

December 9, 2019

Barcy McNeal
Docketing Division
Public Utilities Commission of Ohio
180 East Broad Street
Columbus Ohio 43215-3793

Re: *In the Matter Ohio Power Company's Power Purchase Agreement Rider Update and Reconciliation*, Case No. 18-1759-EL-RDR

Steven T. Nourse
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Dear Ms. McNeal:

On November 27, 2019, Ohio Power Company (AEP Ohio) filed its 1st Quarter 2020 update to the PPA Rider, which will support the Part B Rate for the Legacy Generation Rider Resource (LGR) Rider – specific EDU true-up to be included effective January 2019. Through further conversations with the Staff, it was determined that the estimated amount for the part B rate be allocated as the Part A rate which is 50% on kWh and 50% on 5CP as provided by Staff in its Part A LGR rate. The Company also changed the billing determinants for the non-residential rate to be the kWhs up to 833,000 which includes the lighting class. Lastly, the historical gross up factor for the Company's PPA included an uncollectible component which is not included in the new LGR rate. These changes are for illustration purposes only in this docket as the PPA tariffed rates are still set to be zero on January 1st. The part B rate that is calculated here will be approved by the Staff and shown as part of the new LGR tariff effective January 1.

Thank you for your attention to this matter.

Respectfully Submitted,

/s/ Steven T. Nourse

OHIO POWER COMPANY
Calculation of Quarterly PPA For Billing During
January through June 2020

Schedule 1

January through June 2020			
	<u>Residential</u>	<u>C&I</u>	<u>Total</u>
2018 5CP (AEP OH)	3,455	4,244	7,698
5CP Allocation (Statewide)	44%	56%	
Forecasted: Res Cust #/ C&I kWh (AEP OH)	7,779,427	8,728,706,902	
kWh Allocation (Statewide)	34%	66%	
Revenue Requirement (AEP OH)	\$ 300,606.80	\$ 468,291.59	\$ 768,898
Rate: Res (\$/Per Cust) / C&I (\$/kWh)	\$ 0.04	0.000054	
Gross Up Factor	1.0026	1.0026	
Final Rate: Res (\$/Per Cust) / C&I (\$/kWh)	\$ 0.04	0.000054	

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Case No(s). 18-1759-EL-RDR

Summary: Correspondence - Correspondence in reference to the update to PPA filing electronically filed by Mr. Steven T Nourse on behalf of Ohio Power Company