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1
     BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO
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3
     In the Matter of the
4
    Application of the Ohio
5
    Department of Development for :
    an Order Approving Adjustments : Case No.
    to the Universal Service Fund :10-725-EL-USF
6
    Riders of Jurisdictional
7
    Electric Distribution Utilities.:
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                       PROCEEDINGS
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    Before Greta See, Attorney Examiner, held at the
    offices of the Public Utilities Commission of
12
13
    Ohio, 180 East Broad Street, Hearing Room 11-A,
14
    Columbus, Ohio, on Tuesday, December 7, 2010, at
15
    10:00 A.M.
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18
19
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21
22
                  Armstrong & Okey, Inc.
             222 East Town Street, 2nd Floor
23
                  Columbus, Ohio 43215
             (614) 224-9481 - (800) 223-9481
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                   Fax - (614) 224-5724
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 1
     APPEARANCES:
 2
            Bell & Royer
            By Mr. Barth Royer
 3
            33 South Grant Avenue
 4
            Columbus, Ohio 43215
 5
                 On behalf of the Ohio Department
                 of Development.
 6
 7
            Mr. Matthew J. Satterwhite
            Senior Counsel
            American Electric Power
 8
            1 Riverside Plaza
 9
            Columbus, Ohio 43215
10
                 On behalf of AEP Service
                 Corporation.
11
12
            Ms. Colleen L. Mooney
            P.O. Box 1793
            231 West Lima Street
13
            Findlay, Ohio 45839-1793
14
                 On behalf of Ohio Partners for
15
                 Affordable Energy.
16
            Mr. Richard C. Reese
17
            Associate Consumers' Counsel
            10 West Broad Street, Suite 1800
            Columbus, Ohio 431215
18
19
                 On behalf of the Office of
                 Consumers' Counsel.
2.0
2.1
            McNees, Wallace & Nurick
            By Ms. Gretchen J. Hummel
22
            Fifth Third Center
            21 East State Street, Suite 910
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            Columbus, Ohio 43215
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                 On behalf of Industrial Energy
                 Users - Ohio.
25
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3
    APPEARANCES CONTINUED:
 1
 2
            Mr. Thomas W. McNamee
            Assistant Attorney General
 3
            180 East Board Street
            Columbus, Ohio 43215
 4
                 On behalf of the Staff of
 5
                 the Public Utilities Commission
                 of Ohio.
 6
 7
            Ms. Judi L. Sobecki
            McGregor Park
 8
            1065 Woodman Avenue
            Dayton, Ohio 45432
 9
                 On behalf of the Dayton Power &
10
                 Light Company.
11
            Ms. Elizabeth H. Watts
12
            155 East Broad Street
            Columbus, Ohio 43215
13
                 On behalf of Duke Energy-Ohio.
14
15
            Carrie Dunn
            76 South Main Street
16
            Akron, Ohio 44308
17
                 On behalf of FirstEnergy Corp.
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Tuesday Morning,

2 December 7, 2010.

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ATTORNEY EXAMINER: Scheduled for hearing at this time is Case No. 10-725-EL-USF entitled in the matter of the application of the Ohio Department of Development for an order approving adjustments to the Universal Service Fund Riders of jurisdictional Ohio electric distribution utilities.

My name is Greta See, I am

the Attorney Examiner assigned to this case

by the Commission. At this time I would like to

take appearances of the parties. On behalf of

the Ohio Department of Development.

MR. ROYER: Thank you, Your Honor.

On behalf of the Ohio Department of Development,

Barth Royer, Bell & Royer, Co., LPA, 33 South

Grant Avenue, Columbus, Ohio 43215.

ATTORNEY EXAMINER: On behalf of the Public Utilities Commission of Ohio.

MR. MCNAMEE: On behalf of the Staff of the Public Utilities Commission of Ohio,
Richard Cordray, Attorney General of the State of Ohio, William L. Wright, Section Chief Public

6 1 Utilities Section, I am Thomas W. McNamee, 2 Assistant Attorney General. The address is 180 3 East Broad Street, Columbus, Ohio. ATTORNEY EXAMINER: On behalf of the 4 Industrial Energy Users of Ohio. 5 MS. HUMMEL: Thank you, Your Honor. 6 7 On behalf the Industrial Energy Users-Ohio, McNees, Wallace & Nurick by Gretchen J. Hummel, 21 East State Street, Columbus, Ohio 43215. 9 ATTORNEY EXAMINER: On behalf of the 10 11 AEP Ohio companies. 12 MR. SATTERWHITE: Thank you, Your Honor. On behalf of the AEP Ohio companies, 13 14 Columbus Southern Power and Ohio Power Company, 15 Matthew Satterwhite, 1 Riverside Plaza, 16 Columbus, Ohio 43215. 17 ATTORNEY EXAMINER: On behalf of Ohio Partners for Affordable Energy. 18

MS. MOONEY: Yes, Your Honor. On
behalf the Ohio Partners for Affordable Energy,
David C. Rinebolt and Colleen L. Mooney, 231
West Lima Street, Findlay, Ohio, 45839.
ATTORNEY EXAMINER: And on behalf of

the Ohio Consumers' Counsel.

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MR. REESE: Thank you, Your Honor.

