

In the Matter of : Case Nos. 07-829-GA-AIR
: 07-830-GA-ALT
The East Ohio Gas Company : 07-831-GA-AAM
: 08-169-GA-ALT
d/b/a Dominion East Ohio. : 06-1453-GA-UNC

ORAL ARGUMENT

before Commissioners Alan R. Schriber, Chairman, Ronda Hartman Fergus, Valerie A. Lemmie, Paul A. Centolella, and Cheryl Roberto, at the Public Utilities Commission of Ohio, 180 East Broad Street, Room 11-E, Columbus, Ohio, called at 1:30 p.m. on Wednesday, September 24, 2008.

PRESENT:

Paul J. Duffy, Legal Director
Kim Bojko, Electric Section, Legal Department
Jeanne Kingery, Gas Section, Legal Department
Jeff Jones, Telephone and Water Sections,
Legal Department
Scott Farkas, Transportation Section, Legal
Department
Vesta Miller, Legal Department

10-8-08 Transcript-docketed electronically

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Technician JM Date Processed 10/8/2008

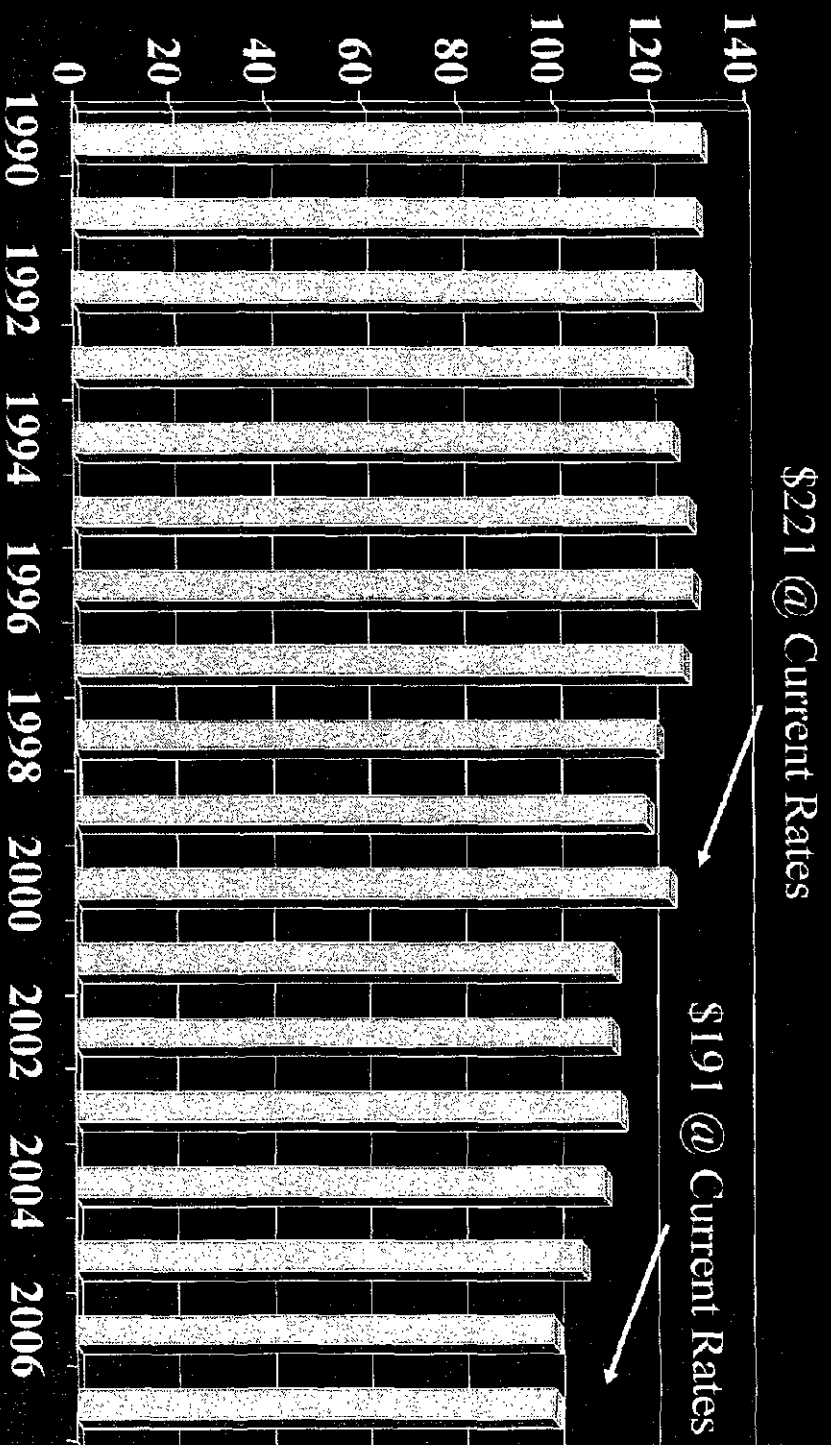
Case No. 07-829-GA-AIR

Presentation

September 24, 2008

Declining Residential Use Per Customer

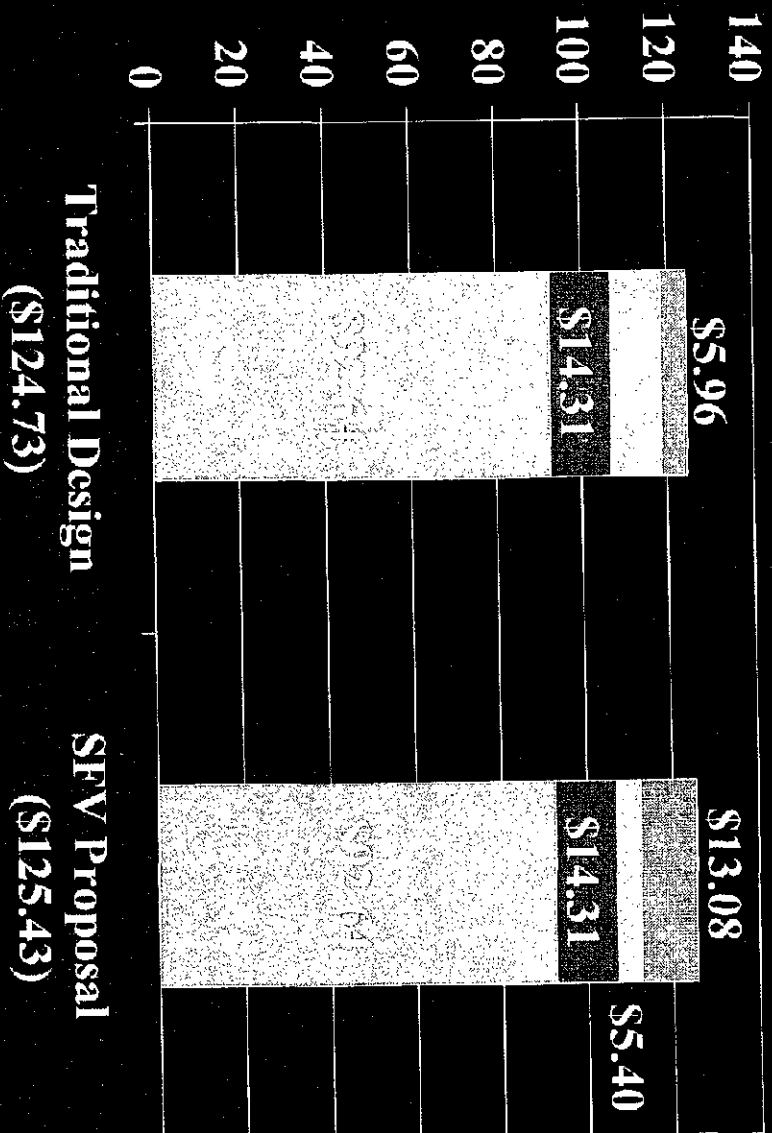
(Normalized MCF per year)



Difference in Annual Revenues Times Number of Customers = \$33.4 million

Comparison of Monthly Bills

(Average Residential Use of 99.1 Mcf/year; Yr. 1)

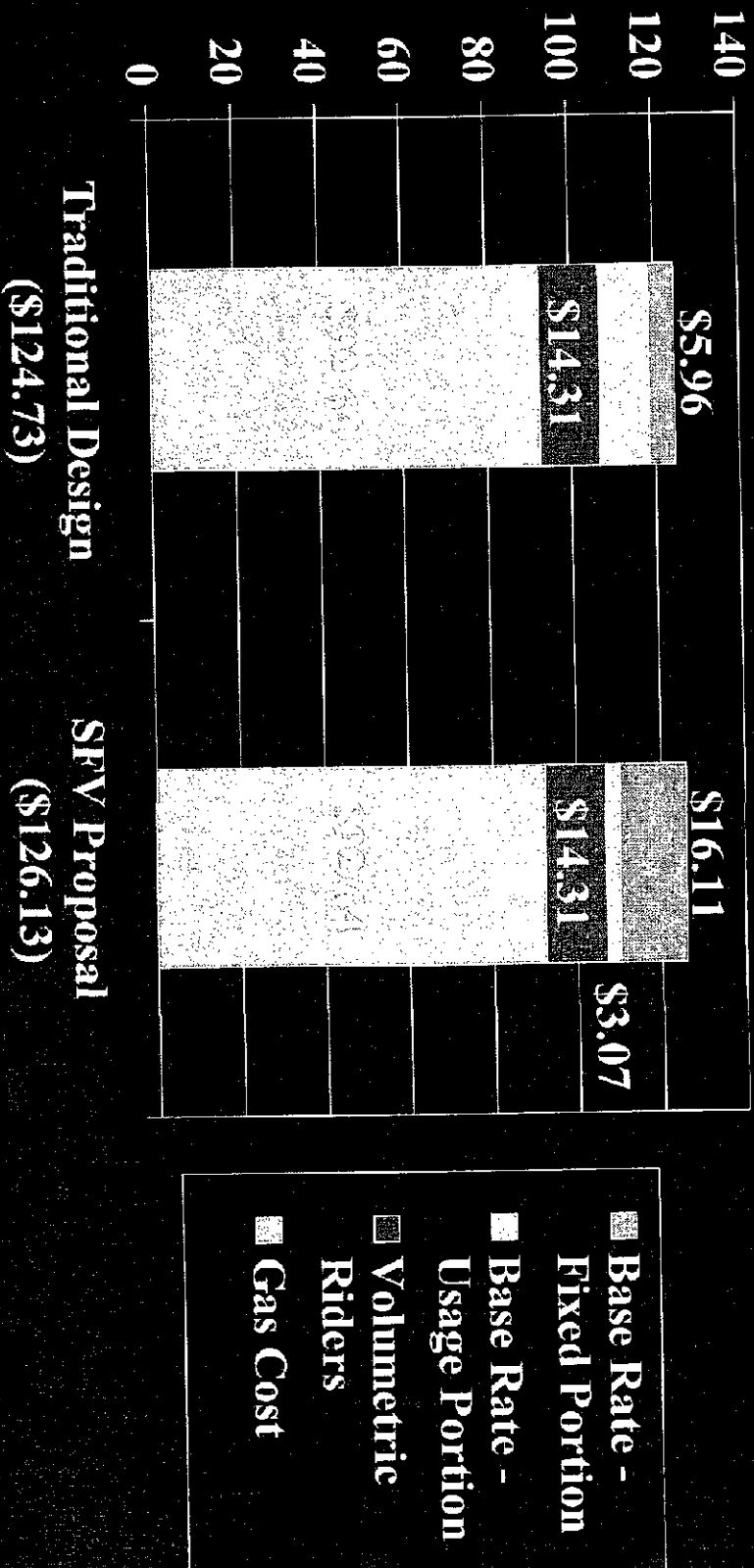


- Base Rate - Fixed Portion
- Base Rate - Usage Portion
- Volumetric Riders
- Gas Cost

Gas Cost & Riders Stated at Current Levels; All Amounts Include Gross Receipts Tax

Comparison of Monthly Bills

(Average Residential Use of 99.1 Mcf/year; Yr. 2)



