#### BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Direct Energy)Business Marketing, LLC 2018 Renewable)Portfolio Standard Status Report)

Case No. 19-0736-EL-ACP

# **Staff Findings and Recommendations**

# I. Statutory Background

Amended Substitute Senate Bill 221, of the 127<sup>th</sup> General Assembly (2008 Ohio Laws S221, effective July 31, 2008), established Ohio's renewable portfolio standard (RPS) applicable to electric distribution utilities and electric service companies. The RPS is addressed principally in Ohio Revised Code (R.C.) 4928.64, with relevant resource definitions also contained within R.C. 4928.01(A).

According to R.C. 4928.64(B)(2), the compliance obligations for **2018** are as follows:

- Renewable Energy Resources = **4.50**% (includes solar requirement)
- Solar Energy Resources = 0.18%

The Public Utilities Commission of Ohio (PUCO or Commission) further developed rules to implement the Ohio RPS, contained within Ohio Administrative Code (Ohio Adm.Code) 4901:1-40.

Ohio Adm.Code 4901:1-40-05(A), states:

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. Ohio Adm.Code 4901:1-40-05(C), states:

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

Direct Energy Business Marketing, LLC (DEBM or Company) filed its RPS compliance status report for the 2018 compliance year on April 12, 2019. In its compliance filing, DEBM indicated it did not have any Ohio retail electric sales during 2018.

#### III. Filed Comments

No persons filed comments in this proceeding.

### IV. Staff Findings

Following its review of the Company's annual status report, other relevant compliance materials, and any timely comments submitted in this proceeding, Staff makes the following findings:

- (1) DEBM was an electric services company in Ohio during 2018, and therefore the Company had an RPS filing obligation for 2018.<sup>1,2</sup>
- (2) DEBM filed its compliance status report on April 12, 2019. In its report, the Company asserted that it had zero Ohio retail electric sales in 2018, a claim verified by Staff through independent review.
- (3) Ohio Adm.Code 4901:1-40-02, Purpose and Scope, indicates the following:

Parties affected by these alternative energy portfolio standard rules include all Ohio electric utilities and all electric services companies

<sup>&</sup>lt;sup>1</sup> DEBM was certified to provide power marketer services in Ohio during 2018; see PUCO Case No. 13-1278-EL-CRS.

<sup>&</sup>lt;sup>2</sup> In June 2019, DEBM filed notice with the Commission that it was not serving Ohio electric customers and that it intended to allow its power certificate to expire; see PUCO Case No. 13-1278-EL-CRS.

serving retail electric customers in Ohio. Any entities that do not serve Ohio retail electric customers shall not be required to comply with the terms of the alternative energy portfolio standard.

(4) As DEBM did not serve Ohio retail electric customers in 2018, the Company did not have an RPS compliance obligation in 2018.<sup>3</sup>

### V. Staff Recommendations

Following its review of the information submitted in this proceeding and other relevant data, Staff recommends that DEBM's filing in this proceeding be accepted.

<sup>&</sup>lt;sup>3</sup> With no sales during the compliance year, a power marketer would not be required to comply with the statutory renewable obligations contained within R.C. 4928.64(B)(2). However, the power marketer must satisfy the filing requirement contained within Ohio Adm.Code 4901:1-40-05, which Staff finds has been satisfied by DEBM in this proceeding.

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