



Legal Department

American Electric Power
1 Riverside Plaza
Columbus OH 43215-2373
AEP.com

April 15, 2011

Ms. Renee J. Jenkins
Secretary of the Commission
Public Utilities Commission of Ohio
180 East Broad Street
Columbus, Ohio 43215-3793

Matthew J. Satterwhite
Senior Counsel --
Regulatory Services
(614) 716-1915 (P)
(614) 716-2014 (F)
mjsatterwhite@aep.com

RE: *In the Matter of the Annual Alternative Energy Status & Compliance Report Under Rule 4901.1-40-05, Ohio Administrative Code, for Columbus Southern Power Company, Case No. 11-2418-EL-ACP.*

Dear Ms. Jenkins:

I am submitting the enclosed 2010 Alternative Energy Status & Compliance Report on behalf of Columbus Southern Power Company, pursuant to Rule 4901.1-40-05, Ohio Administrative Code.

The document filed is the public version of the report. As indicated in the motion for a protective order filed on this day in this docket, the report contains certain confidential information. The public version has been redacted accordingly. A confidential copy of the report was filed with the motion for protective order according to Commission rules.

Thank you for your attention to this matter.

Respectfully Submitted,

/s/ Matthew J. Satterwhite
Matthew J. Satterwhite

Annual Compliance Plan Status Report

Introduction

In Case No. 08-888-EL-ORD, the Public Utilities Commission of Ohio (Commission) approved Rules for the Alternative Energy Portfolio Standard for electric utilities (Rules). The Rule became effective on December 10, 2009. Applying Senate Bill 221 (S.B. 221), the Rules require that each electric utility within the jurisdiction of the Commission adhere to specific advanced and renewable energy benchmark percentages. Each electric utility and electric services company is required to file an annual status and compliance report. This report is to be filed by April fifteenth of each year. Per Ohio Administrative Code (OAC) 4901:1-40-05(A), the report shall include the following items:

- The annual review will include compliance with the most recent applicable renewable- and solar-energy resource benchmark.
- The annual compliance reviews shall consider any under-compliance an electric utility or electric services company asserts is outside its control.

Columbus Southern Power Company (CSP) submits this Compliance Plan Status Report for Compliance Year 2010.

CSP has achieved compliance in meeting the 2010 Benchmarks for the Ohio Alternative Energy Portfolio Standard. CSP achieved the Benchmarks for both Non-Solar and Solar Renewables, as shown in the Summary Sheet.

Non-Solar Overview

Non-Solar achievement was met through a CSP facility and REC purchases for the In-State Benchmark, while the additional non-Solar Benchmark was achieved through a renewable energy purchase agreement with wind as the renewable energy resource. Additional details around the Non-Solar Benchmark are shown in the REC Details Sheet.

Note that the RECs from the Belleville - 1 facility are recorded as In-State Non-Solar RECs. CSP discussed with Staff this facility (Case No. 09-1054-EL-REN), to affirm that it would be recognized as In-State RECs. That decision was reached on rule language in 4901:1-40-03(A)(2)(a), OAC, which indicates the following:

- (a) At least half of the annual renewable energy resources, including solar energy resources, shall be met through electricity generated by facilities located in this state. Facilities located in the state shall include a hydroelectric generating facility that is located on a river that is within or bordering this state, and wind turbines located in the state's territorial waters of Lake Erie.

As Belleville - 1 is on a river "bordering this state," its qualified generation is recognized as In-State. Belleville - 1 was assigned an Ohio certification number of 10-HYD-WV-GATS-0040. So while the "WV" in the certification number reflects the facility's physical location, Staff has informed GATS that they would recognize this as In-State.

Solar Overview

AEP Ohio filed *force majeure* in October of 2009, Case No 09-0987-EL-EEC, in regards to meeting the Solar Benchmark for 2009. On January 7, 2010, the Commission ruled that AEP-Ohio had adequate reason to invoke *force majeure* and revised the 2009 Solar Benchmark. The Summary Sheet includes the additional 2009 Solar Benchmark from the approved *force majeure* filing, which was added to the 2010 obligation.

