BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

| In the Matter of | the Commission's) | |
|-----------------------|----------------------|-------------------------|
| Investigation of Ohio | 's Retail Electric) | Case No. 12-3151-EL-COI |
| Service Market. |) | |

DUKE ENERGY OHIO, INC.'S MEMORANDUM CONTRA APPLICATION FOR REHEARING OF DIRECT ENERGY SERVICES, LLC, DIRECT ENERGY BUSINESS, LLC AND IGS ENERGY

I. Introduction

Pursuant to R.C. 4903.10 and Rule 4901-1-35, Ohio Administrative Code, Duke Energy Ohio, Inc., (Duke Energy Ohio) hereby submits its Memorandum Contra Application for Rehearing submitted in the above-referenced proceeding by Direct Energy Services, LLC, Direct Energy Business, LLC, (together referred to as Direct Energy) and IGS Energy. In their respective applications for rehearing, each proposes that the Commission order certain actions with respect to the relationship between electric distribution utilities (EDUs) and competitive retail service providers (CRES) that are not well considered and not timely. For reasons discussed in greater detail below, these grounds for rehearing are without merit and Direct Energy and IGS' applications for rehearing should be rejected.

II. Argument

Direct Energy argues that the Public Utilities Commission of Ohio (Commission) Finding and Order (Order) in this proceeding is unreasonable because it does not state that EDUs must provide customer interval energy usage data (CEUD) to CRES after tariffs are filed, pursuant to

the Order. Direct Energy further argues that the Order is unreasonable in that it does not place time parameters on when EDUs must file tariffs regarding CEUD. In so arguing, Direct Energy ignores the discussion provided in detail in the Commission's Order, and the realities of what is presently possible or legally permissible.

The Commission recognized that it is presently reviewing rules regarding CEUD in Case No. 12-2050-EL-ORD, and that EDUs will not be able to prepare or even consider tariff language for terms, conditions and charges associated with providing CEUD to CRES until many issues are resolved in that pending proceeding or otherwise addressed. The Commission further points out that the Staff will continue its work in the market development working group (MDWG) and that MDWG Staff Reports will assist the Commission in continually review and adopt competitive retail enhancements to further the development of the market. Despite Direct Energy's desire to force an order prior to the resolution of many very important issues. Direct Energy's demands are not well considered and should be rejected.

IGS Energy, likewise, seeks access to data, at customer cost, without any basis upon which to establish that such data will be used for customer benefit. Also, IGS Energy, like Direct Energy, seems to disregard whether EDUs are even capable of providing any such data.

IGS Energy seeks an order that would delineate the specific requirements for data made available to CRES; an order that will not require CRES to pay for the data; an order requiring EDUs to implement meter data management systems; a procedural determination with respect to how EDU tariffs related to providing data will be approved, and finally, an order requiring EDUs to bill for services provided by CRES for every product offering a CRES can devise.

IGS Energy, similar to Direct Energy, seeks to impose its business plan upon the stakeholders in Ohio at any costs and with total disregard to what is possible or advisable. Much of what IGS Energy demands is not yet feasible or possible and certainly not developed in any record before the Commission. IGS Energy's demands should be rejected.

Based upon the above, Direct Energy and IGS Energy's arguments are without merit and their respective applications for rehearing should be denied.

Respectfully submitted,

DUKE ENERGY OHIO, INC.

Elizabeth H. Watts

Associate General Counsel

Rocco O. D'Ascenzo

Associate General Counsel

Duke Energy Business Services LLC

155 East Broad Street, 21st Floor

Columbus, Ohio 43215 Phone: 614-222-1330

Fax: 614-222-1337

Elizabeth.Watts@duke-energy.com Rocco.DAscenzo@duke-energy.com

CERTIFICATE OF SERVICE

I hereby certify that a true and accurate copy of the foregoing was delivered via U.S. mail (postage prepaid), personal, or electronic mail delivery on this the 5th day of May, 2014, to the parties listed below.

Elizabeth H. Watts

Maureen R. Grady
Joseph P. Serio
Edmund Berger
Michael J. Schuler
Assistant Consumers' Counsel
Office of the Ohio Consumers' Counsel
10 West Broad Street, Suite 1800
Columbus, Ohio 43215-3485
grady@occ.state.oh.us
serio@occ.state.oh.us
berger@occ.state.oh.us
schuler@occ.state.oh.us

M. Howard Petricoff
Stephen M. Howard
Vorys, Sater, Seymour and Pease LLP
52 E. Gay Street
Columbus, OH 43215
mhpetricoff@vorys.com
smhoward@vorys.com

Attorneys for Exelon Generation Company, LLC, and Constellation NewEnergy, Inc.

