



155 East Broad Street
20th Floor
Columbus, Ohio, 43215

o: 614-222-1330
f: 614-222-1337

March 19, 2018

Ms. Barcy F. McNeal, Secretary
Public Utilities Commission of Ohio
180 East Broad Street, 11th Floor
Columbus, Ohio 43215

Re: Case Nos. 18-046-EL-RDR and 89-6002-EL-TRF.

Dear Ms. McNeal:

Enclosed are Duke Energy Ohio, Inc.'s compliance tariffs which are being filed to update language consistent to indicate that the tariff shall be subject to future reconciliation following audits conducted by the Staff of the Public Utilities Commission of Ohio as subsequently approved by the Commission. This new tariff language is submitted by agreement and is without prejudice to any position taken by Duke Energy Ohio, Inc., in any other proceeding.

Please file one copy of the tariffs in the above mentioned cases.

Should you have any questions please feel free to contact me.

Respectfully submitted,

A handwritten signature in blue ink that reads "Elizabeth H. Watts" with a stylized "EBK" monogram to the right.

Rocco D'Ascenzo
Deputy General Counsel
Elizabeth H. Watts
Associate General Counsel
Duke Energy Ohio, Inc.
139 E. Fourth Street
Cincinnati, Ohio 45201-0960
(614) 222-1331

RIDER SCR

SUPPLIER COST RECONCILIATION RIDER

APPLICABILITY

Applicable to all retail jurisdictional customers in the Company's electric service territory who receive electric generation service from the Company under the Standard Service Offer (SSO). Rider SCR does not apply to customers taking generation service from a Competitive Retail Electric Service (CRES) provider except as provided below in the NON-BYPASSABLE PROVISION section.

DESCRIPTION

The Supplier Cost Reconciliation Rider recovers any differences between payments made to suppliers, as determined through the competitive bid process (SSO Auction), and the revenues collected through Rider RC and Rider RE. Rider SCR will also be used to recover all prudently incurred costs associated with conducting the SSO Auction and any costs resulting from supplier default. Rider SCR will be filed quarterly and will be subject to annual audits by the Commission at its discretion. The monthly accumulated balance of over- and under-recovery will accrue a carrying charge equal to Duke Energy Ohio's overall cost of long-term debt, as approved in its most recent distribution rate case (e.g., Case No. 08-709-EL-AIR).

This Rider is subject to reconciliation, including, but not limited to, refunds or additional charges to customers, as ordered by the Commission as the result of audits by the Commission in accordance with the April 2, 2015, Opinion and Order in Case Nos. 14-841-EL-SSO, *et al.*

NON-BYPASSABLE PROVISION

Subject to Commission approval, Rider SCR becomes applicable to all retail jurisdictional customers in the Company's electric service territory including those customers taking generation service from a CRES provider under the following circumstance:

The revenue balance within the SCR account becomes equal to or greater than ten percent of the Company's total actual SSO revenues collected for the most recent twelve month period under Riders RE, RC, RECON, RTO, and AER-R. The total actual SSO revenue will be determined from data covering the most recent quarter for which it is available.

Duke Energy Ohio shall apply to the Commission for confirmation that the Company should modify the Rider such that it becomes non-bypassable regardless as to whether or not the balance in the Rider results from over- or under-recovery.

For customers of CRES providers, Rider SCR will become bypassable again when, at the time of the quarterly filing, the Rider balance of over- or under-recovery falls below the ten percent threshold.

CHARGES

The credit for all customers is \$(0.002462) per kWh.

Filed pursuant to an Order dated May 13, 2015 in Case No. 15-6001-EL-RDR before the Public Utilities Commission of Ohio.

This foregoing document was electronically filed with the Public Utilities

Commission of Ohio Docketing Information System on

3/19/2018 3:53:00 PM

in

Case No(s). 18-0046-EL-RDR

Summary: Tariff Case No. 18-046-EL-RDR - Rider SCR - Supplier Cost Reconciliation Rider
Tariff PUCO Electric No. 19 Sheet No. 115.23 electronically filed by Mrs. Debbie L Gates on
behalf of Duke Energy Ohio Inc. and D'Ascenzo, Rocco O. Mr. and Watts, Elizabeth H