1	BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO
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3	In the Matter of the : Application of Duke :
4	Energy Ohio, Inc. to : Establish its Fuel and : Case No. 11-974-EL-FAC
5	Economy Purchased Power : Component of its :
6	Market-Based Standard : Service Offer for 2011. :
7	In the Matter of the :
8	Application of Duke : Energy Ohio, Inc. to : Case No. 11-975-EL-RDR
9	Establish its System : Reliability Tracker of :
10	its Market-Based Standard : Service Offer for 2011. :
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13	PROCEEDINGS
14	before Katie Stenman and Christine Pirik, Hearing
15	Examiners, at the Public Utilities Commission of
16	Ohio, 180 East Broad Street, Room 11-C, Columbus,
17	Ohio, called at 10:00 a.m. on Tuesday, September 18,
18	2012.
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22	ARMSTRONG & OKEY, INC. 222 East Town Street, 2nd Floor
23	Columbus, Ohio 43215 (614) 224-9481 - (800) 223-9481
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1 **APPEARANCES:** 2 Duke Energy By Ms. Jeanne W. Kingery 3 155 East Broad Street, Floor 21 Columbus, Ohio 43215 4 On behalf of the Company. 5 6 Bruce J. Weston, Ohio Consumers' Counsel By Mr. Joseph P. Serio Assistant Consumers' Counsel 7 10 West Broad Street, Suite 1800 Columbus, Ohio 43215 8 On behalf of the Residential Utility 9 Customers. 10 11 Mike DeWine, Ohio Attorney General By Mr. Thomas W. McNamee and 12 Mr. Stephen Reilly Public Utilities Section 13 180 East Broad Street Columbus, Ohio 43215 14 On behalf of the Staff. 15 16 17 18 19 20 21 22 23 24 25

1 Tuesday Morning Session, 2 September 18, 2012. 3 4 EXAMINER STENMAN: Let's go on the 5 record. The Public Utilities Commission of Ohio 6 7 is called for hearing at this time and place, Case 8 Nos. 11-974-EL-FAC and 11-975-EL-RDR, being in the matter of the application of Duke Energy Ohio, Inc. 9 to establish its fuel and purchased power component 10 of its market-based standard service offer for 2011, 11 12 and to establish a system reliability tracker of its 13 market-based standard service offer for 2011. 14 My name is Katie Stenman and with me is 15 Christine Pirik and we're the Attorney Examiners 16 assigned by the Commission to hear this case. Let's have appearances of the parties 17 18 starting with the company. 19 MS. KINGERY: Thank you very much. On 20 behalf of Duke Energy Ohio, Jeanne Kingery, Rocco 21 D'Ascenzo, Amy Spiller, and Elizabeth Watts, 139 East 2.2 Fourth Street, Cincinnati, Ohio. 23 EXAMINER STENMAN: Thank you. 24 MR. SERIO: Thank you, your Honor. On 25 behalf of the residential utility customers of Duke

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Energy, Bruce J. Weston, Consumers' Counsel, by 1 2 Joseph P. Serio. 3 EXAMINER STENMAN: Thank you. MR. McNAMEE: On behalf of the staff of 4 5 Public Utilities Commission of Ohio, Michael DeWine, 6 Attorney General of the State of Ohio, Stephen Reilly and Thomas McNamee, Assistant Attorneys General. 7 The 8 address is 180 East Broad Street, Columbus, Ohio. 9 EXAMINER STENMAN: Thank you. 10 And it's my understanding that there is a 11 motion at this time? 12 MS. KINGERY: Yes, thank you, your Honor. 13 Duke Energy Ohio would move for a continuance of this 14 hearing. The parties have been discussing potential 15 stipulation concerning at least most of the issues in 16 the case, and are not yet ready to file that 17 stipulation, but with a brief continuance, we expect that we would be in a position to file it and to file 18 19 testimony in support thereof. 20 EXAMINER STENMAN: And what are you 21 expecting with respect to the issues that are not 2.2 stipulated? 23 It's my understanding that MS. KINGERY: 24 staff is interested in having a period of time to 25 investigate those issues, so we would take those

issues that are remaining that are not covered by the 1 2 stipulation, allow time for that investigation, and 3 then have a subsequent hearing to resolve those issues. Whether that's based on a stipulation at 4 5 that time or not. 6 EXAMINER STENMAN: Okav. 7 MR. McNAMEE: And staff joins the motion 8 made by the company and that's exactly what we think 9 too. 10 EXAMINER STENMAN: And Mr. Serio? 11 MR. SERIO: OCC has no opposition to such 12 a motion, your Honor. 13 EXAMINER STENMAN: Are you assuming that the issues that will be remaining after the 14 15 stipulation will be resolved in the context of this case or are you thinking that will be in another 16 17 proceeding? MS. KINGERY: We're hopeful that it would 18 19 be in this case. 20 MR. McNAMEE: We don't know. That's 21 something we would need to hash out, I suspect. 2.2 EXAMINER STENMAN: Okay. 23 MR. McNAMEE: The issue does lap over 24 into the AEP 281 case. So, or it's related or 25 similar I guess.

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1	EXAMINER PIRIK: I just want to note
2	whatever the process is for the subsequent issue, the
3	process will be determined, the how those issues are
4	going to be resolved will be determined by the
5	Commission, and I would just ask that if I'm not
6	certain what necessarily you're putting into the
7	stipulation on the audit that is currently before us,
8	but I want to be sure that the how the process is
9	followed is left up to the Commission to make that
10	decision.
11	MR. McNAMEE: Sure. We only recommend,
12	your Honor.
13	MS. KINGERY: Absolutely. We understand
14	that. We'll make sure that the stipulation is
15	express about that.
16	EXAMINER STENMAN: And in terms of
17	continuing the current hearing, I believe October 10
18	was raised by the parties.
19	MS. KINGERY: Yes, that would be
20	wonderful. Thank you, your Honor.
21	EXAMINER STENMAN: Staff?
22	MR. McNAMEE: That's fine.
23	EXAMINER STENMAN: Mr. Serio?
24	MR. SERIO: That works, your Honor.
25	Thank you.

EXAMINER STENMAN: Is there anything else 1 2 we need to discuss today? 3 MR. McNAMEE: Nothing from the staff. 4 MS. KINGERY: Nothing from the company, 5 thank you. 6 MR. SERIO: No, your Honor. 7 EXAMINER STENMAN: Then we will recess 8 until October 10. If the parties do have a 9 stipulation ready, it needs to be filed by 9:00 a.m. on October 9. 10 11 And with respect to any remaining issues 12 that are not part of the stipulation, the process for that will be set by a subsequent entry of the 13 Commission. 14 15 Thank you. 16 MS. KINGERY: Thank you very much. 17 MR. McNAMEE: Thank you. 18 MR. SERIO: Thank you, your Honor. 19 (Hearing adjourned at 10:10 a.m.) 20 21 2.2 23 24 25

1	CERTIFICATE
2	I do hereby certify that the foregoing is a
3	true and correct transcript of the proceedings taken
4	by me in this matter on Tuesday, September 18, 2012,
5	and carefully compared with my original stenographic
6	notes.
7	
8	Julieanna Hennebert, Registered
9	Professional Reporter and RMR and Notary Public in and for the
10	State of Ohio.
11	My commission expires February 19, 2013.
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## Case No(s). 11-0974-EL-FAC, 11-0975-EL-RDR

Summary: Transcript of Duke Energy Ohio, Inc. hearing held on 09/18/12 electronically filed by Mrs. Jennifer Duffer on behalf of Armstrong & Okey, Inc. and Hennebert, Julieanna Mrs.