FILE

DUKE ENERGY®

**Elizabeth Watts**
Associate General Counsel
Duke Energy Business Services

**Duke Energy**
155 East Broad Street
21st Floor
Columbus, OH 43215

o: 614.222.1331
c: 614.202.2509
f: 614.222.1337
Elizabeth.Watts@duke-energy.com

9

RECEIVED-DOCKETING DIV
2013 NOV 27 PM 1:28
PUCO

November 27, 2013

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

Re: *In the Matter of the Application of Duke Energy Ohio, Inc., for an Increase in Rates*
Case No. 12-1685-GA-AIR, *et al.*

Dear Ms. McNeal:

Consistent with Stipulation and Recommendation submitted in the above-captioned proceedings and the Opinion and Order of the Public Utilities Commission of Ohio (at pg. 74), issued in these proceedings on October 13, 2013, Duke Energy Ohio, Inc., submits the enclosed compliance tariff for Rider Manufactured Gas Plant (MGP), for review and approval. Duke Energy Ohio further tenders worksheets supporting the rate calculations as set forth in the tariff. The enclosures including the following:

- Exhibit 1, which is a worksheet that shows the allocation of the MGP cost recovery dollars to the rate classes. This worksheet also shows the billing determinants and the rates to be charged to each rate class.
- Exhibit 2, which is a worksheet that shows the MGP costs in detail by month for the years 2008 through 2012.
- Exhibit 3, which is the proposed Rider MGP tariff sheet.

Thank you for your assistance with this matter.

Respectfully submitted,

Elizabeth H. Watts

This is to certify that the images appearing are an accurate and complete reproduction of a case file document delivered in the regular course of business.
Technician _____ Date Processed NOV 27 2013

**Duke Energy Ohio**
**Per Bill Rates Based On Recovering December 31, 2012, MGP Deferral Over Five Years**

Case No. 12-1685-GA-AIR
Exhibit 1

| | Allocation % [a] | Annual Allocated $ | Bills [b] | $/Bill [c] | Total Current Revenue [d] | Average Rate Impact |
|---|---|---|---|---|---|---|
| RS/RFT/RSLI/RSPP | 68.26% | $7,580,107 | 4,681,024 | **$1.62** | $383,125,450 | 1.98% |
| GS/FT Small | 7.76% | 861,729 | 255,945 | **3.37** | 44,633,492 | 1.93% |
| GS/FT Large | 21.68% | 2,407,511 | 85,208 | **28.25** | 136,996,432 | 1.76% |
| IT | 2.30% | 255,409 | 1,611 | **158.54** | 112,376,043 | 0.23% |
| | 100.00% | $11,104,758 [e] | 5,023,788 | | $677,131,417 | 1.64% |
| Balance of Deferral at December 31, 2012 | | **$55,523,788** [f] | (Approved by the PUCO on November 13, 2013) | | | |

Notes: (a) As provided for in the Stipulation.
(b) From CMS customer count statistics for 12 months ended October 31, 2013
(c) PUCO's Order approved recovery of MGP costs on a "per bill" basis from all customers.
(d) Per Staff's Schedule E-4 that was agreed to in the settlement. Includes gas costs.
(e) Excludes accrued and future carrying costs per the Commission's Order in Case No. 12-1685-GA-AIR, *et al*.
(f) Reflects deferral balance as of December 31, 2012, as adjusted per the Commission's Order in Case No. 12-1685-GA-AIR, *et al*.

