BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Annual Alternative)	
Energy Resources Compliance Report)	
For Calendar Year 2013 of Titan Gas)	Case No. 14-0285-EL-ACF
And Power)	

Findings and Recommendations of the PUCO Staff

I. Statutory Background

Senate Bill 221, with an effective date of July 31, 2008, established Ohio's alternative energy portfolio standard (AEPS) applicable to electric distribution utilities and electric service companies. The AEPS is addressed principally in sections 4928.64 and 4928.65, Ohio Revised Code (ORC), with relevant resource definitions contained within 4928.01(A), ORC.

According to 4928.64(B)(2), ORC, the specific compliance obligations for **2013** are as follows:

- Renewable Energy Resources = 2.00% (includes solar requirement)
- Solar Energy Resources = 0.09%

In addition, there is a requirement that at least half of the renewable energy resources, including the solar energy resources, shall be met through facilities located in this state.

The PUCO further developed rules to implement the Ohio AEPS, with those rules contained within Ohio Administrative Code (OAC) 4901:1-40.

4901:1-40-05(A), OAC:

Unless otherwise ordered by the commission, each electric utility and electric services company shall file by April fifteenth of each year, on such forms as may be published by the commission, an annual alternative energy portfolio status report analyzing all activities undertaken in the previous calendar year to demonstrate how the applicable alternative energy portfolio benchmarks and planning requirements have or will be met. Staff shall conduct annual compliance reviews with regard to the benchmarks under the alternative energy portfolio standard.

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4901:1-40-05(C), OAC:

Staff shall review each electric utility's or electric services company's alternative energy portfolio status report and any timely filed comments, and file its findings and recommendations and any proposed modifications thereto.

The findings and recommendations in this document pertain to the company's compliance status. This document does not address such matters as cost recovery or status relative to the statutory 3% cost provision.

II. Company Filing Summarized

Titan Gas, LLC d/b/a Titan Gas and Power (Titan or Company) filed its annual alternative energy status report for 2013 on April 11, 2014. In addition, the Company filed a Request for Waiver seeking approval to use its actual sales in 2013 as its compliance baseline.

The Company indicated that it began serving Ohio customers in approximately December 2013, with actual sales for 2013 of 18 megawatt-hours (MWHs). With its proposed baseline and the 2013 statutory benchmarks, the Company calculated its 2013 compliance obligations to be zero after rounding.

III. Filed Comments

No persons filed comments addressing the compliance status report in this proceeding.

IV. Staff Findings

Following its review of the annual status report and any timely comments submitted in this proceeding, Staff makes the following findings:

- (1) That the Company is an electric services company with retail electric sales in the state of Ohio, and therefore the Company had an AEPS compliance obligation for 2013.
- (2) That the Company submitted its annual compliance status report for 2013 AEPS compliance activities on April 11, 2014.
- (3) That the Company's proposed baseline consists of its actual sales for 2013. The Company filed a waiver request, seeking approval to use its compliance year

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- sales as its baseline. Staff filed comments in which it recommended the waiver request be granted.¹
- (4) That Titan's 2013 compliance obligation equates to 0.02 MWHs and 0.34 MWHs for solar and non-solar respectively. When a compliance payment is not involved, Staff rounds the calculation to the nearest whole number which in this case equates to zero.
- (5) That the Company has not transferred RECs and S-RECs to its PJM EIS Generation Attributes Tracking System (GATS) reserve subaccount for Ohio compliance purposes.

V. Staff Recommendations

Following its review of the information submitted in this proceeding and other relevant data, Staff recommends the following:

- (1) That the Company be found to have satisfied its 2013 AEPS compliance obligations.
- (2) That for future compliance years in which the Company is utilizing GATS to demonstrate its Ohio compliance efforts, the Company initiates the transfer of the appropriate RECs and S-RECs to its GATS reserve subaccount between March 1st and April 15th so as to precede the filing of its Ohio annual compliance status report with the Commission.

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¹ March 5, 2014

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Summary: Staff Review and Recommendation electronically filed by Mr. Stuart M Siegfried on behalf of PUCO Staff