Gas Cost & Riders Stated at Current Levels; All Amounts Include Gross Receipts Tax

Average Monthly Bills Based on Usage (Yr. 1)

Average Monthly Bill (Gas Cost & Riders Stated at Current Levels)			
	50 Mcf/Year	100 Mcf/Year	150 Mcf/Year
Traditional Design	\$ 65.89	\$ 125.82	\$ 185.74
SFV Proposal	\$ 69.77	\$ 126.46	\$ 183.14
Diff. \$	\$ 3.88	\$ 0.64	(\$ 2.60)
%	5.9	.5	(1.4)

73% of DEO's Residential GSS Customers Use Between 50 and 150 Mcf per year

Average Monthly Bills Based on Usage (Yr. 2)

Average Monthly Bill (Gas Cost & Riders Stated at Current Levels)			
	50 Mcf/Year	100 Mcf/Year	150 Mcf/Year
Traditional Design	\$ 65.89	\$ 125.82	\$ 185.74
SFV Proposal	\$ 71.62	\$ 127.13	\$ 182.64
Diff. \$	\$ 5.73	\$ 1.31	(\$ 3.10)
%	8.7	1.0	(1.7)

73% of DEO's Residential GSS Customers Use Between 50 and 150 Mcf per year

Conservation Impact on Monthly Bills

(Assuming 25% Less Use; Yr. 1)

	Annual Usage Before Conserving		
	50 Mcf	100 Mcf	150 Mcf
Monthly Savings Under Traditional Rate Design	\$ 14.98	\$ 29.96	\$ 44.95
Monthly Savings Under SFV Rate Design	\$ 14.17	\$ 28.34	\$ 42.52
Difference in Monthly Savings	\$ 0.81	\$ 1.62	\$ 2.43

Monthly Savings include gas cost, riders and the volumetric base rate

Conservation Impact on Monthly Bills

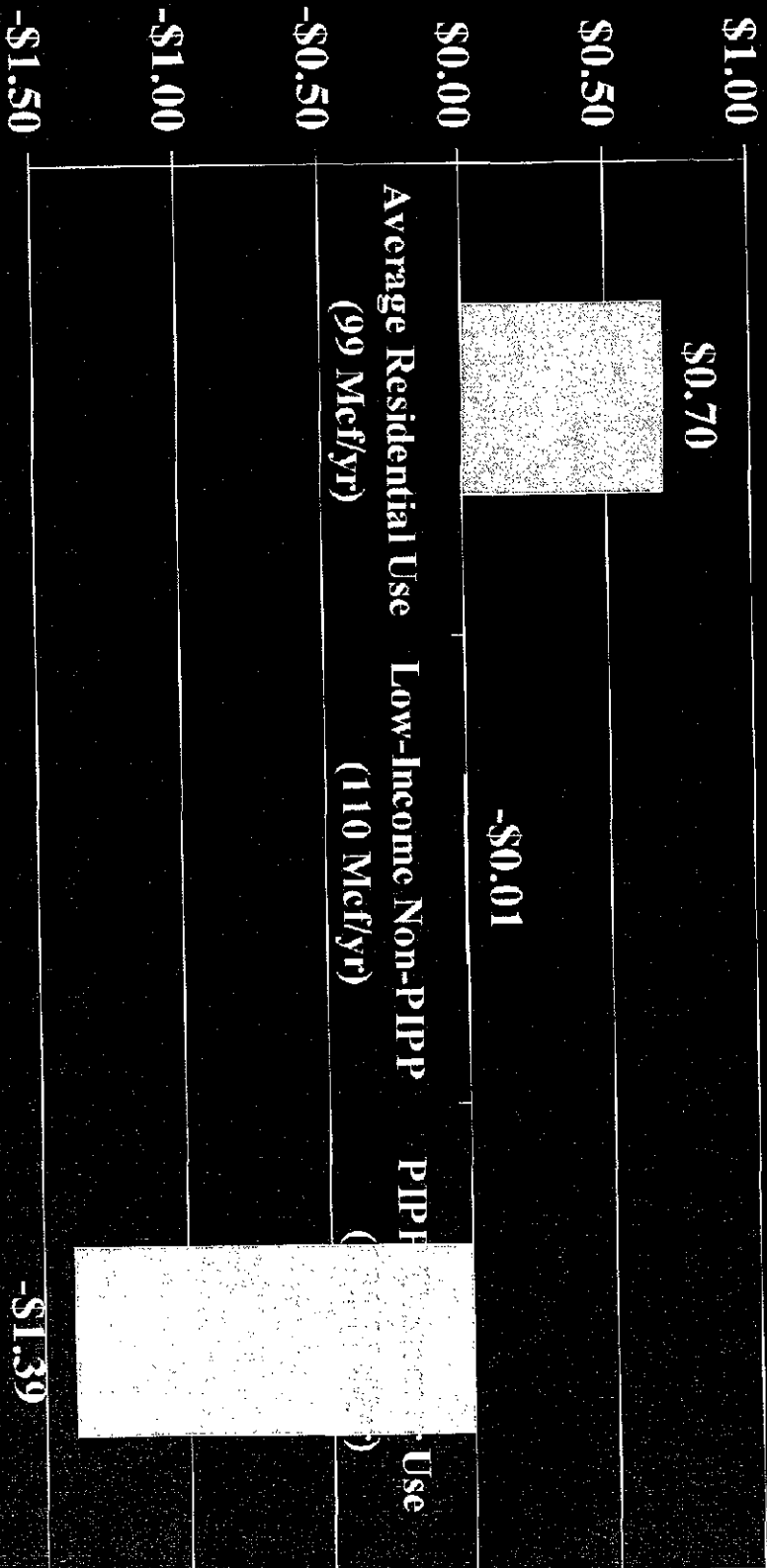
(Assuming 25% Less Use; Yr. 2)

	Annual Usage Before Conserving		
	50 Mcf	100 Mcf	150 Mcf
Monthly Savings Under Traditional Rate Design	\$ 14.98	\$ 29.96	\$ 44.95
Monthly Savings Under SFV Rate Design	\$ 13.88	\$ 27.76	\$ 41.63
Difference in Monthly Savings	\$ 1.10	\$ 2.20	\$ 3.32

