

Commissioners

Asim Z. Haque Lynn Slaby M. Beth Trombold Thomas W. Johnson

September 11, 2015

Docketing Division Public Utilities Commission of Ohio 180 East Broad Street Columbus OH 43215

RE: In the Matter of the Application of Glenwood Energy of Ohio, Inc. for Approval of an Adjustment to its Uncollectible Expense Rider Rate, Case No. 15-310-GA-UEX

Dear Docketing Division:

Enclosed please find the Staff's Review and Recommendations in regard to the application filed by Glenwood Energy of Ohio, Inc., to update its Uncollectible Expense Rider, in Case No. 15-310-GA-UEX.

Chief/Regulatory Services Division Public Utilities Commission of Ohio David Lipthratt

Chief, Research and Policy Division Public Utilities Commission of Ohio

Enclosure

Cc: Parties of Record

This is to certify that the images appearing are an accurate and complete reproduction of a case file document delivered in the regular course of business. Date Processed_

Glenwood Energy of Ohio, Inc. Case No. 15-310-GA-UEX

SUMMARY

In Case No. 03-1127-GA-UNC, the Commission authorized the concept of an uncollectible accounts expense recovery mechanism for five natural gas companies. The mechanism approved allows for recovery of actual bad/uncollectible debt through a rider, rather than through base rates. Subsequently, Glenwood Energy of Ohio, Inc. (Glenwood) was authorized, in Case No. 09-439-GA-UEX, to defer its uncollectible expenses for future recovery. On September 30, 2009, the Commission issued its Opinion and Order that authorized an initial uncollectible rider rate of \$0.0800 per Mcf.

Since that time Glenwood has filed updates to adjust the rider when appropriate, and the Commission has authorized such subsequent revisions. The history of Glenwood's rider is as follows:

October 2009 - September 2010	\$0.0800 per Mcf
October 2010 - September 2013	\$0.2600 per Mcf
October 2013 - Present	\$0.0459 per Mcf

On August 25, 2015, Glenwood filed an application to reduce its current uncollectible expense rider rate from \$0.0459 per Mcf to \$0.0304 per Mcf, an adjustment of \$0.0155 per Mcf. Staff has reviewed the application and makes its findings and recommendations in this Staff Letter.

STAFF REVIEW

Staff performed a review of the actual annual balance reconciliation covering January 1, 2013, through December 31, 2014 (Attachment A); Glenwood's annual balance of actual uncollectible accounts expense net of recoveries as of April 30, 2015 (Attachment B); and proposed tariff sheets (Attachment C).

STAFF RECOMMENDATION

Staff believes that Glenwood's application appropriately calculates the rider and recommends the proposed rate of \$0.0304 per Mcf be approved.