

## BEFORE

### THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Fuel Adjustment )  
Clauses for Columbus Southern Power ) Case No. 09-872-EL-FAC  
Company and Ohio Power Company. ) Case No. 09-873-EL-FAC

In the Matter of the Application of )  
Columbus Southern Power Company and )  
Ohio Power Company to Adjust Their ) Case No. 09-1095-EL-RDR  
Economic Development Cost Recovery )  
Rider Rates. )

In the Matter of the Application of Ohio )  
Power Company and Ohio Power ) Case No. 09-1906-EL-ATA  
Company to Modify Their Standard Service )  
Offer Rates. )

### ENTRY ON REHEARING

The Commission finds:

- (1) On November 13, 2009, Columbus Southern Power Company (CSP) and Ohio Power Company (OP) (collectively, AEP-Ohio or the Companies) filed an application in Case No. 09-1095-EL-RDR (09-1095) to adjust their respective economic development cost rider (EDR) rates to collect estimated deferred delta revenues and carrying costs associated with a unique arrangement with Ormet Primary Aluminum Corporation (Ormet), which was approved in *In the Matter of the Application of Ormet Primary Aluminum Corporation for Approval of a Unique Arrangement with Ohio Power Company and Columbus Southern Power Company*, Case No. 09-119-EL-AEC, Opinion and Order (July 15, 2009) and Entry on Rehearing (September 15, 2009) (09-119), and a reasonable arrangement with Eramet Marietta, Inc. (Eramet), which was approved in *In the Matter of the Application for Establishment of a Reasonable Arrangement between Eramet Marietta, Inc. and Columbus Southern Power Company*, Case No. 09-516-EL-AEC, Opinion and Order (October 15, 2009) (09-516).
- (2) Ohio Energy Group (OEG), Industrial Energy Users-Ohio (IEU-Ohio), the Office of Ohio Consumers' Counsel (OCC) and Ormet filed for and were granted intervention in 09-1095.

- (3) By Order issued January 7, 2010, the Commission concluded, among other things, that AEP-Ohio's proposal to utilize EDR rates of 10.52701 percent for CSP and 8.33091 percent for OP, which included provider of last resort credits, was reasonable.
- (4) On September 29, 2009, consistent with the Commission's order in Case Nos. 09-917-EL-SSO and 09-918-EL-SSO (ESP), AEP-Ohio filed its initial quarterly fuel adjustment clause (FAC) filing in Case Nos. 09-872-EL-FAC and 09-873-EL-FAC (09-872). On December 1, 2009, the Companies submitted their quarterly FAC filings to adjust the FAC rates for the first quarter of 2010. The quarterly filing proposed revised FAC rates, effective beginning with the January 2010 billing cycle, to reflect the percentage increases authorized in the Companies' ESP.
- (5) On December 3, 2009, the Companies filed a related application in Case No. 09-1906-EL-ATA (09-1906) to decrease the 2010 rates for each company's Enhanced Service Reliability Rider and CSP's gridSMART Rider in order to collect the revenues associated with the rates authorized by the Commission for 2010. The tariff schedules attached to the 09-1906 filing included generation rates which, in conjunction with the FAC rates filed on December 1, 2009, in 09-872, limited the amount that the Companies are authorized to collect to the 2010 rate increases established by the ESP order.
- (6) OCC, IEU-Ohio, and Ormet filed for and were granted intervention in 09-872 and 09-1906.
- (7) By Order issued January 7, 2010, the Commission concluded, among other things, that the Companies' proposed tariff filings in 09-872 and 09-1906, should be approved, with modifications. The Commission additionally ordered that the revised tariffs be effective with bills rendered beginning the first billing cycle of 2010.
- (8) Pursuant to Section 4903.10, Revised Code, any party who has entered an appearance in a Commission proceeding may apply for rehearing with respect to any matters determined by the Commission, within 30 days of the entry of the order upon the Commission's journal.
- (9) On February 5, 2010, AEP-Ohio filed an application for rehearing of the Commission's January 7, 2010, Order in 09-

1095. On February 5, 2010, IEU-Ohio filed an application for hearing in 09-872, 09-1906, and 09-1095.<sup>1</sup> Memorandum contra the applications for rehearing regarding 09-1095 were filed by AEP-Ohio, IEU-Ohio, and jointly by OCC and OEG on February 16, 2010. AEP-Ohio filed a memorandum contra IEU-Ohio's application for rehearing of 09-872 and 09-1906 on February 16, 2010.

- (10) The Commission grants the applications for rehearing filed by IEU-Ohio and AEP-Ohio in 09-1095, as well as the application for rehearing filed by IEU-Ohio in 09-872 and 09-1906. We believe that sufficient reason has been set forth by the parties seeking rehearing to warrant further consideration of the matters specified in the applications for rehearing.

It is, therefore,


ORDERED, That the applications for rehearing filed by IEU-Ohio and AEP-Ohio be granted for further consideration of the matters specified in the applications for rehearing. It is, further,

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<sup>1</sup> In addition to the applications for rehearing IEU-Ohio filed in 09-1095, 09-872 et al., and 09-1906, it also filed concurrent applications for rehearing in Case Nos. 08-917-EL-SSO, 08-918-EL-SSO, and 09-1094-EL-FAC. Because no Commission orders in these cases were issued in the 30-day period preceding the filing of IEU-Ohio's applications for rehearing, they were improperly filed. The Commission has, therefore, excluded them from consideration herein.

ORDERED, That a copy of this entry on rehearing be served upon all parties and other interested persons of record.

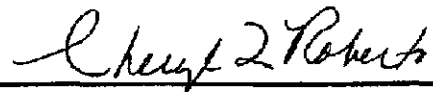
THE PUBLIC UTILITIES COMMISSION OF OHIO

  
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Alan R. Schriber, Chairman

  
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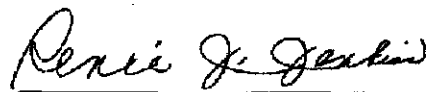
  
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Entered in the Journal

**MAR 03 2010**

  
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Renee J. Jenkins  
Secretary