Attorneys for Ohio Consumers' Counsel

Christopher J. Allwein
Williams, Allwein & Moser LLC
1500 West Third Avenue, Suite 330
Columbus, Ohio 43212
callwein@wamenergylaw.com

Attorney for The Sierra Club

David F. Boehm
Michael L. Kurtz
Jody Kyler Cohn
Boehm, Kurtz & Lowry
36 E. Seventh Street, Suite 1510
Cincinnati, Ohio 45202
dboehm@bkllawfirm.com
mkurtz@bkllawfirm.com
jkylercohn@bkllawfirm.com

Attorneys for Ohio Energy Group

Colleen L. Mooney
Ohio Partners for Affordable Energy
231 West Lima Street
Findlay, OH 45839-1793
cmooney@ohiopartners.org

Attorneys for Ohio Partners for Affordable Energy

Trent A. Dougherty
Ohio Environmental Council
1207 Grandview Avenue, Suite 201
Columbus, Ohio 43212
trent@theoeg.org

Attorney for Ohio Environmental Council

Steven T. Nourse
Matthew J. Satterwhite
Yazen Alami
American Electric Power Service
Corporation
1 Riverside Plaza 29th Floor
Columbus, Ohio 43215
stnourse@aep.com
mjsatterwhite@aep.com
yalami@aep.com

Attorneys for Ohio Power Company

Todd M. Williams Williams Allwein & Moser, LLC Two Maritime Plaza, 3rd Floor Toledo, Ohio 43604 toddm@wamenergylaw.com

Attorney for Advanced Energy Economy Ohio

Thomas R. Hays 7107 Cannons Park Road Toledo, Ohio 43617 trhayslaw@gmail.com

Attorney for Northwest Ohio Aggregation Coalition

Judi Sobecki
Joseph Strines
The Dayton Power and Light Company
1065 Woodman Drive
Dayton, Ohio 45432
judi.sobecki@aes.com

Attorneys for The Dayton Power and Light Company

Matthew White
Vincent Parisi
IGS Energy
6100 Emerald Parkway
Dublin, Ohio 43016
mswhite@igsenergy.com
vparisi@igsenergy.com

Attorney for IGS Energy

Glenn S. Krassen
Matthew W. Warnock
J. Thomas Siwo
Bricker & Eckler LLP
100 South Third Street
Columbus, Ohio 43215
gkrassen@bricker.com
mwarnock@bricker.com
tsiwo@bricker.com

Attorney for Northeast Ohio Public Energy Council

M. Howard Petricoff
Stephen M. Howard
Vorys, Sater, Seymour and Pease LLP
52 East Gay Street
Columbus, Ohio 43216-1008
mhpetricoff@vorys.com
smhoward@vorys.com

Attorneys for NRG Energy, Inc.

Gregory Poulos
EnerNOC, Inc.
471 East Broad Street, Suite 1520
New Albany, Ohio 43215
gpoulos@enernoc.com

Attorney for EnerNOC, Inc.

M. Howard Petricoff
Stephen M. Howard
Vorys, Sater, Seymour and Pease LLP
52 East Gay Street
Columbus, Ohio 43216-1008
mhpetricoff@vorys.com
smhoward@vorys.Com

Attorneys for the Retail Energy Supply Association

Michael R. Smalz
Joseph V. Maskovyak
Ohio Poverty Law Center
555 Buttles Avenue
Columbus, Ohio 43215-1137
msmalz@ohiopovertylaw.org
jmaskovyak@ohiopovertylaw.org

Attorneys for Ohio Poverty Law Center

Nicholas A. McDaniel Environmental Law and Policy Center 1207 Grandview Avenue, Suite 201 Columbus, Ohio 43212 NMcDaniel@elpc.org

Attorney for ELPC

Noel Morgan Legal Aid of Southwest Ohio, LLC 215 East Ninth Street, Suite 500 Cincinnati, Ohio 45202 nmorgan@lascinti.org

Attorney for Communities United for Action

Joseph Patrick Meissner Law Firm of Meissner and Associates 5400 Detroit Avenue Cleveland, Ohio 44102 meissnerjoseph@yahoo.com

Attorney for The Citizens Coalition

Ellis Jacobs
Advocates for Basic Legal Equality, Inc.
130 West Second Street, Suite 700 East
Dayton, Ohio 45402
ejacobs@ablelaw.org