DUKE ENERGY OHIO, INC.
DETAIL OF MGP EXPENSE
12 MONTHS ENDING DEC. 31, 2008

Case No. 12-1685-GA-AIR
Exhibit 2
Page 1 of 6

| Line No. | Description | 2008 January | February | March | April | May | June | July | August | September | October | November | December | Total |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1 | **East End** | | | | | | | | | | | | | |
| 2 | Investigation | $ 82,855 | $ 3,618 | $ (902) | | $ 9,060 | $ 9,200 | $ 8,735 | $ 95,275 | $ 6,505 | $ - | $ 280 | $ 86,141 | $ 300,768 |
| 3 | Air Monitoring | | | | | | | | | | | | | |
| 4 | Security | | | | | | | | | | | | | |
| 5 | Analytical Laboratory | | | | | | | | | | | | | |
| 6 | Contractor Support | | | | | | | | | | | | | |
| 7 | Construction Management/Detailed Design | | | | | | | | | | | | | |
| 8 | Vibration Monitoring | | | | | | | | | | | | | |
| 9 | Fuel | | | | | | | | | | | | | |
| 10 | Miscellaneous | | | | | | | | | | | | | |
| 11 | Soil Disposal/Landfill | | | | | | | | | | | | | |
| 12 | Duke Internal Expenses | | $ 739 | $ 1,918 | $ 773 | $ 1,178 | $ 206 | | | $ 1,049 | $ 2,599 | $ 567 | $ 1,328 | $ 10,357 |
| 13 | Duke Laboratory Labor | | | | | | | | | | | | | |
| 14 | Duke EHS Audit Team | | | | | | | | | | | | | |
| 15 | Duke Gas Oversight | | | | | | | | | | | | | |
| 16 | Duke Internal Surveying | | | | | | | | | | | | | |
| 17 | Duke MGP PM/Construction Oversight | | $ 4,041 | $ 2,365 | $ 4,380 | $ 1,774 | $ 2,838 | $ 1,451 | $ 1,750 | $ 3,421 | $ 2,518 | $ 1,287 | $ 809 | $ 26,635 |
| 18 | Account Accruals | | | | | | | | | | | | | |
| 19 | East End Yearly Total | $ 82,855 | $ 8,398 | $ 3,381 | $ 5,154 | $ 12,012 | $ 12,244 | $ 10,186 | $ 97,025 | $ 10,975 | $ 5,117 | $ 2,133 | $ 88,279 | $ 337,759 |
| 20 | **West End** | | | | | | | | | | | | | |
| 21 | Investigation | | | | | | | | | | | | | |
| 22 | Air Monitoring | | | | | | | | | | | | | |
| 23 | Security | | | | | | | | | | | | | |
| 24 | Analytical Laboratory | | | | | | | | | | | | | |
| 25 | Contractor Support | | | | | | | | | | | | | |
| 26 | Construction Management/Detailed Design | | | | | | | | | | | | | |
| 27 | Vibration Monitoring | | | | | | | | | | | | | |
| 28 | Fuel | | | | | | | | | | | | | |
| 29 | Miscellaneous | $ 1,120 | | | | | | | | | | | | $ 1,120 |
| 30 | Soil Disposal/Landfill | | | | | | | | | | | | | |
| 31 | Duke Internal Expenses | | | | | | | | | | | | | $ - |
| 32 | Duke Laboratory Labor | | | | | | | | | | | | | |
| 33 | Duke EHS Audit Team | | | | | | | | | | | | | |
| 34 | Duke Power Delivery Oversight | | | | | | | | | | | | | |
| 35 | Duke Internal Surveying | | | | | | | | | | | | | |
| 36 | Duke MGP PM/Construction Oversight | | | | | | | | | | | | | |
| 37 | Account Accruals | | | | | | | | | | | | | |
| 38 | West End Yearly Total | $ 1,120 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ 1,120 |
| 39 | Property Purchase | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| 40 | Journal Entries | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| 41 | Ohio MGP Yearly Totals | $ 83,975 | $ 8,398 | $ 3,381 | $ 5,154 | $ 12,012 | $ 12,244 | $ 10,186 | $ 97,025 | $ 10,975 | $ 5,117 | $ 2,133 | $ 88,279 | $ 338,879 |

