

BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

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In the Matter of the Application of Columbus Southern Power Company to Update Its gridSMART Rider.

Case No. 11-1353-EL-RDR

MOTION TO INTERVENE BY THE OFFICE OF THE OHIO CONSUMERS' COUNSEL

The Office of the Ohio Consumers' Counsel ("OCC") moves to intervene in this case which involves examination of the cost borne by customers of Columbus Southern Power Company ("CSP" or "Company") for the Company's deployment of its smart grid program, called "gridSMART." OCC is filing on behalf of all CSP's approximately 670,000 residential utility customers.¹ The reasons the Public Utilities Commission of Ohio ("Commission" or "PUCO") should grant OCC's Motion are further set forth in the attached Memorandum in Support.

Respectfully submitted,

JANINE L. MIGDEN-OSTRANDER CONSUMERS' COUNSEL

Terry LÆttér, Counsel of Record Assistant Consumers' Counsel

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¹ See R.C. Chapter 4911, R.C. 4903.221 and Ohio Adm. Code 4901-1-11. This is to certify that the images appearing are an accurate and complete reproduction of a case file document delivered in the regular course of business. Technician Date Processed APR 2 0 20

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MEMORANDUM IN SUPPORT

In CSP's first Electric Security Plan proceeding, the Commission authorized the Company to establish a rider to collect from customers the cost of deploying Phase I of the Company's gridSMART plan.² The PUCO made the rider "subject to annual true-up and reconciliation based on the company's prudently incurred costs."³ In the first case updating the rider, the Commission issued a Finding and Order approving CSP's gridSMART rider as a fixed monthly, per-bill charge.⁴ Per the Finding and Order, the Company established a monthly charge of 52 cents per customer for gridSMART deployment.⁵

In this proceeding, CSP, on March 18, 2011, filed its most recent application to update the gridSMART rider. In the application, the Company noted that delays in implementing the gridSMART project had resulted in an over-collection from customers of \$6,181,337 as of the date of the application.⁶ The Company claims that spending on

 ² In the Matter of the Application of Columbus Southern Power Company for Approval of its Electric Security Plan; an Amendment to its Corporate Separation Plan; and the Sale or Transfer of Certain Generation Assets, Case No. 08-917-EL-SSO, Opinion and Order (March 18, 2009) at 38.
³ Id.

⁴ In the Matter of the Application of Columbus Southern Power Company to Update Its gridSMART Rider, Case No. 10-164-EL-RDR, Finding and Order (August 11, 2010) at 14.

⁵ See CSP's tariff at Revised Sheets 84-1 and 84-1D.

⁶ Application at 2.

the project during 2011 will "catch up" to initial projections, thus causing the overcollection from customers to decrease.⁷ In the application, CSP is not seeking any increase or decrease in the monthly rates charged to customers under the rider.⁸

OCC seeks to intervene in this proceeding. OCC has authority under law to represent the interests of all of CSP's approximately 670,000 residential utility customers, pursuant to R.C. Chapter 4911.

R.C. 4903.221 provides, in part, that any person "who may be adversely affected" by a PUCO proceeding is entitled to seek intervention in that proceeding. The interests of Ohio's residential customers may be "adversely affected" by this case, especially if the customers were unrepresented in a proceeding involving the amount they are charged for gridSMART deployment. Thus, this element of the intervention standard in R.C. 4903.221 is satisfied.

R.C. 4903.221(B) requires the Commission to consider the following criteria in ruling on motions to intervene:

- (1) The nature and extent of the prospective intervenor's interest;
- (2) The legal position advanced by the prospective intervenor and its probable relation to the merits of the case;
- (3) Whether the intervention by the prospective intervenor will unduly prolong or delay the proceeding; and
- (4) Whether the prospective intervenor will significantly contribute to the full development and equitable resolution of the factual issues.

First, the nature and extent of OCC's interest is representing CSP's residential

customers of in this case involving the amount they are charged for gridSMART

⁷ Id. at 2-3.

⁸ Id. at 3.

deployment. This interest is different than that of any other party and especially different than that of the utility whose advocacy includes the financial interest of stockholders.

Second, OCC's advocacy for residential customers will include advancing the position that electric rates should be no more than what is reasonable and lawful under Ohio law. OCC's position is therefore directly related to the merits of this case that is pending before the PUCO, the authority with regulatory control of public utilities' rates and service quality in Ohio.

Third, OCC's intervention will not unduly prolong or delay the proceedings. OCC, with its longstanding expertise and experience in PUCO proceedings, will duly allow for the efficient processing of the case with consideration of the public interest.

Fourth, OCC's intervention will significantly contribute to the full development and equitable resolution of the factual issues. OCC will obtain and develop information that the PUCO should consider for equitably and lawfully deciding the case in the public interest.

OCC also satisfies the intervention criteria in the Ohio Administrative Code (which are subordinate to the criteria that OCC satisfies in the Ohio Revised Code). To intervene, a party should have a "real and substantial interest" according to Ohio Adm. Code 4901-1-11(A)(2). As the advocate for residential utility customers, OCC has a very real and substantial interest in this case where the amount CSP's residential customers are charged for gridSMART deployment will be determined.

In addition, OCC meets the criteria of Ohio Adm. Code 4901-1-11(B)(1)-(4). These criteria mirror the statutory criteria in R.C. 4903.221(B) that OCC already has addressed and that OCC satisfies.

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Ohio Adm. Code 4901-1-11(B)(5) states that the Commission shall consider the "extent to which the person's interest is represented by existing parties." While OCC does not concede the lawfulness of this criterion, OCC satisfies this criterion in that it uniquely has been designated as the state representative of the interests of Ohio's residential utility customers. That interest is different from, and not represented by, any other entity in Ohio.

Moreover, the Supreme Court of Ohio confirmed OCC's right to intervene in PUCO proceedings, in ruling on an appeal in which OCC claimed the PUCO erred by denying its intervention. The Court found that the PUCO abused its discretion in denying OCC's intervention and that OCC should have been granted intervention.⁹

OCC meets the criteria set forth in R.C. 4903.221, Ohio Adm. Code 4901-1-11, and the precedent established by the Supreme Court of Ohio for intervention. On behalf of Ohio residential customers, the Commission should grant OCC's Motion to Intervene.

Respectfully submitted,

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Terry L/Etter, Counsel of Record Assistant Consumers' Counsel

⁹ See Ohio Consumers' Counsel v. Pub. Util. Comm., 111 Ohio St.3d 384, 2006-Ohio-5853, ¶13-20 (2006).

CERTIFICATE OF SERVICE

I hereby certify that a copy of this Motion to Intervene was served via First Class mail, postage prepaid on the persons stated below this 20th day of April 2011.

Terry L. Étter Assistant Consumers' Counsel

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