

FILE

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BEFORE
THE PUBLIC UTILITIES COMMISSION OF OHIO 000 OCT 27 PM 2: 01

In the Matter of the Application of Ohio Edison :
Company, The Cleveland Electric Illuminating :
Company and The Toledo Edison Company for :
Authority to Establish a Standard Service Offer :
Pursuant to R.C. 4928.143 in the Form of an :
Electric Security Plan. :

Case No. 08-935-EL-SS **PU CO**

SECOND ERRATA
TO
PREFILED TESTIMONY
OF
DANIEL R. JOHNSON
POLICY & MARKET ANALYSIS DIVISION
PUBLIC UTILITIES COMMISSION OF OHIO

Staff Exhibit _____

October 27, 2008

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Daniel R. Johnson Direct Testimony – Second Errata Sheet

Page 3, line 14

Change 14% to 13%

Page 9, line 5

Change 16% to 15%.

Page 9, line 16

Change “Revised Exhibit 1” to “Second Revised Exhibit 1”.

Page 9, line 17

Change 14% to 13%

Page 12, line 13

Change 14% to 13%

Page 12, line 19

Change “Revised Exhibit 2” to “Second Revised Exhibit 2”

Page 13, line 2

Change \$487 million to \$453 million

Change 2.8 mils to 2.6 mils

Exhibit 1

Replace Revised Exhibit 1 with Second Revised Exhibit 1

Exhibit 2

Replace Revised Exhibit 2 with Second Revised Exhibit 2

Second Revised Exhibit 2.

Alternative Net Present Value of Benefits Calculation

Auction Reference Price Rates		2008	2009	2010	2011
2008 Generation Rate		\$ 68.18			
Auction Reference Price		\$	76.40	\$ 75.22	\$ 73.97
Reference Price less 2008 price (\$68.18)		\$	8.22	\$ 7.04	\$ 5.79
MWh Sales			57,202,000	57,705,000	58,211,000
Incremental Revenues over 2008		\$	469,941,572	\$ 406,021,097	\$ 336,940,538
Distribution		\$	137,000,000	\$ 150,000,000	\$ 151,000,000
Total Revenues Auction Reference Rate		\$	606,941,572	\$ 556,021,097	\$ 487,940,538
Total Revenues Discounted		\$ 1,399,676,975	\$ 559,496,287	\$ 472,489,234	\$ 367,691,454

Reference NPV: Ohio Summary		Blank Alt. 1	Auction Ref. Case
ESP Revenues (NPV)		\$ 1,853,100,000	\$ 1,853,100,000
Auction Reference Revenues (NPV)		\$ 2,861,400,000	\$ 1,399,676,975
Benefits to Customers		\$ 1,008,300,000	\$ (453,423,025)
Per Megawatt Hour Net Present Benefit		\$	(2.62)

Second Revised
Exhibit 1.

Auction Reference Prices

	2006-2008	2009	2010	2011	09 - 11 Average
RTCP04 ₀₆₋₀₈	\$39.74				
Round the Clock Price Term of Auction					
RTCP _{09,10,11}		\$55.71	\$54.85	\$53.94	
ESP Round the Clock Price (Jones)					
ACP	\$54.50				
2004 Auction Clearing Price					
MP _{09,10,11}		\$82.57	\$84.88	\$88.19	\$85.21
Average Projected Market Prices (Blank)					
Capacity Adjustment		-\$5.89	-\$5.93	-\$5.96	
Transmission & Ancillary services		\$7.50	\$7.50	\$7.50	
Apples to Apples Prices Relationship Ratios	\$54.50	\$84.18	\$86.45	\$89.73	
	1.37	1.51	1.58	1.66	
Inflation factor (ratios)	15%				
Auction Reference Prices	\$76.40	\$75.22	\$73.97	\$75.19	

Inflation factor (prices)

13%

PROOF OF SERVICE

I hereby certify that a true copy of the foregoing Second Errata to Prefiled Testimony of Daniel R. Johnson, submitted on behalf of the Staff of the Public Utilities Commission of Ohio, was served by regular U.S. mail, postage prepaid, hand-delivered, and/or delivered via electronic mail, upon the following parties of record, this 27th day of October, 2008.



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