio Edison Company for
Approval of an Arrangement with
A new Customer
Allegheny Ludlum.

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Case No. 99-_____-EL-AEC

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 a new Customer at a facility located at 415 Oberlin Road, S. W., Massillon, Ohio 44648. A copy of the contract is attached.
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 Customer to consider, continue, and go forward with expansion at the Massillon 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 new Customer benefit from this rate, 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 semi-annual 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.

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 site.

OHIO EDISON COMPANY

By:  3/23/99
Manager, Rate Department

By: 
Corporate Secretary

**CONTRACT
FOR
SPECIAL ARRANGEMENTS FOR ECONOMIC DEVELOPMENT**
Rates 21 and 23

Customer Name Allegheny LudlumLocation 415 Oberlin Road, S.W.Massillon, OH 44648

Type of Operations _____

☐ Existing Customer☒ New Customer * Added Space (sq. ft.) 165,000 Sq. Ft.☒ Existing Facility Estimated New Load 2500 KVA☐ New Facility Estimated New Employment 35

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) February 15, 1999, 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 23 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.

ALLEGHENY LUDLUM STEEL
(Customer Name)

By Louis Aguerri
(Authorized Signature)

Title GM

Date 2-15-99

OHIO EDISON COMPANY

By SB Morgan
(Authorized Signature)

Title Regional President

Date 2/24/99