

March 20, 2018

Docketing Division  
Public Utilities Commission of Ohio  
180 East Broad Street  
Columbus OH 43215

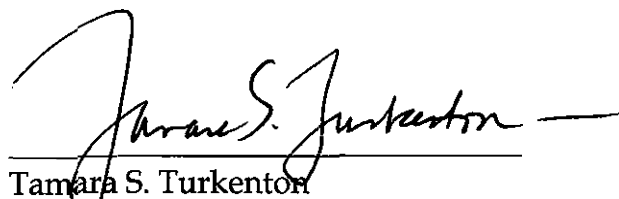
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RE: *In the Matter of the Application by Cleveland Electric Illuminating Company, Ohio Edison Company and The Toledo Edison Company to modify its Tariff Language in its Non-Market Based Services Rider, Case No. 17-2378-EL-RDR*

Dear Docketing Division:

Enclosed please find the Staff's Review and Recommendations in regard to the applications filed by The Ohio Edison Company, The Cleveland Electric Illuminating Company and The Toledo Edison Company to modify its tariff language in its Non-Market Based Service Rider filed in Case No. 17-2378-EL-RDR.

Tamara S. Turkenton  
Director, Rates and Analysis Dept.  
Public Utilities Commission of OhioDavid Lipthrott  
Chief, Research and Policy Division  
Public Utilities Commission of Ohio

Enclosure

Cc: Parties of Record

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.

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**Cleveland Electric Illuminating Company  
Ohio Edison Company  
Toledo Edison Company**

**Case No. 17-2378-EL-RDR**

**SUMMARY**

On December 15, 2017, Cleveland Electric Illuminating Company, Ohio Edison Company and the Toledo Edison Company (FirstEnergy) filed the Non-Market Based Services Rider (NMB) annual update application. On February 28, 2018, the Commission issued a Finding and Order approving the application, *subject to FirstEnergy amending their NMB tariff to include language to clarify that the charges contained in Rider NMB shall be subject to reconciliation and refund following any audits conducted by Staff or due to the Tax Cuts and Jobs Act of 2017 (TCJA) and the Commission investigation opened to review the impact of the TCJA on rates charged to consumers by rate-regulated public utilities in Ohio in Case No. 18-47-AU-COI.*

On March 19, 2018, FirstEnergy filed an application to amend their Rider NMB to include language that states that Rider NMB is subject to reconciliation, including but not limited to *increases or refunds and that such reconciliation shall be based solely upon the results of audits ordered by the Commission, including the Commission's orders in Case No. 18-47-AU-COI.*

**STAFF REVIEW AND RECOMMENDATIONS**

The Staff has reviewed the proposed tariff language as filed on March 19, 2018, and believes that the language appropriately clarifies that the Riders discussed above are subject to reconciliation, including, but not limited to increases or refunds based upon the results of audits ordered by the Commission, including Commission's orders in Case No. 18-47-AU-COI.

**CONCLUSION**

The Staff recommends approval of the proposed language to be included in the Rider NMB as discussed above.