

BEFORE
THE PUBLIC UTILITIES COMMISSION OF OHIO

Application Not for an Increase in Rates
Pursuant to Section 4909.18 Revised Code

In the Matter of the Application of)	
Ohio Power Company to Establish the)	Case No. 18-1451-EL-ATA
Tax Savings Credit Rider)	

1. APPLICANT RESPECTFULLY PROPOSES: (Check applicable proposals)

- | | |
|---|---|
| <input type="checkbox"/> New Service | <input type="checkbox"/> Change in Rule or Regulation |
| <input type="checkbox"/> New Classification | <input type="checkbox"/> Reduction in Rates |
| <input type="checkbox"/> Change in Classification | <input type="checkbox"/> Correction of Error |
| <input checked="" type="checkbox"/> Other, not involving increase in rates | |
| <input type="checkbox"/> Various related and unrelated textual revision, without change in intent | |

2. DESCRIPTION OF PROPOSAL:

Pursuant to Section 4909.18 of the Ohio Revised Code, Ohio Power Company requests approval to establish the Tax Savings Credit Rider to implement the Joint Stipulation and Recommendation, if adopted by the Public Utilities Commission of Ohio, filed in Case No. 18-1007-EL-UNC and this proceeding.

3. TARIFFS AFFECTED: (If more than 2, use additional sheets) See Attached Sheet.

4. Attached hereto and made a part hereof are: (Check applicable Exhibits)

- ☐ Exhibit A - existing schedule sheets (to be superseded) if applicable
- ☒ Exhibit B-1 Clean copies of proposed schedule sheets
- ☐ Exhibit B-2 Marked copies of proposed schedule sheets
- ☐ Exhibit C-1
- (a) if new service is proposed, describe:
- (b) if new equipment is involved, describe (preferably with a picture, brochure, etc.) and where appropriate, a statement distinguishing proposed

service from existing services;

- (c) If proposal results from customer requests, so state, giving if available, the number and type of customers requesting proposed service.

_____ Exhibit C-2 - if a change of classification, rule or regulation is proposed, a statement explaining reason for change

 X Exhibit C-3 - statement explaining reason for any proposal not covered in Exhibits C-1 or C-2

5. This application will not result in an increase in rates, joint rates, tolls, classifications, charges or rentals.
6. This application does not require a bill message.
7. This application does not require a cost justification.

Respectfully Submitted,

/s// Steven T. Nourse

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Explanation for Proposed Tariff Changes

This application is made pursuant to Section 4909.18 of the Ohio Revised Code. Consistent with the Joint Stipulation and Recommendation filed on September 26, 2018 in Case Nos. 18-1007-EL-UNC and 18-1451-EL-ATA, and subject to the Public Utilities Commission of Ohio's adoption of the Joint Stipulation and Recommendation, Ohio Power Company seeks to establish the Tax Savings Credit Rider in order to provide a credit reflecting the Company's reduced tax expense associated with the Tax Cuts and Jobs Act of 2017 to retail customers. The credit provided through the rider will be allocated to customer classes based on a percentage of base distribution revenues. The rider will include a one-time carrying charge in the initial rider rate at the long-term debt rate to reflect the passage of time in implementing federal income tax savings in rates, from January 1, 2018 through the initial effective date of the rider. The rider will expire on the same date new base distribution rates become effective as a result of the EL-AIR case that the Company will file in June 2020 pursuant to R.C. 4909.18.

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in

Case No(s). 18-1451-EL-ATA

Summary: Application - Application of Ohio Power Company to Establish the Tax Savings Credit Rider electronically filed by Mr. Steven T Nourse on behalf of Ohio Power Company