BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Alternative Energy) Portfolio Status Report for 2013 of) Case No. 14-601-EL-ACP Cincinnati Bell Energy, LLC.)

FINDING AND ORDER

The Commission finds:

- (1) Cincinnati Bell Energy, LLC (CBE or the Company) is an electric services company as defined in R.C. 4928.01(A)(9) and, as such, is subject to the jurisdiction of this Commission.
- R.C. 4928.64(B)(2) establishes benchmarks for electric (2)services companies to acquire a portion of their electricity supply for retail customers in Ohio from renewable energy resources. Half of the renewable benchmark must be met with resources located within Ohio (in-state renewable benchmark), including a portion from solar energy resources (solar benchmark), half of which must be met with resources located within Ohio (in-state solar The specific renewable compliance benchmark).¹ obligations for 2013 are 2.00 percent (which includes the solar requirement) and 0.09 percent for solar. R.C. 4928.645 (formerly R.C. 4928.65 prior to the enactment of 2014 Sub.S.B. No. 310), provides that an electric utility or electric services company may use renewable energy credits (RECs) and solar energy credits (SRECs) to meet its respective renewable energy and solar benchmarks. Ohio Adm.Code 4901:1-40-01(BB) defines a REC as the environmental attributes associated with one megawatt hour (MWh) of electricity generated by a renewable energy resource, except for electricity generated by facilities as described in Ohio Adm.Code 4901:1-40-04(E).

¹ The Commission notes that, for future reports, Sub.S.B. No. 310 of the 130th General Assembly, which became effective September 12, 2014, has amended R.C. 4928.64 and 4928.65 to, inter alia, eliminate the in-state renewable benchmarks and advanced energy component, freeze renewable energy benchmarks for 2015 and 2016, and allow an alternative sales baseline calculation for determining compliance.

- (3) Ohio Adm.Code 4901:1-40-05(A) requires each electric services company to annually file by April 15 an alternative energy portfolio status report (AEPS report), unless otherwise ordered by the Commission. The AEPS report must analyze all activities the company undertook in the previous year in order to demonstrate how pertinent alternative energy portfolio benchmarks have been met. Staff then conducts an annual compliance review of the company's filing and records on the PJM EIS Generation Attribute Tracking System (GATS) to ensure that RECs were sourced from generating facilities certified by the Commission and appropriately associated with electricity generated between August 1, 2008, and December 31, 2013.
- (4) On April 14, 2014, CBE filed its 2013 AEPS report. CBE proposes to use the average of its Ohio retail electric sales of 74,709 MWh in 2011 and 2012 to determine its compliance baseline, as it did not have any jurisdictional sales in 2010. Using this baseline, CBE reports that it has satisfied its 2013 compliance obligations. In addition, CBE filed a motion for protective order pursuant to Ohio Adm.Code 4901-1-24, regarding its ten-year renewable energy forecast. CBE asserts that this data is proprietary information, the public disclosure of which would jeopardize the Company's ability to compete in Ohio's retail energy market.
- (5) Ohio Adm.Code 4901-1-24 allows the Commission to issue an order to protect the confidentiality of information to the extent that state or federal law prohibits release of the information, including where the information is deemed to constitute a trade secret as defined by R.C. 1333.61(D). R.C. 4905.07 provides that all facts and information in the possession of the Commission shall be public, except as provided in R.C. 149.43, and as consistent with the purposes of R.C. Title 49. With respect to AEPS reports, the Commission has held that motions for protective orders should be granted for future projected data, but denied for any current or historical data that has been publicly disclosed, such as a company's historical intrastate sales or REC requirements that are a mathematical function of publicly-reported sales. See, e.g., Public Power, LLC, Case No. 13-884-EL-ACP, Finding and Order (Dec. 18, 2013) at 3-

5, Commerce Energy of Ohio, Inc., dba Just Energy, Case No. 13-928-EL-ACP, Finding and Order (Dec. 18, 2013) at 2-4, and Direct Energy Services, LLC, Case No. 12-1233-EL-ACP, Finding and Order (Dec. 11, 2013) at 5-6.

- (6) With respect to the instant case, CBE's motion should be granted, and this information should remain under seal in the Commission's Docketing Division for a 24-month period from the date of this Order. CBE should note that, pursuant to Ohio Adm.Code 4901:1-24(F), any motion to extend such period of confidential treatment should be filed at least 45 days in advance of the expiration date, pursuant to Ohio Adm.Code 4901-1-24(F), or this information may be released without further notice.
- On November 3, 2014, Staff filed its review (7)and recommendations for the Company's AEPS report. Staff reports that CBE is an electric services company in the state of Ohio, and thus had an AEPS obligation for 2013. Staff agrees with the use of the Company's proposed baseline, and reports that the Company accurately calculated its AEPS compliance requirements. Staff reviewed the Company's GATS account record to verify compliance, and determined that the Company has satisfied its 2013 AEPS compliance obligations. Further, Staff recommends that, for future compliance years, the Company initiate the transfer of the appropriate RECs and SRECs to its GATS reserve subaccount between March 1 and April 15 so as to precede the filing of its annual AEPS report with the Commission.
- (8) Upon review of the Company's AEPS report and the record in this proceeding, we adopt Staff's recommendations. We find that the Company's 2013 proposed compliance baseline is reasonable, and that the Company has met its compliance obligations for 2013. Further, the Company is directed to comply with Staff's recommendations for future compliance years.

It is, therefore,

ORDERED, That the Company's 2013 AEPS report be accepted as filed, as CBE has met its AEPS compliance obligations for 2013. It is, further,

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ORDERED, That the Company's motion for protective order be granted, and that such information remain under seal in the Docketing Division for a 24-month period. It is, further,

ORDERED, That CBE comply with Staff's recommendations adopted herein. It is, further,

ORDERED, That a copy of this Finding and Order be served upon all parties of record.

THE PUBLIC UTILITIES COMMISSION OF OHIO

Thomas W. Johnson, Chairman

Steven D. Lesser

M. Beth Trombold

Lynn Slaj

Asim Z. Haque

RMB/dah

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G. M. Neal

Barcy F. McNeal Secretary