

RATE ORH

OPTIONAL RESIDENTIAL SERVICE WITH ELECTRIC SPACE HEATING

APPLICABILITY

Applicable to electric service, other than three phase service, used for all domestic purposes in private residences and single occupancy apartments where permanently connected electric heating equipment is installed and in regular use as the primary source of qualified space heating in the entire territory of the Company where distribution lines are adjacent to the premises to be served. In addition, the customer will be required to pay an amount equal to the current installed cost of demand metering equipment in excess of the current installed cost of standard watt-hour metering equipment. All metering equipment shall remain the property of the Company. The Company shall be responsible for the installation, operation, maintenance, testing, replacement and removal of metering equipment.

This rate is only available as Company demand meters are installed on the customer's premises. Due to the limited availability of metering equipment and Company personnel, a demand meter will be installed as metering equipment and Company personnel are available.

Where a portion of a residential service is used for purposes of a commercial or public character, the applicable general service rate is applicable to all service. However, if the wiring is so arranged that the service for residential purposes can be metered separately, this Rate will be applied to the residential service, if the service qualifies hereunder.

For customers taking service under any or all of the provisions of this tariff schedule, this same schedule shall constitute the Company's Standard Service Offer.

TYPE OF SERVICE

Alternating current 60 Hz, single phase at Company's standard secondary voltage.

NET MONTHLY BILL

Computed in accordance with the following charges:

	<u>Summer Period</u>	<u>Winter Period</u>
1. Distribution Charges		
(a) Customer Charge	\$4.50 per month	\$4.50 per month
(b) Energy Charge		
First 1,000 kilowatt-hours	\$0.023426 per kWh	\$0.023426 per kWh
Additional kilowatt-hours	\$0.027749 per kWh	\$0.012939 per kWh
In excess of 150 times Customer's		
Monthly Demand	\$0.027749 per kWh	\$0.008723 per kWh

Filed pursuant to an Order dated December 17, 2008 in Case No. 08-920-EL-SSO before the Public Utilities Commission of Ohio.

NET MONTHLY BILL (Contd.)

2. Applicable Riders

The following riders are applicable pursuant to the specific terms contained within each rider:

- Sheet No. 51, Rider PTC-AAC, Annually Adjusted Component Rider
- Sheet No. 53, Rider PTC-FPP, Fuel and Economy Purchased Power Rider
- Sheet No. 54, Rider SRA-CD, Capacity Dedication Rider
- Sheet No. 56, Rider SRA-SRT, System Reliability Tracker
- Sheet No. 57, Rider TCR, Transmission Cost Recovery Rider
- Sheet No. 59, Rider RSS, Rate Stabilization Surcredit Rider
- Sheet No. 80, Rider RGR, Residential Generation Rider
- Sheet No. 81, Rider EER, Energy Efficiency Revolving Loan Program Rider
- Sheet No. 83, Rider OET, Ohio Excise Tax Rider
- Sheet No. 84, Rider RTC, Regulatory Transition Charge Rider
- Sheet No. 86, Rider USR, Universal Service Fund Rider
- Sheet No. 89, Rider AG, Optional Alternative Generation Rider
- Sheet No. 103, Rider MSR-E, Merger Savings Credit Rider
- Sheet No. 104, Rider DR-IM, Infrastructure Modernization Rider
- Sheet No. 105, Rider DR-ECF, Economic Competitiveness Fund Rider
- Sheet No. 106, Rider DR-SAWR, Energy Efficiency Recovery Rate

3. Price to Compare – Base Generation Charges (PTC-BG)

The following generation charges are applicable to all customers except those customers who receive their energy from a Certified Supplier:

	<u>JAN. 1, 2009 – DEC. 31, 2009</u>	
	<u>Summer Period</u>	<u>Winter Period</u>
Generation Charges		
Energy Charge		
First 1,000 kilowatt-hours	\$0.036637 per kWh	\$0.036635 per kWh
Additional kilowatt-hours	\$0.046109 per kWh	\$0.013606 per kWh
In excess of 150 times Customer's Monthly Demand	\$0.046109 per kWh	\$0.004349 per kWh