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1
     On behalf of Ohio's residential ratepayors and
 2
     on behalf of the Ohio Consumers' Counsel, Janine
 3
    Migden-Ostrander, I am Assistant Consumers'
     Counsel, Richard C. Reese, address 10 West
 4
    Broad, 18th Floor, Columbus, Ohio 43215.
 5
 6
                 ATTORNEY EXAMINER: Mr. Royer.
 7
                 MR. ROYER: Yes, Your Honor. I have
 8
    been asked to enter appearances on behalf of the
 9
     Dayton Power & Light Company by Judi L. Sobecki,
    McGregor Park, 1065 Woodman Avenue, Dayton, Ohio
10
11
     45432.
12
                 On behalf of Duke Energy Ohio,
    Elizabeth H. Watts, 155 East Broad Street,
13
     Columbus, 21st Floor, Columbus, Ohio 43215.
14
15
                 And on behalf of FirstEnergy Corp.
16
     Carrie Dunn, 76 South Main Street, Akron, Ohio
17
     44308.
                 ATTORNEY EXAMINER: Okay. Would you
18
19
     like to continue, Mr. Royer?
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                 MR. ROYER: Yes, Your Honor.
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    parties have been able to resolve this matter by
2.2
     joint stipulation and recommendation that has
23
    been signed by all parties accept for the Ohio
24
     office of Consumers' Counsel who it's my
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understanding will not oppose the stipulation.

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Mark that as Joint Exhibit 1.
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2 (EXHIBIT HEREBY MARKED FOR

IDENTIFICATION PURPOSES)

2.2

MR. ROYER: And I would offer that at this time.

ATTORNEY EXAMINER: Okay.

MR. ROYER: Mr. Satterwhite would like to make a comment.

MR. SATTERWHITE: Thank you, Your Honor. Just there is some legacy language in the stipulation that we didn't get to talk to everybody about before, but just to give context to AEP Ohio companies' signatures, in paragraph three it sort of talks about called to testify the witnesses would verify the information provided to the company was accurate.

And that is all the case. I just don't want this to be read differently. The information provided to ODOD was provided back in August, so that was true and accurate at the time, and I think it's true and accurate at this time potentially for different reasons.

I just want to make clear, make sure the record is clear that to the extent something deals with information in 2011 that we could

a

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provide a witness to testify that this was true and accurate, but it might be different than what was provided back in August.
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ATTORNEY EXAMINER: Okay.

MR. ROYER: The stipulation, Your Honor will note, provides several exhibits should be admitted into evidence. And I would like to mark and offer these at this time.

The Amended Application filed by the Department of Development on November 23rd, 2010 I would like to have marked as ODOD Exhibit 1.

(EXHIBIT HEREBY MARKED FOR

IDENTIFICATION PURPOSES)

2.2

I would like to have a copy of the testimony of ODOD witness Nick Sunday marked as ODOD Exhibit 2.

(EXHIBIT HEREBY MARKED FOR

19 IDENTIFICATION PURPOSES)

MR. ROYER: This was filed on October 29th, 2010 at the time the original application was filed.

I would like to have the direct testimony of Donald A. Skaggs filed October 29th, 2010 marked as ODOD Exhibit 3.

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1
                 (EXHIBIT HEREBY MARKED FOR
 2
     IDENTIFICATION PURPOSES)
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                 MR. ROYER: And finally the
     supplemental testimony of Donald A. Skaggs on
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 5
    behalf of the Ohio Department of Development
     filed November 23rd, 2010 with the amended
 6
 7
    application, I would like to have that marked as
 8
    ODOD Exhibit 4.
 9
                 (EXHIBIT HEREBY MARKED FOR
     IDENTIFICATION PURPOSES)
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11
                 MR. ROYER: And I would offer those
12
    exhibits at this time.
                 ATTORNEY EXAMINER: Okay. Are there
13
    any objections to the admission of ODOD Exhibits
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15
     1, 2, 3, 4 or Joint Exhibit 1?
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                 MS. MOONEY: No, Your Honor.
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                 MS. HUMMEL: No, Your Honor.
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                 MR. SATTERWHITE: No.
19
                 ATTORNEY EXAMINER: Hearing no
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     objections the exhibits are admitted into the
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    record with the clarification as noted by
2.2
    counsel for AEP Ohio.
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                 (EXHIBITS HEREBY ADMITTED INTO
24
    EVIDENCE)
25
                 ATTORNEY EXAMINER: Is there
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anything further? Hearing none, this hearing is adjourned. Thank you very much. (At 10:15 A.M. the hearing was concluded) CERTIFICATE I do hereby certify that the foregoing is a true and correct transcript of the proceedings taken by me in this matter on December 7, 2010 and carefully compared with my original stenographic notes. Michael O. Spencer, Registered Professional Reporter.

This foregoing document was electronically filed with the Public Utilities

Commission of Ohio Docketing Information System on

12/14/2010 4:10:45 PM

in

Case No(s). 10-0725-EL-USF

Summary: Transcript Application of the Ohio Department of Development for an Order Approving Adjustments to the Universal Service Fund Riders of Jurisdictional Electric Distribution Utilities hearing held on 12/07/10. electronically filed by Mrs. Jennifer Duffer on behalf of Armstrong & Okey, Inc. and Spencer, Michael O. Mr.