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#8, 9/12/07 AM; ML#107034, RR-2109

September 12, 2007

Jeffrey P. Trout, Esquire The Potomac Edison Company d/b/a Allegheny Power 800 Cabin Hill Drive Greensburg, Pennsylvania 15601-1689

Dear Mr. Trout:

The Commission has reviewed the Bidding Proposal for Residential Standard Offer Service filed on August 6, 2007 by The Potomac Edison Company d/b/a Allegheny Power ("Allegheny Power").

After considering this matter at the September 12, 2007 Administrative Meeting, the Commission hereby rejects Allegheny Power's proposal as submitted, however, the Commission directs Allegheny Power to procure 20% of its load for a term from January 1, 2009 to May 31, 2010. The remainder of the load required for January 1, 2009 should be obtained under the terms of the Commission's direction in Case No. 9117.

By Direction of the Commission,

/s/ O. Ray Bourland

O. Ray Bourland Executive Secretary

ORB/gjd

MDRS: 1-800-735-2258 (TTY/Voice) • Website: www.psc.state.md.us/psc/