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BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the : Application for Approval of : an Amendment to a Contract : Case No. for Electric Service Between : 13-1170-EL-AEC Ohio Power Company and Globe : Metallurgical, Inc. :

PROCEEDINGS

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Before Jonathan J. Tauber, Attorney Examiner, at the Public Utilities Commission of Ohio, 180 East Broad Street, Room 11-C, Columbus, Ohio, called at 10:16 a.m. on Wednesday, July 17, 2013.

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| 1 | APPEARANCES: | |
| 2 | Vorys, Sater, Seymour & Pease, LLP By M. Howard Petricoff, Esq. | |
| 3 | 52 East Gay Street P.O. Box 1008 | |
| 4 | Columbus, Ohio 43216-1008 | |
| 5 | On behalf of Globe Metallurgical, Inc. | |
| 6 | American Electric Power Service | |
| 7 | Corporation By Steven T. Nourse, Esq. | |
| 8 | 1 Riverside Plaza, 29th Floor Columbus, Ohio 43215-2355 | |
| 9 | On behalf of Ohio Power Company. | |
| 10 | | |
| 11 | Michael DeWine, Ohio Attorney General By Thomas W. McNamee, Esq. Assistant Attorney General | |
| 12 | 180 East Broad Street, 6th Floor Columbus, Ohio 43215 | |
| 13 | On behalf of the Staff of the PUCO. | |
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| 1 | Wednesday Morning Session, |
| 2 | July 17, 2013. |
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| 4 | ATTORNEY EXAMINER TAUBER: Let's go on |
| 5 | the record. |
| 6 | The Public Utilities Commission of Ohio |
| 7 | has called for hearing at this time and place Case |
| 8 | No. 13-1170-EL-AEC, being: In the Matter of the |
| 9 | Application for Approval of an Amendment to a |
| 10 | Contract for Electric Service Between Ohio Power |
| 11 | Company and Globe Metallurgical, Incorporated. |
| 12 | My name is Jon Tauber. I'm the Attorney |
| 13 | Examiner assigned by the Commission to preside over |
| 14 | this morning's hearing. |
| 15 | Let's take appearances, beginning with |
| 16 | the Company. |
| 17 | MR. PETRICOFF: Thank you, your Honor. |
| 18 | On behalf of Globe Metallurgical, Inc., Howard |
| 19 | Petricoff of the law firm Vorys, Sater, Seymour & |
| 20 | Pease, 52 East Gay Street, Columbus, Ohio. |
| 21 | ATTORNEY EXAMINER TAUBER: Thank you. |
| 22 | Mr. Nourse. |
| 23 | MR. NOURSE: Thank you, your Honor. On |
| 24 | behalf of Ohio Power Company, Steven T. Nourse, 1 |
| 25 | Riverside Plaza, Columbus, Ohio 43215. |

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| 1 | ATTORNEY EXAMINER TAUBER: Thank you. |
| 2 | Mr. McNamee. |
| 3 | MR. McNAMEE: On behalf of the Staff of |
| 4 | Public Utilities Commission of Ohio, I'm Thomas W. |
| 5 | McNamee, Assistant Attorney General. The address is |
| 6 | 180 East Broad Street, Columbus, Ohio. |
| 7 | ATTORNEY EXAMINER TAUBER: Thank you. |
| 8 | Mr. Petricoff. |
| 9 | MR. PETRICOFF: Yes, your Honor. At |
| 10 | this time we have a single witness to call to present |
| 11 | the Stipulation. I'd like to call to the stand Russ |
| 12 | Lang. |
| 13 | ATTORNEY EXAMINER TAUBER: Please raise |
| 14 | your right hand. |
| 15 | RUSSELL LANG, |
| 16 | being first duly sworn, as prescribed by law, was |
| 17 | examined and testified as follows: |
| 18 | ATTORNEY EXAMINER TAUBER: You can have |
| 19 | a seat. |
| 20 | DIRECT EXAMINATION |
| 21 | BY MR. PETRICOFF: |
| 22 | Q. Would you please state your name and |
| 23 | business address and title for the record. |
| 24 | A. Russel Lang, Corporate Energy Manager |
| 25 | for Globe Metallurgical. The business address, 1595 |
| | |