Monthly Savings include gas cost, riders and the volumetric base rate

Difference in Average Monthly Bills

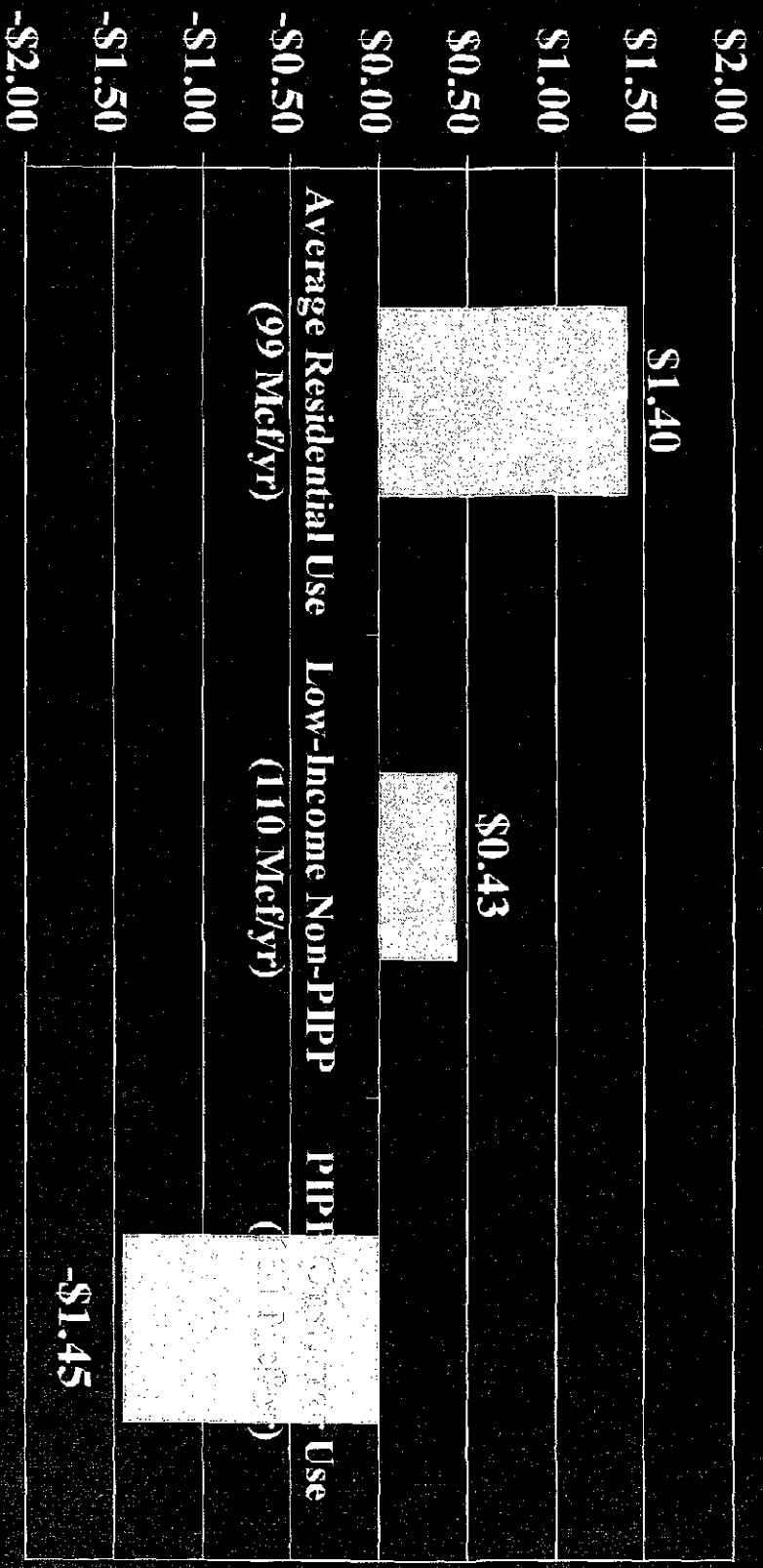
(SFV Proposal vs. Traditional Rate Design; Yr. 1)



Low Income Non-PIPP – Largest 80% of HEAP-eligible non-PIPP accounts identified in DEO's billing system

Difference in Average Monthly Bills

(SFV Proposal vs. Traditional Rate Design; Yr. 2)



Low Income Non-PIPP – Largest 80% of HEAP-eligible non-PIPP accounts identified in DEO's billing system

Case No. 07-829-GA-AIR (consol.)