| Line No. | Description | 2009 January | February | March | April | May | June | July | August | September | October | November | December | Total |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1 | **East End** | | | | | | | | | | | | | |
| 2 | Investigation | | $ 96,429 | $ 49,975 | $ 39,056 | $ 64,493 | $ 45,215 | $ (7,059) | $ 26,926 | $ 20,886 | $ 13,407 | $ 29,315 | $ 5,342 | $ 383,986 |
| 3 | Air Monitoring | | | | | | | | | | | | | |
| 4 | Security | | | | | | | | | | | | | |
| 5 | Analytical Laboratory | | | $ 20,221 | | $ 12,478 | | | $ 4,718 | | | $ 10,213 | | $ 47,630 |
| 6 | Contractor Support | | | | | | | | | | | | | |
| 7 | Construction Management/Detailed Design | | | | | | | | | | | | | |
| 8 | Vibration Monitoring | | | | | | | | | | | | | |
| 9 | Fuel | | | | | | | | | | | | | |
| 10 | Miscellaneous | | | | | | | | $ 2,500 | | | | $ 1,263 | $ 3,763 |
| 11 | Soil Disposal/Landfill | | | | | | | | | | $ 3,611 | $ 11,410 | | $ 15,022 |
| 12 | Duke Internal Expenses | | | $ 961 | $ 704 | $ 1,145 | $ 1,827 | $ 517 | | $ 1,081 | $ 1,038 | $ 230 | $ 5,832 | $ 13,336 |
| 13 | Duke Laboratory Labor | | | $ 3,568 | | $ 2,202 | | | $ 833 | | | $ 1,802 | | $ 8,405 |
| 14 | Duke EHS Audit Team | | | | | | | | | | | | | |
| 15 | Duke Gas Oversight | | | | | | | | | | | | | |
| 16 | Duke Internal Surveying | | | | | | | | | | | | | |
| 17 | Duke MGP PM/Construction Oversight | $ 935 | $ 1,421 | $ 4,881 | $ 2,131 | $ 2,676 | $ 2,841 | $ 710 | $ 3,422 | $ 4,704 | $ 9,807 | $ 10,621 | $ 12,640 | $ 56,789 |
| 18 | Account Accruals | | | | | | | | | | | | $ 25,343 | $ 25,343 |
| 19 | East End Yearly Total | $ 935 | $ 97,850 | $ 79,606 | $ 41,892 | $ 82,994 | $ 49,883 | $ (5,832) | $ 38,399 | $ 26,672 | $ 27,863 | $ 63,592 | $ 50,419 | $ 554,272 |
| 20 | **West End** | | | | | | | | | | | | | |
| 21 | Investigation | | | | | | | | | | | | | |
| 22 | Air Monitoring | | | | | | | | | | | | | |
| 23 | Security | | | | | | | | | | | | | |
| 24 | Analytical Laboratory | | | | | | | | | | | | | |
| 25 | Contractor Support | | | | | | | | | | | | | |
| 26 | Construction Management/Detailed Design | | | | | | | | | | | | | |
| 27 | Vibration Monitoring | | | | | | | | | | | | | |
| 28 | Fuel | | | | | | | | | | | | | |
| 29 | Miscellaneous | | | | | | | $ 225 | | | | | | $ 225 |
| 30 | Soil Disposal/Landfill | | | | | | | | | | | | | |
| 31 | Duke Internal Expenses | | | | | | | | | | $ 701 | | $ 25 | $ 727 |
| 32 | Duke Laboratory Labor | | | | | | | | | | | | | |
| 33 | Duke EHS Audit Team | | | | | | | | | | | | | |
| 34 | Duke Power Delivery Oversight | | | | | | | | | | | | | |
| 35 | Duke Internal Surveying | | | | | | | | | | | | | |
| 36 | Duke MGP PM/Construction Oversight | | | | | $ 503 | $ 1,421 | $ 1,894 | | $ 2,352 | $ 4,344 | $ 5,051 | $ 10,603 | $ 26,167 |
| 37 | Account Accruals | | | | | | | | | | | | | |
| 38 | West End Yearly Total | $ - | $ - | $ - | $ - | $ 503 | $ 1,421 | $ 2,119 | $ - | $ 2,352 | $ 5,045 | $ 5,051 | $ 10,628 | $ 27,118 |
| 39 | Property Purchase | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| 40 | Journal Entries | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| 41 | Ohio MGP Yearly Totals | $ 935 | $ 97,850 | $ 79,606 | $ 41,892 | $ 83,496 | $ 51,304 | $ (3,712) | $ 38,399 | $ 29,024 | $ 32,907 | $ 68,643 | $ 61,048 | $ 581,391 |