Attorney for the Edgemont Neighborhood Coalition

Michael A. Walters Pro Seniors, Inc. 7162 Reading Road Suite 1150 Cincinnati, OH 45237 mwalters@proseniors.org

Scott Torguson
Legal Aid Society of Columbus
1108 City Park Avenue
Columbus, Ohio 43206
storguson@columbuslegalaid.org

Attorney for Legal Aid Society of Columbus

William Sundermeyer Associate State Director, Advocacy AARP Ohio 17 S. High Street, #800 Columbus, OH 43215 wsundermeyer@aarp.org

Jay L. Kooper
Hess Corporation
One Hess Plaza
Woodbridge, NJ 07095
ikooper@hess.com

Attorney for Hess Corporation

Samuel C. Randazzo
Frank P. Darr
Matthew R. Pritchard
McNees Wallace & Nurick LLC
21 E. State Street, 17th Floor
Columbus, Ohio 43215
Sam@mwncmh.com
fdarr@mwncmh.com
mpritchard@mwncmh.com

Attorney for Industrial Energy Users of Ohio

Peggy Lee
Robert Johns
Southeastern Ohio Legal Services
964 East State Street
Athens, OH 45701
plee@oslsa.org
rjohns@oslsa.org

Craig G. Goodman, Esq.
President
Stacey Rantala
Director, Regulatory Services
National Energy Marketers Association
3333 K Street, NW, Suite 110
Washington, DC 20007
cgoodman@energymarketers.com
srantala@energymarketers.com

Mark Brooks
Utility Works Union of America
521 Central Avenue
Nashville, TN 37211
markbrooks@uwua.net

Attorney for UWUA

James W. Burk
Carrie M. Dunn
FirstEnergy Service Company
76 S. Main Street
Akron, Ohio 44308
burkj@firstenergycorp.com
cdunn@firstenergycorp.com

Attorney for FirstEnergy Service Company

Gary Benjamin Community Legal Aid Services, Inc. 50 South Main Street, Suite 800 Akron, OH 43308 gbenjamin@communitylegalaid.org Julie Robie
Anne Reese
The Legal Aid Society of Cleveland
1223 West Sixth Street
Cleveland, OH 44113
Julie.robie@lasclev.org
Anne.reese@lasclev.org

Mark A. Hayden
Scott J. Casto
FirstEnergy Service Company
76 South Main Street
Akron, OH 44308
haydenm@firstenergycorp.com
scasto@firstenergycorp.com

Attorneys for FirstEnergy Solutions Corp.

Gary A. Jeffries
Assistant General Counsel
Dominion Resources Services, Inc.
501 Martindale Street
Suite 400
Pittsburgh, PA 15212
Gary.a.jeffries@dom.com

Gretchen L. Petrucci Vorys, Sater, Seymour and Pease LLP 52 E. Gay Street Columbus, OH 43215 glpetrucci@vorys.com

Attorney for Direct Energy Services LLC and Direct Energy Business LLC

Amy B. Spiller
Jeanne W. Kingery
Duke Energy Business Services LLC
139 East Fourth Street
Cincinnati, OH 45202
Amy.Spiller@duke-energy.com
Jeanne.Kingery@duke-energy.com

Attorneys for Duke Energy Retail Sales, LLC

Michael K. Lavanga
Brickfield Burchette Ritts & Stone, PC
1025 Thomas Jefferson Street, NW
Eighth Floor, West Tower
Washington D.C. 20007
mkl@bbrslaw.com

Attorney for Nucor Steel Marian, Inc.

Kimberly W. Bojko
Mallory M. Mohler
Carpenter, Lipps, & Leland, LLP
280 North High St., Suite 1300
Columbus, OH 43215
Bojko@carpenterlipps.com
Mohler@carpenterlipps.com

Attorneys for OMA Energy Group

Barth E. Royer
Bell & Royer Co., LPA
33 South Grant Avenue
Columbus, Ohio 43215
barthroyer@aol.com

Attorney for Dominion Retail, Inc.

This foregoing document was electronically filed with the Public Utilities

Commission of Ohio Docketing Information System on

5/5/2014 3:29:00 PM

in

Case No(s). 12-3151-EL-COI

Summary: Memorandum DUKE ENERGY OHIO, INC.'S MEMORANDUM CONTRA APPLICATION FOR REHEARING OF DIRECT ENERGY SERVICES, LLC, DIRECT ENERGY BUSINESS, LLC AND IGS ENERGY electronically filed by Carys Cochern on behalf of Watts, Elizabeth H. Ms.