BOEHM, KURTZ & LOWRY

ATTORNEYS AT LAW 36 EAST SEVENTH STREET SUITE 1510 CINCINNATI, OHIO 45202 TELEPHONE (513) 421-2255

TELECOPIER (513) 421-2764

Via E-File

May 27, 2014

Public Utilities Commission of Ohio PUCO Docketing 180 E. Broad Street, 10th Floor Columbus, Ohio 43215

In re: <u>Case Nos. 13-2385-EL-SSO and 13-2386-EL-AAM</u>

Dear Sir/Madam:

Please find attached the OHIO ENERGY GROUP'S MEMORANDUM CONTRA OHIO POWER COMPANY'S MOTION TO STRIKE TESTIMONY for filing in the above-referenced matter.

Copies have been served on all parties on the attached certificate of service. Please place this document of file.

Respectfully yours,

David F. Boehm, Esq. Michael L. Kurtz, Esq. Jody Kyler Cohn, Esq.

BOEHM, KURTZ & LOWRY

MLKkew Encl.

Cc: Certificate of Service

Sarah Parrot <u>sarah.parrot@puc.state.oh.us</u> Greta See <u>greta.see@puc.state.oh.us</u>

BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

In The Matter Of The Application Of Ohio Power Company

For Authority To Establish A Standard Service Offer

Pursuant To 4928.143, Ohio Rev. Code, In The Form Of An

Electric Security Plan.

:

In The Matter Of The Application Of Ohio Power Company

For Approval Of Certain Accounting Authority.

Case No. 13-2386-EL-AAM

Case No. 13-2385-EL-SSO

MEMORANDUM CONTRA OHIO POWER COMPANY'S MOTION TO STRIKE TESTIMONY OF THE OHIO ENERGY GROUP

Pursuant to Ohio Adm. Code §4901-1-12(B)(1), the Ohio Energy Group ("OEG") hereby submits this Memorandum Contra the Motion to Strike Testimony filed by Ohio Power Company ("AEP Ohio") on May 23, 2014 ("Motion").

In its Motion, AEP Ohio argues that portions of OEG witness Stephen J. Baron's Direct Testimony filed May 6, 2014 ("Testimony") should be stricken from the record as outside the scope of these proceedings and therefore irrelevant. AEP Ohio claims that Mr. Baron's proposal regarding the applicability of deferred capacity costs recovered through the Retail Stability Rider ("RSR") should be considered in a separate proceeding wherein AEP Ohio will request authority to continue to recover deferred capacity costs through the RSR.

Contrary to AEP Ohio's urging, Mr. Baron's proposal is not outside the scope of this proceeding and should not be stricken. AEP Ohio witness Allen effectively "opened the door" to Mr. Baron's testimony by including a discussion of how AEP Ohio intended to approach the deferred capacity cost

² *Id*. at 6.

¹ Motion at 4.

issue in his Direct Testimony in this proceeding.³ Mr. Allen's testimony was not limited merely to a statement by AEP Ohio that the company will file a separate application to recover the deferred capacity costs. Mr. Allen also provided additional detail regarding the rate at which AEP Ohio may seek to collect the deferred capacity costs, estimating that a \$4/MWh charge beginning June 2015 would allow those costs to be recovered over approximately 34 months.⁴ Thus, Mr. Allen provided a preview of what AEP Ohio may propose in the separate proceeding. If AEP Ohio is allowed the opportunity to provide such a preview, then other parties should similarly be given that opportunity in this proceeding.

Moreover, the Commission is not strictly bound by the rules of evidence.⁵ The Commission can give the disputed portions of Mr. Baron's Testimony appropriate weight without resorting to the extreme approach of striking entire portions. The inclusion of all of Mr. Baron's Testimony in this proceeding will help develop a full record for the Commission to consider in making its determination in this case. The Commission should rely upon the Testimony to the extent the Commission deems appropriate. For these reasons, the Commission should deny AEP Ohio's Motion.

Respectfully submitted,

Dayid F. Boehm, Esq. Michael L. Kurtz, Esq.

Jody Kyler Cohn, Esq.