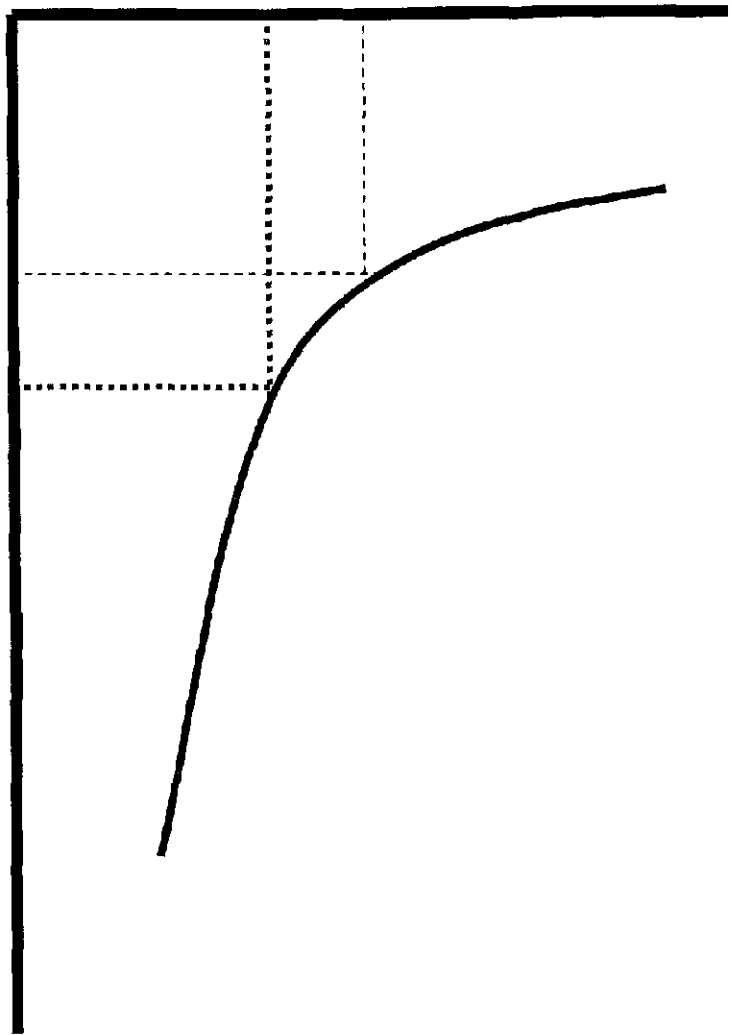
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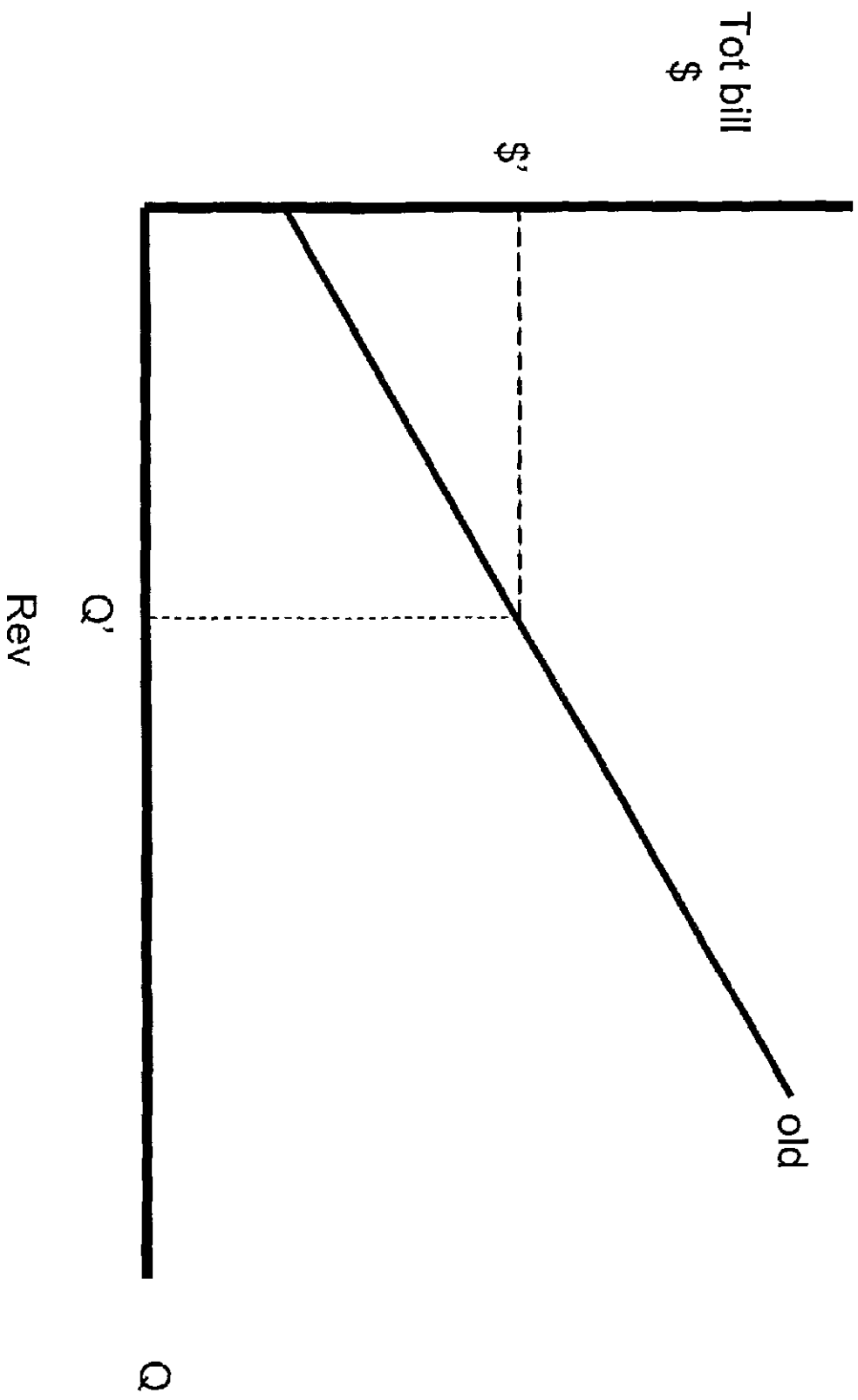