Solar achievement was met through a CSP facility and an In-State renewable energy purchase agreement that fulfilled both the In-State Benchmark and the additional Solar Benchmark. Additional details around the Solar Benchmark are shown in the REC Details Sheet.

Adjustments

CSP made adjustments for Economic Growth and Customer Choice. These adjustments are stated in the Summary Sheet.

When CSP determined the 2009 Benchmarks CSP inadvertently carried forward the use of the Normalized Retail Sales as is permitted for the Energy Efficiency and Peak Demand Reduction Benchmarks. As a result, CSP exceeded the 2009 Non-Solar Benchmark and the 2009 Solar Benchmark carry-over was less than originally indicated. The respective 2009 Benchmark adjustments are reported on the Summary Sheet.

Conclusion

Columbus Southern Power is compliant with the 2010 Non-Solar and Solar Benchmarks based on the actual RECs achieved in Non-Solar as well as the actual RECs achieved in Solar, including the approved carry-over of the 2009 Solar Benchmark. Also, CSP requests that the Commission confirm compliance was achieved and notify CSP when the RECs for 2009 and 2010 compliance are to be retired towards CSP's compliance requirement.

CSP Compliance Plan Status Report for Compliance Year 2010 Summary Sheet						
	(A) MWH Sales Unadjusted*	(B) Proposed Adjustments**	(C) = (A) - (B) MWH Sales Adjusted			
2007	22,009,241	1,657,015	20,352,226			
2008	22,209,937	2,388,050	19,821,887			
2009	20,677,981	1,997,076	18,680,905			
Baseline for 2010 Compliance Obligation			19,618,339.33	(D) = (C)/3		
2010 Statutory Compliance Obligation						
2010 Non-Solar Renewable Benchmark			0.49%	(E)		
2010 Solar Renewable Benchmark Per ORC, 4928.64(B)(2)			0.01%	(F)		
2010 Compliance Obligation						
Non-Solar MWHs Needed for Compliance			96,130	(G) = (D) * (E)		
Minimum Required from Ohio Facilities			48,065	(H) = (G) * 0.5		
Solar MWHs Needed for Compliance			1,962	(I) = (D) * (F)		
Minimum Required from Ohio Facilities			981	(J) = (I) * 0.5		
Force Majeure Carry-Over from 2009						
Non-Ohio Solar - MWHs			0	(K)		
Ohio Solar - MWHs			730	(L)		
2009 Adjustments Correction						
Non-Solar MWHs Needed Required from Ohio Facilities			-283 -141	(M) (N)		
Solar MWHs Needed Required from Ohio Facilities			-5 -2	(O) (P)		
2010 Net Compliance Obligation						
Non-Solar MWHs Needed for Compliance			95,847	(Q) = (G) + (K) + (M)		
Minimum Required from Ohio Facilities			47,923	(R) = (Q) * 0.5		
Solar MWHs Needed for Compliance			2,687	(S) = (I) + (L) + (O)		
Minimum Required from Ohio Facilities			1,343	(T) = (S) * 0.5		
Under Compliance in 2010 (if applicable)						
Non-Solar MWHs			0	(U)		
Solar MWHs			0	(V)		
2010 Alternative Compliance Payments						
Non-Solar, per MWH			\$45.00	(W)		
Solar, per MWH - per 4928.64(C)(2)(a)			\$400.00	(X)		
2010 Payments (if applicable)						
Non-Solar Total			\$0.00	(Y) = (U) * (W)		
Solar Total			\$0.00	(Z) = (V) * (X)		
TOTAL			\$0.00	(AA) = (Y) + (Z)		
* Should be based on data reported in EDU's three most recent forecast reports or reporting forms, per 4901:1-40-03(B)(1)						
** For any proposed adjustments, provide the necessary information as detailed in 4901:1-40-03(B)(3)						