DUKE ENERGY OHIO, INC.
DETAIL OF MGP EXPENSE
12 MONTHS ENDING DEC. 31, 2010

Case No. 12-1685-GA-AIR
Exhibit 2
Page 3 of 6

| Line No. | Description | 2010 January | February | March | April | May | June | July | August | September | October | November | December | Total |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1 | **East End** | | | | | | | | | | | | | |
| 2 | Investigation | $ - | $ 4,601 | | | $ 6,071 | $ 21,711 | $ 92,066 | $ 32,755 | $ - | $ 32,469 | $ 85,493 | $ 33,226 | $ 4,601 |
| 3 | Air Monitoring | $ - | $ 16,581 | $ 29,870 | | $ 1,430 | $ 10,889 | $ - | $ 13,786 | $ 9,437 | $ 3,417 | $ 7,006 | $ 10,741 | $ 350,243 |
| 4 | Security | $ - | | | | $ 2,287 | | $ 30,044 | $ 22,444 | $ 47,277 | $ 61,113 | $ 9,176 | $ 14,871 | $ 56,706 |
| 5 | Analytical Laboratory | $ - | | | | | | | | | | | | $ 187,212 |
| 6 | Contractor Support | | | | | | | | | | | | | $ - |
| 7 | Construction Management/Detailed Design | $ 25,343 | $ 176,261 | $ 103,337 | $ 8,020 | $ 167,355 | $ 50,320 | $ 545,562 | | $ 2,454,923 | $ 676,970 | $ 1,232,637 | $ 690,872 | $ 6,131,600 |
| 8 | Vibration Monitoring | $ - | $ 10,550 | | $ 40,750 | $ 19,990 | $ 35,731 | $ 12,850 | $ 26,400 | $ 13,200 | $ 22,800 | $ 13,200 | $ 16,200 | $ 211,671 |
| 9 | Fuel | | | | | | | | | | | | | $ - |
| 10 | Miscellaneous | $ 3,660 | $ 8,403 | $ 3,106 | | | $ 109 | $ 3,805 | $ 2,994 | $ (296) | $ (2,118) | $ 4,278 | $ 4,242 | $ 28,182 |
| 11 | Soil Disposal/Landfill | | | | $ 4,168 | | | | $ 555,992 | $ 77,353 | $ 257,058 | $ 193,276 | $ 724 | $ 1,088,571 |
| 12 | Duke Internal Expenses | $ 1,702 | $ 4,570 | $ 3,197 | $ 14,045 | $ 3,713 | $ 9,242 | $ 2,715 | $ 11,530 | $ 8,583 | $ 9,705 | $ 7,345 | $ 6,788 | $ 83,135 |
| 13 | Duke Laboratory Labor | | | | | $ 404 | | $ 5,302 | $ 3,961 | $ 8,343 | $ 10,785 | $ 1,619 | $ 2,624 | $ 33,037 |
| 14 | Duke EHS Audit Team | | | | | | | | | | | | | $ - |
| 15 | Duke Gas Oversight | | | | | | | | | | | | | $ - |
| 16 | Duke Internal Surveying | | | $ 244 | | $ 771 | $ 1,285 | $ 8,479 | $ 9,779 | $ 15,947 | $ 6,340 | $ 6,513 | $ 6,990 | $ 56,348 |
| 17 | Duke MGP PM/Construction Oversight | $ 10,261 | $ 7,846 | $ 14,687 | $ 14,023 | $ 15,907 | $ 17,018 | $ 5,587 | $ 21,358 | $ 30,446 | $ 11,832 | $ 19,059 | $ 10,297 | $ 178,322 |
| 18 | Account Accruals | $ 37,191 | $ (62,533) | $ - | $ 6,071 | $ 15,641 | $ 32,766 | $ (54,477) | $ 891,778 | $ (891,778) | | | | $ (25,343) |