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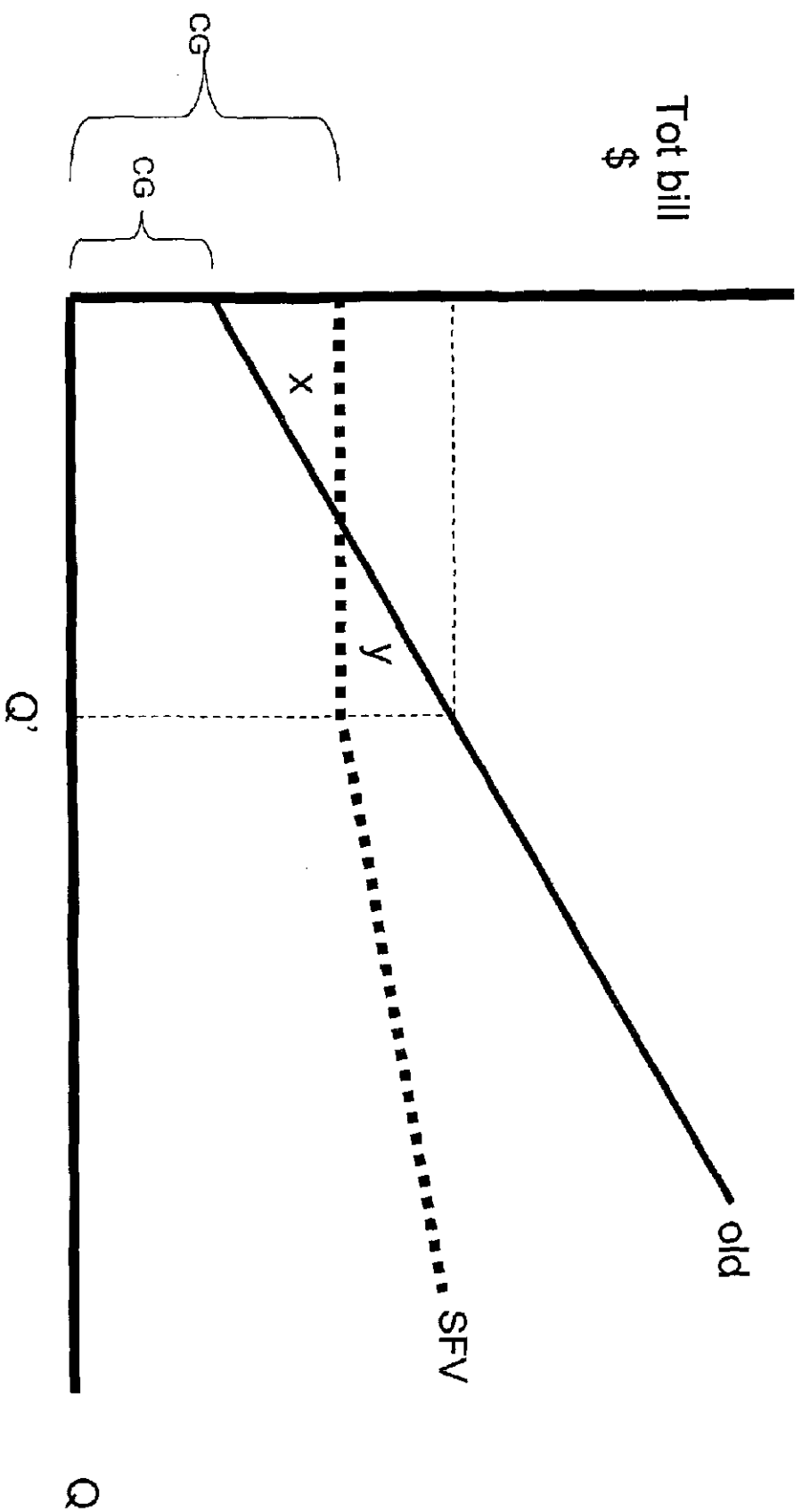
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