BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application of)	
Ohio Power Company for Approval of)	
Full Legal Corporate Separation and)	Case No. 12-1126-EL-UNC
Amendment to its Corporate Separation)	
Plan.)	

ENTRY ON REHEARING

The Commission finds:

- (1) Ohio Power Company d/b/a AEP Ohio (AEP Ohio or the Company) is a public utility as defined in R.C. 4905.02 and, as such, is subject to the jurisdiction of this Commission.
- (2) On March 30, 2012, AEP Ohio filed an application for approval of full legal corporate separation and amendment to its corporate separation plan. In its application, AEP Ohio requested to transfer its existing generating units and contractual entitlements to AEP Generation Resources, Inc. (AEP Genco). The contractual entitlements included the right to purchase power from generating resources owned by Ohio Valley Electric Corporation (OVEC), which AEP Ohio jointly owns.
- (3) On October 17, 2012, the Commission issued a Finding and Order, modifying and approving AEP Ohio's application for structural corporate separation, and permitting the transfer of the Company's contractual entitlements to AEP Genco.
- (4) On October 4, 2013, AEP Ohio filed an application to amend its corporate separation plan pursuant to Ohio Adm.Code 4901:1-37-06, and a request for expedited relief. In its application, AEP Ohio explained that it has been unable to obtain the consent necessary to transfer the OVEC contractual entitlements to AEP Genco. AEP Ohio, therefore, requested that the Commission approve an amendment to the Company's corporate separation plan,

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- exempting the OVEC contractual entitlements from the Company's impending corporate separation.
- (5) By Finding and Order issued on December 4, 2013, the Commission found that AEP Ohio's application should be approved, subject to certain conditions to apply during the Company's current electric security plan (ESP) period and beyond, until the OVEC contractual entitlements can be transferred to AEP Genco or otherwise divested, or until otherwise ordered by the Commission. With respect to the retail rate impact of AEP Ohio's retention of the OVEC contractual entitlements, the Commission approved the Company's request to address the retail rate issues related to OVEC in the next ESP proceeding.
- (6) R.C. 4903.10 states that any party who has entered an appearance in a Commission proceeding may apply for a rehearing with respect to any matters determined therein by filing an application within 30 days after the entry of the order upon the Commission's journal.
- (7) On January 3, 2014, the Ohio Consumers' Counsel (OCC) filed an application for rehearing of the Commission's December 4, 2013 Finding and Order. AEP Ohio filed a memorandum contra OCC's application for rehearing on January 13, 2014.
- (8) The Commission believes that sufficient reason has been set forth by OCC to warrant further consideration of the matters specified in the application for rehearing. Accordingly, the application for rehearing filed by OCC should be granted.

It is, therefore,

ORDERED, That the application for rehearing filed by OCC be granted for further consideration of the matters specified in the application for rehearing. It is, further, ORDERED, That a copy of this Entry on Rehearing be served upon all parties of record.

THE PUBLIC UTILITIES COMMISSION OF OHIO

Todd A. Snitchler, Chairman

Steven D. Lesser

Lynn Slaby

M. Beth Trombold

Asim Z. Haque

SJP/sc

Entered in the Journal JAN 2 9 2014

Barcy F. McNeal

Secretary