| 19 | East End Yearly Total | $ 78,156 | $ 166,279 | $ 154,441 | $ 87,077 | $ 233,568 | $ 179,072 | $ 651,933 | $ 1,592,777 | $ 1,773,435 | $ 1,090,370 | $ 1,579,603 | $ 797,574 | $ 8,384,286 |
| 20 | **West End** | | | | | | | | | | | | | |
| 21 | Investigation | | | $ 52,734 | $ 365,525 | $ 12,585 | $ 63,692 | $ 45,296 | $ 8,397 | $ 156 | | | | $ 548,384 |
| 22 | Air Monitoring | | | | | | | | | | $ 15,871 | $ 12,001 | $ 55,829 | $ 83,702 |
| 23 | Security | | | | | | | | | | | | | $ - |
| 24 | Analytical Laboratory | | | $ 31,336 | $ 7,107 | $ 20,528 | $ 62,448 | | $ 7,631 | $ 2,775 | $ 10,132 | $ 41,281 | | $ 183,237 |
| 25 | Contractor Support | | | | | | | | | | | | | $ - |
| 26 | Construction Management/Detailed Design | | | | | | | | | | $ 6,652 | $ 25,114 | $ 154,510 | $ 186,275 |
| 27 | Vibration Monitoring | | | | | | | | | | | $ 1,334 | | $ 1,334 |
| 28 | Fuel | | | | | | | | | | | | | $ - |
| 29 | Miscellaneous | | | | | | | | $ 6,014 | $ 200 | | $ 5,925 | $ 714 | $ 12,853 |
| 30 | Soil Disposal/Landfill | | | | | $ 21,884 | | | | | | | | $ 21,884 |
| 31 | Duke Internal Expenses | $ 943 | $ 2,249 | $ 3,113 | $ 996 | $ 208 | $ 1,434 | | $ 768 | $ 1,416 | $ 2,748 | $ 2,138 | $ 1,706 | $ 17,719 |
| 32 | Duke Laboratory Labor | $ - | $ - | $ 5,530 | $ 1,254 | $ 3,623 | $ 11,020 | | $ 1,347 | $ 490 | $ 1,788 | $ 7,285 | | $ 32,336 |
| 33 | Duke EHS Audit Team | | | | | | | | | | | | | $ - |
| 34 | Duke Power Delivery Oversight | | $ 9,043 | $ 8,955 | | $ 1,448 | | | | | $ 4,493 | $ 3,708 | $ 45,670 | $ 73,317 |
| 35 | Duke Internal Surveying | $ 12,405 | $ 7,070 | $ 1,453 | $ 874 | | $ 2,309 | $ 629 | | $ 359 | $ 6,015 | | $ 6,178 | $ 37,292 |
| 36 | Duke MGP PM/Construction Oversight | $ 3,178 | $ 5,136 | $ 6,505 | $ 6,897 | $ 6,464 | $ 6,832 | $ 6,876 | $ 5,040 | $ 6,312 | $ 7,217 | $ 7,295 | $ 7,086 | $ 74,838 |
| 37 | Account Accruals | | $ 132,455 | | $ (132,455) | | | | | | | | | $ - |
| 38 | West End Yearly Total | $ 16,526 | $ 155,955 | $ 109,626 | $ 250,197 | $ 66,739 | $ 147,735 | $ 52,802 | $ 29,196 | $ 11,707 | $ 54,917 | $ 106,080 | $ 271,692 | $ 1,273,173 |
| 39 | Property Purchase | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| 40 | Journal Entries | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ (20,776) | $ (20,776) |
| 41 | Ohio MGP Yearly Totals | $ 94,682 | $ 322,234 | $ 264,067 | $ 337,274 | $ 300,308 | $ 326,807 | $ 704,734 | $ 1,621,973 | $ 1,785,143 | $ 1,145,288 | $ 1,685,683 | $ 1,048,491 | $ 9,636,683 |