6 Sparling Road, Beverly, Ohio. 1 2 On whose behalf do you appear today? Ο. 3 Globe Metallurgical. Α. 4 And what are your duties with Globe Q. 5 Metallurgical? I'm the Corporate Energy Manager, so I 6 Α. oversee all utility contracts for all of Globe's 7 facilities and work on maintenance and engineering 8 9 projects as well for the company. 10 Ο. Does Globe Metallurgical have a facility in Ohio? 11 12 We do, in Beverly, Ohio. Α. 13 Ο. Is that facility the subject of the application in the matter ad hoc? 14 15 Α. Yes, it is. 16 MR. PETRICOFF: Your Honor, at this time 17 I would like to have marked as Joint Exhibit 1 the 18 Stipulation and Recommendation of the parties in the matter ad hoc. 19 20 ATTORNEY EXAMINER TAUBER: So marked. 21 (EXHIBIT MARKED FOR IDENTIFICATION.) 22 MR. PETRICOFF: May I approach the witness? 23 24 ATTORNEY EXAMINER TAUBER: You may. 25 Q. Mr. Lang, I present you with a copy of

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the document that has just been marked as Joint 1 2 Exhibit No. 1 and ask if you can identify it. 3 Yes. This is the Stipulation, the Α. Stipulation agreement. 4 5 Ο. And you are familiar with this document? 6 Α. Yes, I am. 7 What is the purpose of the Stipulation? Q. To approve the application that we have 8 Α. before the Commission. 9 10 Ο. And does it also provide for the implementation of it? 11 12 Α. Yes, it does. 13 Ο. Are there any changes that are recommended in this Stipulation to the application 14 that was filed on May 10th? 15 16 No, there are not. Α. 17 MR. PETRICOFF: Your Honor, at this time 18 the witness is available for any questions. 19 ATTORNEY EXAMINER TAUBER: Are there any 20 questions on cross-examination? 21 MR. NOURSE: No, your Honor. 22 MR. McNAMEE: No, your Honor. 23 EXAMINATION 24 BY ATTORNEY EXAMINER TAUBER: 25 Q. Mr. Lang, would you say, in your

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1 opinion, that this Stipulation is the product of 2 serious bargaining and negotiation? 3 Yes, it is. Α. 4 And do you believe that this benefits Ο. 5 ratepayers and the public interest? 6 Α. Yes, I believe it does. 7 Q. How does it benefit the public interest? I believe that it provides continued 8 Α. 9 employment for several -- many employees at our facility in Southeast Ohio and for the potential for 10 an increase in employment as well. 11 12 Q. To your knowledge, does this violate any regulatory principle or practice? 13 14 Α. No. 15 Q. Thank you. 16 You may be excused. 17 Thank you. Α. 18 (Witness excused.) 19 MR. PETRICOFF: Your Honor, at this 20 point we will rest our case, and we will move to 21 enter -- move to have admitted into evidence Joint 22 Exhibit No. 1. ATTORNEY EXAMINER TAUBER: Are there any 23 24 objections to Joint Exhibit No. 1? 25 MR. NOURSE: No, your Honor.

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| 1 | MR. McNAMEE: No objection, your Honor. |
| 2 | ATTORNEY EXAMINER TAUBER: Hearing none, |
| 3 | it shall be admitted in the record. |
| 4 | As being there is nothing else to come |
| 5 | before us this morning, we shall be adjourned. Thank |
| 6 | you. |
| 7 | MR. PETRICOFF: Thank you. |
| 8 | (EXHIBIT ADMITTED INTO EVIDENCE.) |
| 9 | (Thereupon, the hearing was concluded at |
| 10 | 10:22 a.m.) |
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| 1 | CERTIFICATE | |
| 2 | I do hereby certify that the foregoing | |
| 3 | is a true and correct transcript of the proceedings | |
| 4 | taken by me in this matter on Wednesday, July 17, | |
| 5 | 2013, and carefully compared with my original | |
| 6 | stenographic notes. | |
| 7 | | |
| 8 | Valerie J. Sloas, Registered | |
| 9 | Professional Reporter and Notary Public in and for | |
| 10 | the State of Ohio. | |
| 11 | | |
| 12 | My commission expires June 8, 2016. | |
| 13 | (VJS-72881) | |
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in

Case No(s). 13-1170-EL-AEC

Summary: Transcript Transcript from hearing held on 7/17/13 electronically filed by Mrs. Jennifer Duffer on behalf of Armstrong & Okey, Inc. and Sloas, Valerie J. Mrs.