BOEHM, KURTZ & LOWRY

36 East Seventh Street, Suite 1510

Cincinnati, Ohio 45202

Ph: (513) 421-2255 Fax: (513) 421-2764

E-Mail: dboehm@BKLlawfirm.com

mkurtz@BKLlawfirm.com jkylercohn@BKLlawfirm.com

May 27, 2014

COUNSEL FOR THE OHIO ENERGY GROUP

³ Direct Testimony of William A. Allen in Support of AEP Ohio's Electric Security Plan (December 20, 2013) at 12:9-23.

⁵ S.G. Foods v. FirstEnergy Corp., Case Nos. 04-28-EL-CSS et al., Entry (March 7, 2006) at 29 (citing Greater Cleveland Welfare Rights Org, Inv. v. Pub. Util. Comm, 2 Ohio St. 3d 62 (1982)).

CERTIFICATE OF SERVICE

I hereby certify that true copy of the foregoing was served by electronic mail (when available) or ordinary mail, unless otherwise noted, this 27th day of May, 2014 to the following:

David F. Brehm, Fsg. Michael L. Kurtz, Esq. Jody Kyler Cohn, Esq.

NOURSE, STEVEN T. MR.
AMERICAN ELECTRIC POWER
1 RIVERSIDE PLAZA
COLUMBUS OH 43215

*BINGHAM, DEB J. MS.
OFFICE OF THE OHIO CONSUMERS' COUNSEL
10 W. BROAD ST., 18TH FL.
COLUMBUS OH 43215

*DOUGHERTY, TRENT A MR.
OHIO ENVIRONMENTAL COUNCIL
1207 GRANDVIEW AVE. SUITE 201
COLUMBUS OH 43212

*CHMIEL, STEPHANIE M MS. THOMPSON HINE 41 S. HIGH STREET, SUITE 1700 COLUMBUS OH 43215

*ORAHOOD, TERESA BRICKER & ECKLER LLP 100 SOUTH THIRD STREET COLUMBUS OH 43215-4291

*SINENENG, PHILIP B MR.
THOMPSON HINE LLP
41 S. HIGH STREET SUITE 1700
COLUMBUS OH 43215

WATTS, ELIZABETH H.