DUKE ENERGY OHIO, INC.
DETAIL OF MGP EXPENSE
12 MONTHS ENDING DEC. 31, 2011

Case No. 12-1685-GA-AIR
Exhibit 2
Page 4 of 6

| Line No. | Description | 2011 January | February | March | April | May | June | July | August | September | October | November | December | Total |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1 | **East End** | | | | | | | | | | | | | |
| 2 | Investigation | | | | | | | | | | | | | $ - |
| 3 | Air Monitoring | $ - | $ 69,138 | $ 32,566 | $ 32,843 | $ 48,278 | $ 40,246 | $ 43,626 | $ 31,267 | $ 42,596 | $ 24,383 | $ 53,509 | $ 25,865 | $ 444,319 |
| 4 | Security | $ 7,869 | $ 6,127 | $ 9,931 | $ 8,870 | $ 7,492 | $ 10,336 | $ 2,407 | $ 12,795 | $ 9,902 | $ 6,853 | $ 6,879 | $ 5,892 | $ 95,353 |
| 5 | Analytical Laboratory | $ 13,938 | $ 8,968 | $ 7,286 | $ 93,105 | $ 16,089 | $ 16,202 | $ 67,435 | $ - | $ 123,935 | $ 13,833 | $ 43,393 | $ 23,963 | $ 428,148 |
| 6 | Contractor Support | $ - | $ - | $ - | $ - | $ 5,236 | $ 4,325 | $ 3,342 | $ - | $ 243 | $ - | $ 1,634 | $ 692 | $ 15,473 |
| 7 | Construction Management/Detailed Design | $ 342,101 | $ 636,625 | $ - | $ 380,934 | $ 499,286 | $ 559,795 | $ 472,869 | $ 746,080 | $ 1,030,696 | $ - | $ 3,053,044 | $ 1,393,386 | $ 9,114,817 |
| 8 | Vibration Monitoring | $ 13,200 | $ 13,200 | $ 15,681 | $ 13,200 | $ 13,200 | $ 37,639 | $ 13,200 | $ 13,200 | $ 13,200 | $ 13,200 | $ 12,060 | $ - | $ 170,980 |
| 9 | Fuel | $ - | $ - | $ - | $ - | $ 3,523 | $ 5,977 | $ 22,335 | $ 28,605 | $ 23,165 | $ 13,635 | $ 7,698 | $ 1,297 | $ 106,237 |
| 10 | Miscellaneous | $ (157) | $ 2,634 | $ 5,322 | $ 311 | $ 1,823 | $ 1,428 | $ 7,181 | $ 6,182 | $ 1,297 | $ 1,960 | $ 16,544 | $ 130 | $ 44,654 |
| 11 | Soil Disposal/Landfill | $ 134,409 | $ 172,088 | $ 116,040 | $ 82,650 | $ 88,981 | $ 8,736 | $ 204,585 | $ 202,657 | $ 131,603 | $ 201,035 | $ 241,623 | $ 44,488 | $ 1,628,895 |
| 12 | Duke Internal Expenses | $ 6,039 | $ 6,704 | $ 6,802 | $ 10,699 | $ 2,512 | $ 3,323 | $ 1,599 | $ 5,925 | $ 2,670 | $ 2,384 | $ 2,080 | $ 1,721 | $ 52,459 |
| 13 | Duke Laboratory Labor | $ 2,460 | $ 1,583 | $ 1,286 | $ 16,430 | $ 2,839 | $ 2,859 | $ 11,900 | $ 4,793 | $ 10,580 | $ 13,580 | $ 2,397 | $ 6,770 | $ 77,476 |
| 14 | *Duke EHS Audit Team* | $ - | | | | | $ 2,350 | $ 1,723 | | | | | | $ 4,073 |
| 15 | Duke Gas Oversight | | | | | | | | | | $ 10,911 | | | $ 10,911 |
| 16 | Duke Internal Surveying | $ 17,676 | $ 9,859 | $ 3,666 | $ 7,783 | $ 10,373 | $ 7,076 | $ 7,126 | $ 3,978 | $ 6,965 | $ 6,696 | $ 15,499 | $ 12,694 | $ 109,391 |
