BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the
Application of Ohio Edison,
The Cleveland Electric :Case No.
Illuminating Company, and The :18-857-EL-UNC
Toledo Edison Company for :
Administration of the :Significantly Excessive Earnings :
Test Under Section 4928:1-143(F),:
Revised Code, and Rule :
4901:1-35-10, Ohio Administrative:

- - -

Code.

PROCEEDINGS

Before Gregory Price and Megan Addison, Attorney Examiners, held at the Public Utilities

Commission of Ohio, 180 East Broad Street,

Hearing Room 11-A, Columbus, Ohio, on Thursday,

November 29, 2018, at 10:00 A.M.

- - -

Armstrong & Okey, Inc.
222 East Town Street, 2nd Floor
Columbus, Ohio 43215
(614) 224-9481 - (800) 223-9481

- - -

```
2
 1
     APPEARANCES:
 2
            Mr. Robert M. Endris
 3
            76 South Main Street
            Akron, Ohio 44308
 4
                 On behalf of FirstEnergy
 5
                 Service Company.
 6
            Mr. Bryce A. McKenney
 7
            Assistant Consumers' Counsel
            65 East State Street, 7th Floor
            Columbus, Ohio 43215
 8
 9
                 On behalf of the Office
                 of Consumers' Counsel.
10
11
            Boehm, Kurtz & Lowry
            By Ms. Jody Kyler Cohn
            36 East Seventh Street, Suite 1510
12
            Cincinnati, Ohio 45202
13
                 On behalf of the Ohio Energy Group.
14
15
            Mr. Thomas W. McNamee
            Principal Assistant Attorney General
16
            30 East Broad Street, 16th Floor
            Columbus, Ohio 43215
17
                 On behalf of the Staff of the
18
                 Public Utilities Commission
                 of Ohio.
19
2.0
21
2.2
23
24
25
```

						_
1		INDEX TO EXHIBITS	S			•
2						
3			MARKED			
4	1	Application	5	8		
5	2	Testimony of Jason Petrik	6	8		
6	3	Testimony of Joanne Savage	6	8		
7	4	Testimony of Joanne Savage	6	8		
8	OCC	EXHIBITS				
9	1	Testimony of Daniel J. Duant Ph.D., for Consumer Protects from the Stipulation		8		
11 12	2	Direct Testimony of Daniel C Duann, Ph.D.	J. 7	8		
13	STAFF EXHIBITS					
14 15	1	Prefiled Testimony of Joseph P. Buckley Rates and Analysis Department	7	8		
16	JOINT EXHIBIT					
17				8		
18	1	Stipulation and Recommendat:	ion 7	0		
19						
20						
21						
22						
23						
24						
25						

Wednesday Morning Session, November 29, 2018.

- - -

2.2

MOTORNEY EXAMINER ADDISON: Good morning. The Public Utilities Commission of Ohio has called for hearing at this time and place Case No. 18-857-EL-UNC being In the Matter of the Determination of the Existence of the Significantly Excessive Earnings for 2017 Under the Electric Security Plans of Ohio Edison Company, The Cleveland Electric Illuminating Company, and The Toledo Edison Company.

We will begin this morning by taking appearances, starting with the company.

MR. ENDRIS: Thank you, your Honor.

On behalf of The Cleveland Electric Illuminating

Company, Ohio Edison Company, and The Toledo

Edison Company, Robert M. Endris, 76 South Main,

Akron, Ohio 44308.

20 ATTORNEY EXAMINER ADDISON: Thank
21 you.

MR. MCNAMEE: On behalf of the Staff of the Public Utilities Commission of Ohio I am Tom McNamee. The address is 30 East Broad Street, 16th Floor, Columbus, Ohio 43215.

```
And I have been asked to put in an
appearance for Jody Kyler Cohn, Boehm, Kurtz &
Lowry, 36 East Seventh Street, Suite 1510,
Cincinnati, Ohio 45202.
           MR. MCKENNEY: Thank you. On behalf
of the Ohio Consumers' Counsel, Bryce McKenney,
65 East State Street, 7th Floor, Columbus, Ohio
43215.
            ATTORNEY EXAMINER ADDISON:
                                        Thank
you. Mr. Endris.
            MR. ENDRIS: Thank you, Your Honor.
The Companies would offer Companies' Exhibit 1
comprising the application and the testimony of
Jason Petrik and Joanne M. Savage, and exhibits
attached thereto.
```

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

22

23

24

ATTORNEY EXAMINER ADDISON: I am sorry, Mr. Endris. Is the Application Companies' Exhibit No. 1?

MR. ENDRIS: Yes.

ATTORNEY EXAMINER ADDISON: Perhaps

21 we can mark that testimony as separate exhibits.

MR. ENDRIS: Yes, Your Honor. So the testimony of Mr. Petrik would be Exhibit JSP?