	<u>JAN. 1, 2010 – DEC. 31, 2010</u>	
	<u>Summer Period</u>	<u>Winter Period</u>
Generation Charges		
Energy Charge		
First 1,000 kilowatt-hours	\$0.038601 per kWh	\$0.038599 per kWh
Additional kilowatt-hours	\$0.048452 per kWh	\$0.014649 per kWh
In excess of 150 times Customer's Monthly Demand	\$0.048452 per kWh	\$0.005021 per kWh

Filed pursuant to an Order dated December 17, 2008 in Case No. 08-920-EL-SSO before the Public Utilities Commission of Ohio.

3. Price to Compare – Base Generation Charges (PTC-BG) (Cont'd.)

	<u>JAN. 1, 2011 – DEC. 31, 2011</u>	
	<u>Summer Period</u>	<u>Winter Period</u>
Generation Charges		
Energy Charge		
First 1,000 kilowatt-hours	\$0.038601 per kWh	\$0.038599 per kWh
Additional kilowatt-hours	\$0.048452 per kWh	\$0.014649 per kWh
In excess of 150 times Customer's Monthly Demand	\$ 0.048452 per kWh	\$0.005021 per kWh

MINIMUM CHARGE

The minimum charge shall be the Customer Charge as stated above.

AVOIDANCE OF SYSTEM RELIABILITY TRACKER CHARGE

Residential customers receiving generation service through a governmental aggregator will avoid (waive) Rider SRA-SRT if the governmental aggregator notifies the Company at least sixty (60) days prior to the start of the governmental aggregation of its intent to place all Residential End-Use Customers served by the governmental aggregation on the Rider SRA-SRT waiver program and to maintain the governmental aggregation through December 31, 2011. If the aggregated Residential End-Use Customer returns to the ESP-SSO prior to December 31, 2011, such Residential End-Use Customer will be billed a monthly early return premium based on 15% of the applicable generation charges and Riders in addition to the normal charges calculated per the ESP-SSO.

BILLING PERIODS

For purposes of administration of the above charges, the summer period is defined as that period represented by the Company's billing for the four (4) revenue months of June through September. The winter period is defined as the period represented by the Company's billing for the eight (8) revenue months of January through May and October through December.

DEMAND

Customer's monthly demand will be the kilowatts as determined from the Company's demand metering equipment for the fifteen (15) minute period of customer's greatest use in each month during the winter period.

Minimum demand shall be ten (10) kilowatts.

QUALIFIED SPACE HEATING

"Qualified" space heating is the heating of residential living quarters primarily through the regular use of permanently connected electric heating equipment, the installation of which meets the Company's specifications.

LATE PAYMENT CHARGE

Payment of the total amount due must be received in the Company's office by the due date shown on the bill. When not so paid, an additional amount equal to one and one-half percent (1.5%) of the unpaid balance is due and payable.

The late payment charge is not applicable to:

- Unpaid account balances of customers enrolled in income payment plans pursuant to Section 4901:1-18-04(B), Ohio Administrative Code; and
- Unpaid account balances for services received from a Certified Supplier.

TERMS AND CONDITIONS

This rate is available upon application in accordance with the Company's Service Regulations and the minimum contract period shall be one (1) year terminable thereafter on thirty (30) days written notice by either the customer or the Company.

The supplying and billing for service and all conditions applying thereto, are subject to the jurisdiction of the Public Utilities Commission of Ohio, and to Company's Service Regulations currently in effect, as filed with the Public Utilities Commission of Ohio.

Filed pursuant to an Order dated December 17, 2008 in Case No. 08-920-EL-SSO before the Public Utilities Commission of Ohio.

Issued: December 18, 2008

Issued by Julie Janson, President

Effective: January 2, 2009