CSP Compliance Plan Status Report for 2010
REC Details Sheet

1. **OHIO NON-SOLAR** Renewable Energy Credits

Year/Month	State	Facility Name	Certificate Serial Numbers	Quantity	OH Certificate Number	Retired
2008/08	OH					No
2008/09	OH					No
2008/10	OH					No
2008/10	OH					No
2008/11	OH					No
2008/11	OH					No
2008/12	OH					No
2008/12	OH					No
2009/01	OH					No
2009/02	OH					No
2009/03	OH					No
2009/04	OH					No
2009/04	OH					No
2009/05	OH					No
2009/05	OH					No
2009/06	OH					No
2009/06	OH					No
2009/07	OH					No
2009/08	OH					No
2009/09	OH					No
2009/10	OH					No
2009/11	OH					No
2009/11	OH					No
2009/12	OH					No
2009/12	OH					No

CSP Compliance Plan Status Report for 2010 REC Details Sheet			
2010/01	OH		No
2010/01	OH		No
2010/02	OH		No
2010/02	OH		No
2010/03	OH		No
2010/03	OH		No
2010/04	OH		No
2010/04	OH		No
2010/04	OH		No
2010/05	OH		No
2010/05	OH		No
2010/06	OH		No
2010/06	OH		No
2010/06	OH		No
2010/07	OH		No
2010/07	OH		No
2010/08	OH		No
2010/08	OH		No
2010/08	OH		No
2010/09	OH		No
2010/09	OH		No
2010/05	OH		No
2010/06	OH		No
2010/07	OH		No
2010/05	OH		No
2010/06	OH		No
2010/07	OH		No

CSP Compliance Plan Status Report for 2010 REC Details Sheet			
2010/08	OH		No
2010/09	OH		No
2009/09	OH		No
2009/11	OH		No
2009/11	OH		No
2010/01	OH		No
2010/03	OH		No
2010/04	OH		No
2010/07	OH		No
2010/08	OH		No
2010/09	OH		No
2008/12	WV		No
2009/03	WV		No
2009/05	WV		No
2009/09	WV		No
2009/12	OH		No
2008/12	OH		No
2009/10	OH		No
2009/12	OH		No
2010/10	OH		No
2010/12	OH		No
2010/01	OH		No
2010/02	OH		No
2010/03	OH		No
TOTAL	Ohio Non-Solar Renewable Energy Credits		47,924

CSP Compliance Plan Status Report for 2010
REC Details Sheet2. **NON-OHIO NON-SOLAR** Renewable Energy Credits

Year/Month	State	Facility Name	Certificate Serial Numbers	Quantity	OH Certificate Number	Retired
2009/12	IN					No
2010/01	IN					No
2010/02	IN					No
2010/03	IN					No
2010/04	IN					No
TOTAL	Non-Ohio Non-Solar Renewable Energy Credits					

3. **OHIO SOLAR** Renewable Energy Credits

Year/Month	State	Facility Name	Certificate Serial Numbers	Quantity	OH Certificate Number	Retired
2010/01	OH					No
2010/02	OH					No
2010/03	OH					No
2010/04	OH					No
2010/05	OH					No
2010/06	OH					No
2010/07	OH					No
2010/08	OH					No
2010/09	OH					No
2010/10	OH					No
2010/11	OH					No
2010/12	OH					No
2010/05	OH					No
2010/06	OH					No
2010/07	OH					No
2010/08	OH					No
2010/09	OH					No
TOTAL	Ohio Solar Renewable Energy Credits					

CSP Compliance Plan Status Report for 2010 REC Details Sheet						
4. NON-OHIO SOLAR Renewable Energy Credits						
Year/Month	State	Facility Name	Certificate Serial Numbers	Quantity	OH Certificate Number	Retired
TOTAL		Non-Ohio Solar Renewable Energy Credits		0		

This foregoing document was electronically filed with the Public Utilities

Commission of Ohio Docketing Information System on

4/15/2011 5:03:29 PM

in

Case No(s). 11-2418-EL-ACP

Summary: Annual Report --Annual Alternative Energy Status & Compliance Report
electronically filed by Mr. Matthew J Satterwhite on behalf of Columbus Southern Power
Company