25 ATTORNEY EXAMINER PRICE: Let's mark

6 it Company Exhibit 2. 1 2 MR. ENDRIS: Thank you, Your Honor. 3 And exhibits attached thereto. And Companies' Exhibit 3 would be 4 5 the testimony of Joanne Savage with schedules attached thereto. 6 7 ATTORNEY EXAMINER ADDISON: Thank 8 you. They will be so marked. 9 (EXHIBITS HEREBY MARKED FOR 10 IDENTIFICATION PURPOSES) 11 MR. ENDRIS: Thank you, Your Honor. 12 I would also offer the Companies' Exhibit 4, 13 Supplemental testimony of Joanne Savage in support of the Stipulation. 14 ATTORNEY EXAMINER ADDISON: 15 Thank 16 you. 17 (EXHIBIT MARKED FOR THE PURPOSE OF 18 IDENTIFICATION) 19 ATTORNEY EXAMINER ADDISON: Will you 20 also be marking the stipulation? 2.1 MR. MCNAMEE: That's me. 22 ATTORNEY EXAMINER ADDISON: Thank 23 you, Mr. McNamee.

Honor, I would ask to have marked for

MR. MCNAMEE: All right. Your

24

25

```
identification as the Staff Exhibit 1 the
 1
 2
     prefiled testimony of Joseph P. Buckley that was
     filed in this docket on the 16th of October.
 3
                 And also ask to be marked for
 4
 5
     identification as Joint Exhibit 1 the
 6
     Stipulation and Recommendation filed in
 7
     the docket previously.
                 ATTORNEY EXAMINER ADDISON:
 8
                                              Thank
 9
     you, Mr. McNamee. It will be so marked.
10
                 (EXHIBITS HEREBY MARKED FOR
11
     IDENTIFICATION PURPOSES)
12
                 MR. MCNAMEE: And I believe Mr.
13
    McKenney has a document to mark as well.
14
                 MR. MCKENNEY: Yes, Your Honor,
15
     that's correct. I would ask to have marked the
     testimony of Daniel J. Duann in response to the
16
17
     Stipulation as OCC Exhibit No. 1. That was
18
     filed on November 16th, 2018 in the docket.
                 And then we would ask for Dr.
19
20
     Duann's original prefiled direct testimony filed
2.1
     on October 16th to marked as OCC Exhibit No. 2.
2.2
                 ATTORNEY EXAMINER ADDISON: They
     will be so marked.
23
24
                 (EXHIBITS MARKED FOR THE PURPOSE OF
25
     IDENTIFICATION)
```

```
1
                 MR. MCKENNEY: Thank you. I will
 2
     also note that we have no objection to the
 3
     admission of any of the exhibits that have been
     previously marked.
 4
 5
                 ATTORNEY EXAMINER ADDISON:
 6
     you very much, Mr. McKenney. Mr. McNamee.
                 MR. MCNAMEE: Yes, Your Honor. By
 7
 8
     agreement of the parties I think we agreed to
9
     stipulate everyone's testimony all in.
10
                 ATTORNEY EXAMINER ADDISON: Is that
11
     correct, Mr. Endris?
12
                 MR. ENDRIS: Yes, Your Honor.
13
                 ATTORNEY EXAMINER ADDISON: Thank
14
     you.
15
                 MR. MCNAMEE: And we do so
16
     stipulate.
17
                 ATTORNEY EXAMINER ADDISON:
                                             Thank
18
     you. At this time we will admit Companies'
19
     Exhibits 1 through 4, Staff Exhibit 1, Joint
20
     Exhibit No. 1 and OCC Exhibits No. 1 and 2 into
2.1
     the record.
2.2
                 (EXHIBITS ADMITTED INTO EVIDENCE)
23
                 MR. MCNAMEE: And we have nothing
24
     further at this time, Your Honor. We would
25
     suggest we go directly to briefing.
```

```
9
                 ATTORNEY EXAMINER ADDISON: Thank
 1
 2
     you.
 3
                 MR. MCKENNEY: Could we go off the
     record for a minute?
 4
 5
                 ATTORNEY EXAMINER ADDISON: Yes.
     Let's go off the record.
 6
 7
                 (DISCUSSION OFF THE RECORD)
                 ATTORNEY EXAMINER ADDISON: After a
 8
9
    brief discussion with the parties we will be
10
    moving straight into the briefing schedule.
11
                 January 8th is when initial briefs
12
     will be due. January 18th is when reply briefs
13
    will be due.
14
                 Do we have anything else to discuss
15
    before going off the record?
16
                 MR. MCNAMEE: Nothing from Staff,
17
    Your Honor.
18
                 MR. ENDRIS: Nothing here, Your
19
     Honor.
20
                 MR. MCKENNEY: Nothing from OCC.
2.1
                 ATTORNEY EXAMINER ADDISON: Perfect.
22
     Then we are adjourned. Thank you all.
23
                 (At 10:15 A.M. the hearing was
24
     concluded)
25
```

۱ ک

CERTIFICATE

I do hereby certify that the foregoing is a true and correct transcript of the proceedings taken by me in this matter on November 29, 2018, and carefully compared with my original stenographic notes.

Michael O. Spencer, Registered Professional Reporter.



This foregoing document was electronically filed with the Public Utilities

Commission of Ohio Docketing Information System on

12/10/2018 1:21:10 PM

in

Case No(s). 18-0857-EL-UNC

Summary: Transcript In the Matter of the Application of Ohio Edison, The Cleveland Electric Illuminating Company, and The Toledo Edison Company for Administration of the Significantly Excessive Earnings Test Under Section 4928:1-143(F), Revised Code, and Rule 4901:1-35-10, Ohio Administrative Code, hearing held on November 29th, 2018. electronically filed by Mr. Ken Spencer on behalf of Armstrong & Okey, Inc. and Spencer, Michael O. Mr.