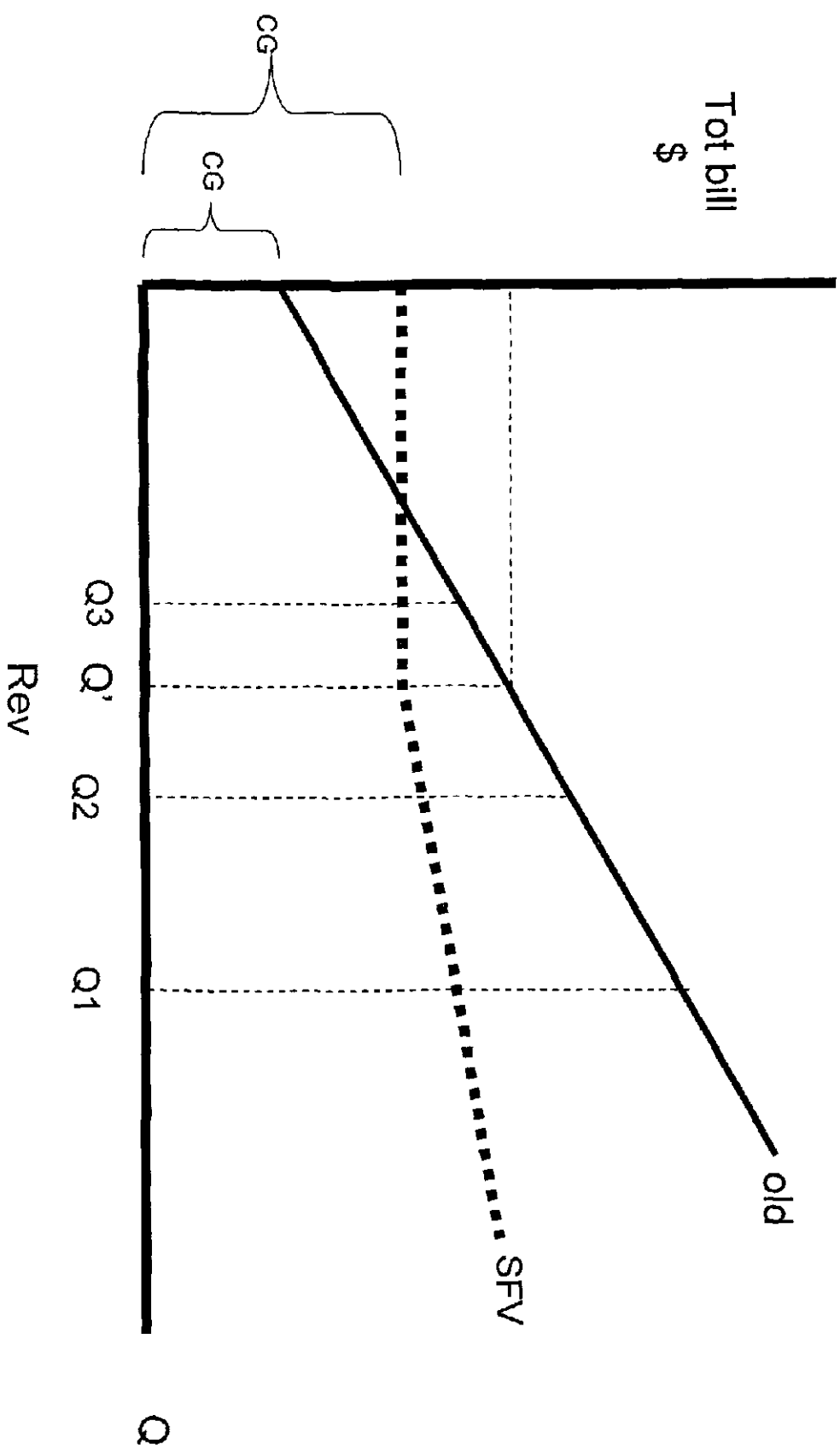
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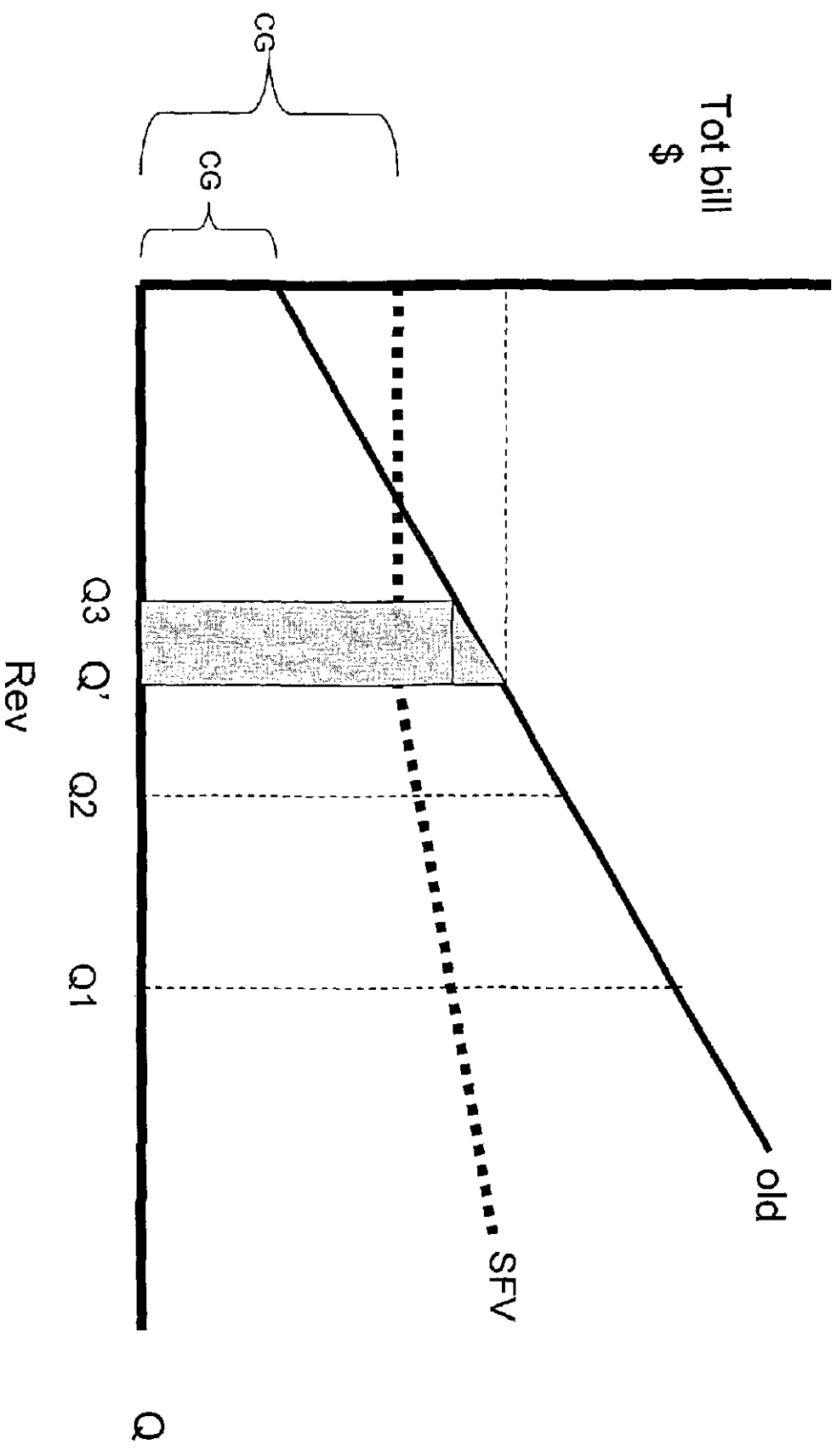


