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October 1, 2013

Barcy McNeal  
Secretary, Docketing Division  
Public Utilities Commission of Ohio  
180 East Broad Street  
Columbus, Ohio 43215

**Re: Case No. 13-0320-GA-UEx**

Dear Secretary McNeal:

On September 20, 2013, Deloitte & Touche LLP ("D&T") filed its Audit Report regarding Vectren Energy Delivery of Ohio, Inc.'s ("VEDO") uncollectible expense ("UEx") rider. In its report, D&T reported the following regarding its audit of the bad debts written off by VEDO during the period April 1, 2012 to March 31, 2013:

1. D&T noted that a customer balance of \$16.06 was written off in September 2012; however, the balance was eligible to be written off in May 2010. D&T noted that the account was tagged as a PIPP-exempt account, and as such was not written off timely. While this customer was a PIPP customer, D&T noted that this balance was not a PIPP balance and, as such, was eligible for write-off and inclusion in the UEx. D&T further noted that in 2012, VEDO's management initiated a new report to isolate and correct this type of balance. Once isolated, the balance was appropriately included in the write-off mechanism.
2. D&T noted that a customer balance of \$99.55 was recalled in May 2012 and the balance was appropriately recalled from the UEx mechanism in May; however, this balance was initially written off in March 2012 and was eligible to be written off in July 2010. The account was tagged as a PIPP-exempt account and, as such, was not written off timely. While this customer was a PIPP customer, D&T noted that this balance was not a PIPP balance and, as such, was eligible for write-off and inclusion in the UEx. D&T further noted that in 2012, VEDO's management initiated a new report to isolate and correct this type of balance. Once isolated, the balance was appropriately included in the write-off mechanism.

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VEDO has corrected the exceptions to the write-off process identified by D&T in its Audit Report and concurs with D&T's findings.

Thank you for your kind attention to this matter.

Very truly yours,

/s/ Matthew R. Pritchard  
Matthew R. Pritchard

**Attorney for Vectren Energy Delivery  
of Ohio, Inc.**

MRP:vlp

**This foregoing document was electronically filed with the Public Utilities**

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**Case No(s). 13-0320-GA-UEx**

Summary: Response Vectren Energy Delivery of Ohio, Inc.'s response to audit results of Deloitte & Touche LLP electronically filed by Ms. Vicki L. Leach-Payne on behalf of Pritchard, Matthew R. Mr.