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P.U.C.O. No. 17 ELECTRIC TRANSMISSION SERVICE RULES AND REGULATIONS DEFINITIONS AND AMENDMENTS

A. Definitions

"Alternate Generation Supplier (AGS)" means a person, corporation, broker, marketer, aggregator, generator or any other entity approved by the Commission to sell electricity to End-use Customers, utilizing the jurisdictional transmission and distribution facilities of the Company and registered in the Company's Electric Choice Program.

"Ancillary Service" means those services set forth in the Company's Open Access Transmission Tariff which are necessary to support the transmission of capacity and energy from resources to loads while maintaining reliable operation of the Company's Transmission System. Ancillary Services may include but are not limited to scheduling, system control and dispatch service; reactive supply and voltage control service; regulation and frequency response service; energy imbalance service; operating reserve-spinning reserve service; operating reserve-supplemental reserve service; and real power losses service.

"Certified Territory" means the Company's Certified Territory as established for an Electric Supplier under Sections 4933.81 to 4933.90 of the Revised Code as amended by Sub. S.B. No. 3 of the 123rd General Assembly.

"Company" means The Dayton Power and Light Company.

"Competition Act" means the Electricity Deregulation Act (Sub. S. B. No. 3, 123rd General Assembly).

"Control Area" means an electrical system bounded by interconnection (tie-line) metering and telemetry. It controls its generation directly to maintain its interchange schedule with other control areas and contributes to frequency regulation of the interconnection.

"Customer" means and includes any person, firm, corporation or other entity using electricity delivered to the premises, building or establishment where used, or for whose account and use such electricity is delivered, and also the owner, occupant, tenant or lessee of the premises, building or establishment.

"Customer-Generator" means Customer-Generator as defined in Section 4928.01 of the Revised Code as amended by Sub. S. B. No. 3 of the 123rd General Assembly.

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"Distribution Customer" is a Customer within the Company's Certified Territory that is served by the Electric Distribution Service Schedules.

"Distribution Service" means the delivery of electric power and energy at voltages less than 34.5 kV to a Customer for ultimate consumption and includes metering, billing and collection services. Distribution Service does not include furnishing electric power or energy at wholesale for resale.

"ECAR" means the East Central Area Reliability Coordination Agreement, a regional reliability council of NERC, to which the Company is a full member.

"Generation Service" means the provision of electric power and energy to a Customer for ultimate consumption and does not include furnishing power at wholesale for resale.

"Large Commercial Customer" means a commercial customer with annual usage equal to or greater than seven hundred thousand (700,000) kWh.

"Market Development Period (MDP)" is January 1, 2001 through December 31, 2005.

"Minimum Stay Period" is the period of time starting when a Customer takes Standard Offer Generation Service from the Company during the Stay Out Period, until April 15 of the following calendar year.

"Nonresidential Customer" is any Customer not defined as a Residential Customer, including any Customer whose nonresidential portion of the total service requirements, as measured through one meter, is greater than the residential portion.

Open Access Transmission Tariff (OATT) – the Company's Open Access Transmission Tariff or its successor on file with the FERC and which sets forth the rates, terms and conditions of transmission service over transmission facilities owned by The Dayton Power and Light Company.

PJM OI – The PJM Office of the Interconnection, the system operator for the PJM Control Area.

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PJM Tariff – The PJM Open Access Transmission Tariff ("OATT") on file with the FERC and sets forth the rates, terms and conditions of transmission service located in the PJM Control Area, including the DP&L zone. The PJM Tariff is the successor to the Company's OATT.

"P.U.C.O. No. 17" means the collection all electric service Schedules of the Company.

"Residential Customer" is a customer who receives single phase service at standard secondary service voltages for a single family home, apartment, or condominium, or other single family facility whose entire electric requirements are measured through one meter and whose primary use is of a residential nature for lighting, heating, cooling or for the operation of appliances. Other incidental power uses for nonresidential purposes must not be greater than the residential portion of the total service requirements.

"Schedule" means the entire set of effective Electric Distribution, Generation, or Transmission Service Tariff Sheets, including any and all attachments, appendices, and subsequent revisions or amendments.

"Service Type" refers to the kind of electric service the Customer receives from the Company under applicable Tariff Sheets according to end use, service voltage, character of service, or specific eligibility requirements contained in certain Tariff Sheets. Service Types include Residential, Residential Heating, Secondary, Primary, Primary-Substation, High Voltage, Private Outdoor Lighting, School, and Street Lighting.

"Small Commercial Customer" means any commercial customer with annual usage less than seven hundred thousand (700,000) kWh.

"Stay Out Period" is May 16 through September 15 of each calendar year.

"Transmission Scheduling Agent (TSA)" refers to an entity that is an eligible Transmission Customer under the OATT, performing transmission scheduling and other bulk power services to deliver electrical energy into the Company's service territory for the Customer Choice Program. A Certified Supplier may act as a TSA, if the Certified Supplier is an eligible Transmission Customer, or hire another entity that is an eligible Transmission Customer to perform these functions.

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"Transmission Service" means the transmission of power and energy at voltages specified within the Company's Open Access Transmission Tariff.

"Transmission System" means the facilities owned by the Company and operated by PJM OI that are used to provide Transmission Service.

"Voltage Level Of Service" refers to the following Customer classifications which are defined according to their standard service voltage (as defined in the Company's Distribution Schedule on Tariff Sheet No. D14) and other Customer characteristics:

- "High Voltage Customer" is a Nonresidential Customer who receives electric service at sixty-nine thousand (69,000) volts or higher and whose monthly demands are equal to or in excess of ten thousand (10,000) kW for all electric service supplied to one location on the Customer's premises. High Voltage Customers receiving electric service from the Company prior to April 30, 1988 are required to receive service at sixty-nine thousand (69,000) volts or higher and to have monthly demands equal to or in excess of one thousand (1,000) kW for all electric service supplied to one location on the Customer's premises.
- "Primary-Substation Customer" is a Nonresidential Customer who receives electric service at standard primary service voltages of twenty-four hundred (2,400) volts or higher that is taken directly from the secondary side of a substation step-down transformer(s) in an existing substation without using any Company-owned primary distribution feeders and has a monthly demand equal to or in excess of one thousand (1,000) kW for all electric service supplied at one location on the Customer's premises.
- "Primary Customer" is a Nonresidential Customer who receives service at standard primary service voltages of twenty-four hundred (2,400) volts or higher for all electric service supplied at one location on the Customer's premises.
- "Secondary Customer" is a Nonresidential or Residential Customer who receives service at standard secondary service voltages for all electric service supplied at one location on the Customer's premises.

The singular includes the plural and the plural includes the singular.

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The masculine, feminine and neuter each include each of the other two genders.

B. General Service Rules and Regulations May Be Amended

The Company reserves the right, with the approval of The Public Utilities Commission of Ohio, to modify, alter or amend these Electric Transmission Rules and Regulations, or to promulgate such other and further Rules and Regulations as experience and conditions may suggest, or as it deems necessary in the conduct of its business.

The rates contained in this Schedule mirror the rates contained in the PJM Tariff for the DP&L Zone. To the extent the Company modifies its rates by order of FERC, the rates contained herein will be modified accordingly and the distribution rates contained in the Company's Distribution Schedule will be modified accordingly.

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