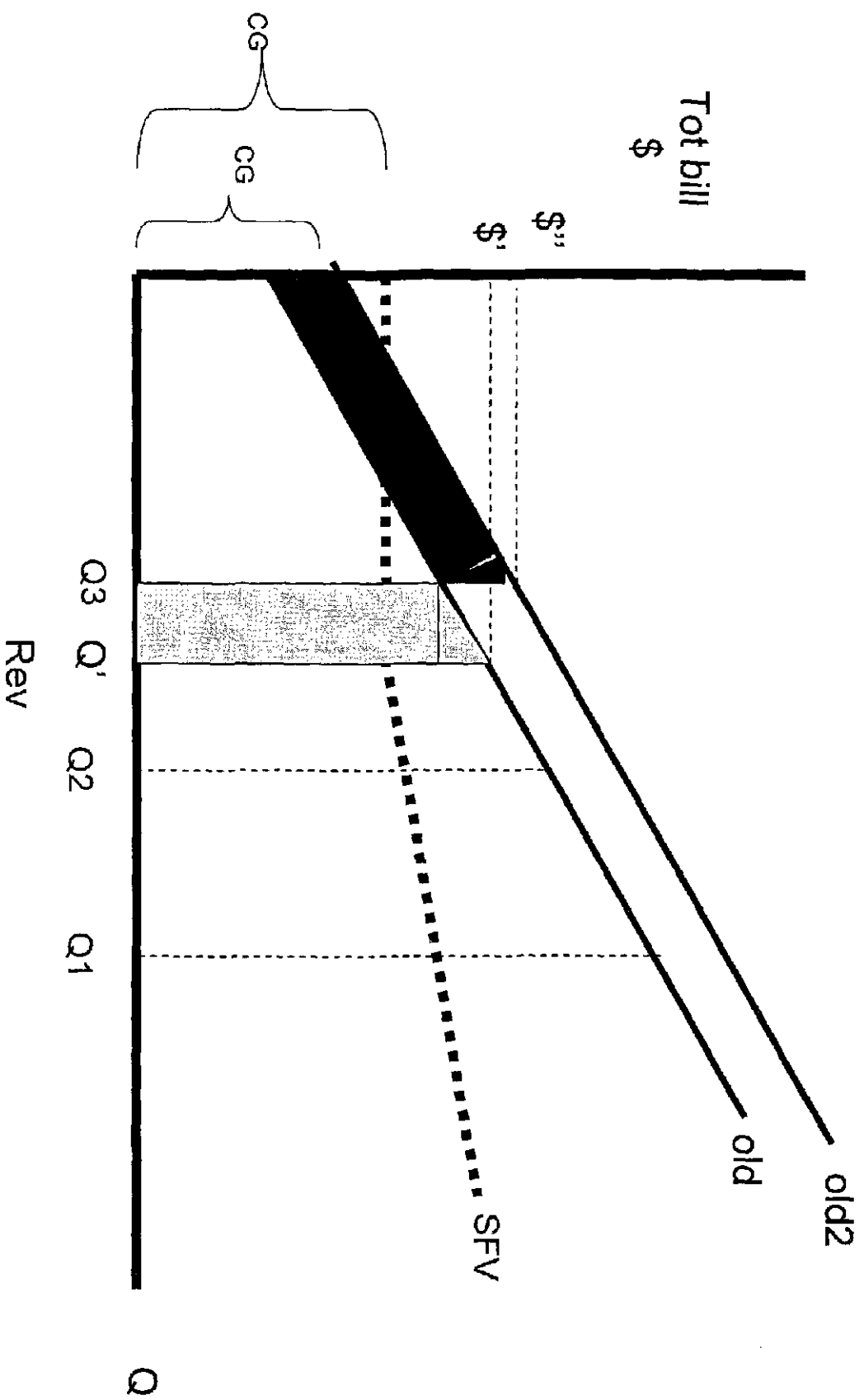


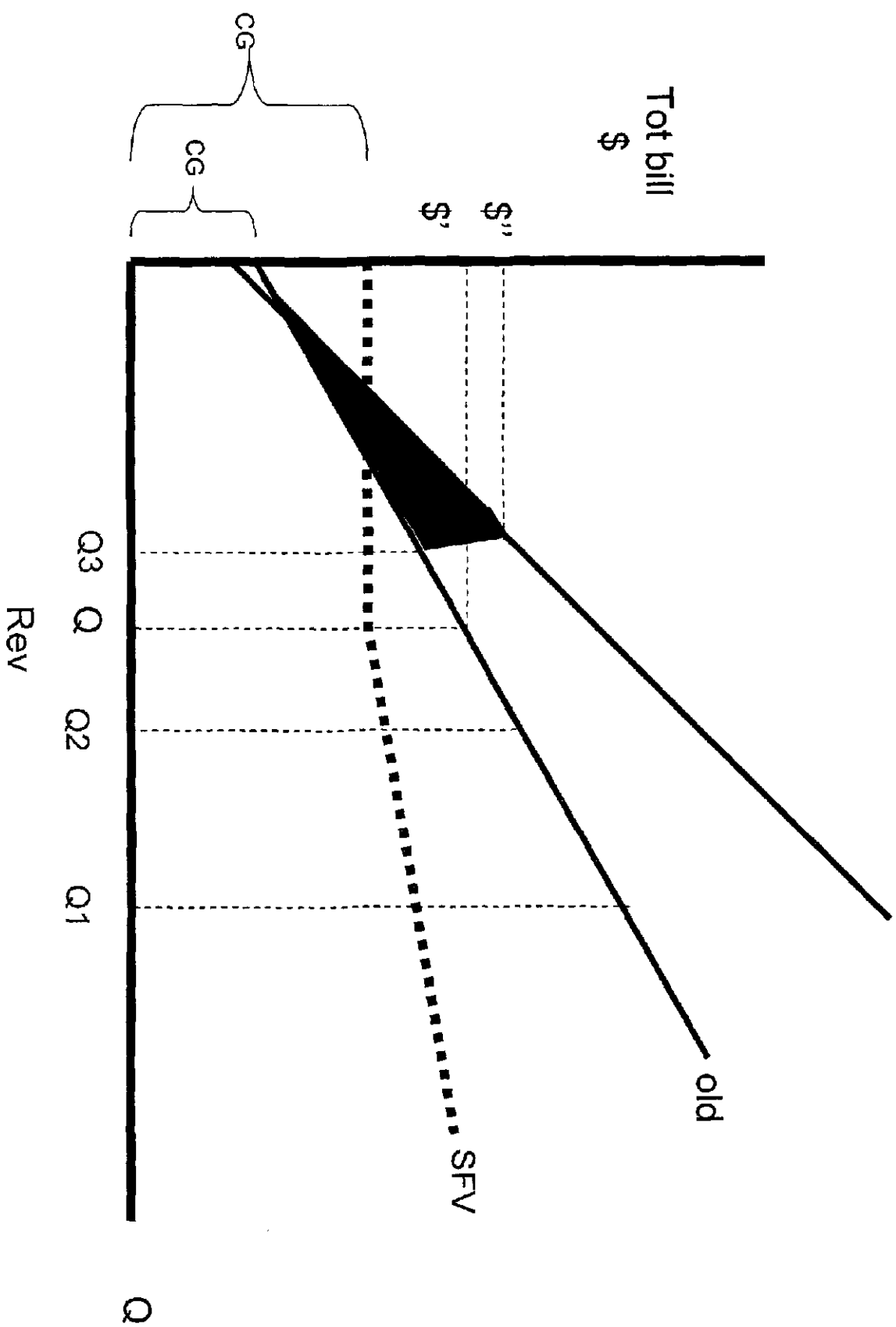


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The "Icing"