DUKE ENERGY OHIO

155 EAST BROAD ST 21ST FLOOR

COLUMBUS OH 43215

*PETRICOFF, M HOWARD VORYS SATER SEYMOUR AND PEASE LLP 52 E. GAY STREET P.O. BOX 1008 COLUMBUS OH 43216-1008

*MCDERMOTT, JACOB A MR. FIRSTENERGY 76 S. MAIN ST AKRON OH 44313

*YURICK, MARK
TAFT STETTINUIS & HOLLISTER LLP
65 E. STATE STREET SUITE 1000
COLUMBUS OH 43215

*MOONEY, COLLEEN L OPAE 231 WEST LIMA STREET FINDLAY OH 45840

*BLEND, CHRISTEN M. MS.
PORTER WRIGHT MORRIS & ARTHUR, LLP
41 SOUTH HIGH STREET 30TH FLOOR
COLUMBUS OH 43215

*WILLIAMS, SAMANTHA
NATURAL RESOURCES DEFENSE COUNCIL
20 N. WACKER DRIVE STE 1600
CHICAGO IL 60606

*POULOS, GREGORY J. MR.
ENERNOC, INC.
471 EAST BROAD STREET SUITE 1520
NEW ALBANY OH 43215

*WILLIAMSON, DERRICK P
SPILMAN THOMAS & BATTLE, PLLC
1100 BENT CREEK BLVD., SUITE 101
MECHANICSBURG PA 17050

*PRITCHARD, MATTHEW R. MR. MCNEES WALLACE & NURICK 21 EAST STATE STREET #1700 COLUMBUS OH 43215

*COFFEY, SANDRA
PUBLIC UTILITIES COMMISSION OF OHIO
180 E. BROAD ST.
COLUMBUS OH 43215

*MCDANIEL, NICHOLAS A. MR.
ENVIRONMENTAL LAW AND POLICY CENTER
1207 GRANDVIEW AVENUE STE. 201
COLUMBUS OH 43212

*TEUSCHER, TYLER A. MR.
THE DAYTON POWER AND LIGHT COMPANY
1065 WOODMAN DR.
DAYTON OH 45432

ENVIRONMENTAL LAW & POLICY CENTER NICHOLAS MCDANIEL
1207 GRANDVIEW AVE STE 201
COLUMBUS OH 43212

CONSTELLATION NEWENERGY INC SR COUNSEL CYNTHIA FONNER BRADY P.O. BOX 1125

FIRSTENERGY SOLUTIONS CORP MARK HAYDEN 76 S MAIN ST AKRON OH 44308

CHICAGO IL 60690-1125

*BOJKO, KIMBERLY W. MRS.
CARPENTER LIPPS & LELAND LLP
280 NORTH HIGH STREET 280 PLAZA SUITE 1300
COLUMBUS OH 43215

*SCHMIDT, KEVIN R MR.
THE LAW OFFICES OF KEVIN R. SCHMIDT, ESQ.
88 EAST BROAD STREET, SUITE 1770 MAIL STOP 01
COLUMBUS OH 43215

*KUHNELL, DIANNE
DUKE ENERGY BUSINESS SERVICES
139 E. FOURTH STREET EA025 P.O. BOX 960
CINCINNATI OH 45201

*SIWO, J. THOMAS BRICKER & ECKLER LLP 100 SOUTH THIRD STREET COLUMBUS OH 43215

*BACH, MARISSA J. MS. HESS ENERGY MARKETING, LLC ONE HESS PLAZA WOODBRIDGE NJ 07030

*WILLIAMS, GREGORY L. MR.
WHITT STURTEVANT LLP
THE KEYBANK BUILDING
88 EAST BROAD STREET, SUITE 1590
COLUMBUS OH 43215

*SMALZ, MICHAEL R. MR.
OHIO POVERTY LAW CENTER
555 BUTTLES AVENUE
COLUMBUS OH 43215

DAYTON POWER & LIGHT COMPANY DONA SEGER-LAWSON 1065 WOODMAN DRIVE DAYTON OH 45432

*CLARK, JOSEPH
DIRECT ENERGY
21 E STATE ST 19TH FLOOR
COLUMBUS OH 43215

DOMINION RETAIL INC ASSIST GEN COUNSEL GARY A JEFFRIES 501 MARTINDALE STREET SUITE 400 PITTSBURGH PA 15212

EXELON GENERATION COMPANY LLC
SANDY I. GRACE, ATTY
101 CONSTITUTION AVE N.W. SUITE 400 EAST
WASHINGTON DC 20001

KROGER COMPANY, THE
MR. DENIS GEORGE 1014 VINE STREET-GO7
CINCINNATI OH 45202-1100

OHIO ENVIRONMENTAL COUNCIL 1207 GRANDVIEW AVE. SUITE 201 COLUMBUS OH 43212-3449

OHIO PARTNERS FOR AFFORDABLE ENERGY RINEBOLT, DAVID C 231 WEST LIMA ST, P.O. BOX 1793 FINDLAY OH 45839-1793 RETAIL ENERGY SUPPLY ASSOCIATION (RESA)

STEPHEN HOWARD 52 E. GAY ST. COLUMBUS OH 43215 ROYER, BARTH E
BELL & ROYER CO LPA
33 SOUTH GRANT AVENUE
COLUMBUS OH 43215-3927

*PETRICOFF, M HOWARD VORYS SATER SEYMOUR AND PEASE LLP 52 E. GAY STREET P.O. BOX 1008 COLUMBUS OH 43216-1008

YURICK, MARK S.
TAFT STETTINIUS & HOLLISTER LLP
65 EAST STATE STREET SUITE 1000
COLUMBUS OH 43215-4213

*DOUGHERTY, TRENT A MR.
OHIO ENVIRONMENTAL COUNCIL
1207 GRANDVIEW AVE. SUITE 201
COLUMBUS OH 43212

MOONEY, COLLEEN L ATTORNEY 231 WEST LIMA STREET FINDLAY OHIO 45840 This foregoing document was electronically filed with the Public Utilities

Commission of Ohio Docketing Information System on

5/27/2014 3:35:05 PM

in

Case No(s). 13-2385-EL-SSO, 13-2386-EL-AAM

Summary: Memorandum Ohio Energy Group (OEG) Memorandum Contra Ohio Power's Motion to Strike Testimony of Ohio Energy Group electronically filed by Mr. Michael L. Kurtz on behalf of Ohio Energy Group