| 17 | Duke MGP PM/Construction Oversight | $ 16,238 | $ 16,578 | $ 3,923 | $ 12,592 | $ 11,463 | $ 12,199 | $ 14,310 | $ 11,747 | $ 10,345 | $ 10,780 | $ 11,235 | $ 22,552 | $ 153,962 |
| 18 | Account Accruals | $ (1,328) | $ - | $ 380,934 | $ (380,934) | $ - | $ - | $ 2,822 | $ 5,110 | $ 1,071 | $ 1,796,611 | $ (1,745,362) | $ (49,630) | $ 9,295 |
| 19 | East End Yearly Total | $ 552,446 | $ 943,502 | $ 583,437 | $ 278,484 | $ 711,096 | $ 712,492 | $ 876,461 | $ 1,072,340 | $ 1,408,269 | $ 2,115,863 | $ 1,722,235 | $ 1,489,818 | $ 12,466,442 |
| 20 | **West End** | | | | | | | | | | | | | |
| 21 | Investigation | | | | | | | | | | | | | $ - |
| 22 | Air Monitoring | $ 14,003 | $ 3,079 | $ 12,949 | $ 27,565 | $ 42,524 | $ 18,798 | $ 29,554 | $ 18,697 | $ 24,265 | $ 20,534 | $ 29,358 | $ 18,126 | $ 259,451 |
| 23 | Security | $ - | $ - | $ - | $ - | $ - | $ 3,826 | $ - | $ - | $ - | $ - | $ - | $ - | $ 3,826 |
| 24 | Analytical Laboratory | $ - | $ 8,861 | $ - | $ - | $ - | $ - | $ - | $ - | $ 73,167 | $ 6,619 | $ 21,008 | $ 33,961 | $ 143,616 |
| 25 | Contractor Support | $ - | $ - | $ - | $ - | $ 5,236 | $ 3,301 | $ 1,148 | $ - | $ - | $ 310 | $ 1,456 | $ 692 | $ 12,142 |
| 26 | Construction Management/Detailed Design | $ - | $ 50,772 | $ 59,418 | $ 1,157 | $ - | $ 1,885,871 | $ 1,229,700 | $ 1,026,274 | $ 1,811,453 | $ 11,000 | $ 2,785,447 | $ 1,341,597 | $ 10,202,687 |
| 27 | Vibration Monitoring | $ - | $ 4,250 | $ 2,717 | $ 841 | $ 220 | $ - | $ - | $ - | $ - | $ - | $ - | | $ 8,028 |
| 28 | Fuel | $ - | $ - | $ - | $ 16,628 | $ 37,337 | $ 17,003 | $ 15,519 | $ 18,328 | $ 13,642 | $ 16,312 | $ 19,861 | $ 11,668 | $ 166,298 |
| 29 | Miscellaneous | $ 10,081 | $ - | $ 121,324 | $ 101,030 | $ 228,851 | $ 23,144 | $ 1,186 | $ 1,092 | $ 4,636 | $ 3,314 | $ 1,282 | $ 2,887 | $ 498,826 |
| 30 | Soil Disposal/Landfill | $ - | $ - | $ - | $ 503,392 | $ 427,411 | $ 295,685 | $ 389,670 | $ 556,129 | $ 48,517 | $ 525,580 | $ 88,385 | $ 31,779 | $ 2,866,547 |
| 31 | Duke Internal Expenses | $ 1,578 | $ 3,668 | $ 4,128 | $ 1,824 | $ 5,523 | $ 7,697 | $ 3,071 | $ 2,710 | $ 3,795 | $ 5,693 | $ 6,551 | $ 5,801 | $ 52,040 |
| 32 | Duke Laboratory Labor | $ - | $ 1,564 | $ - | $ - | $ - | $ - | $ - | $ 6,829 | $ 5,347 | $ 9,895 | $ (1,328) | $ 6,836 | $ 29,143 |
| 33 | Duke EHS Audit Team | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ 3,313 | $ 2,636 | $ - | $ 5,949 |
| 34 | Duke Power Delivery Oversight | $ 578 | $ 1,424 | $ 18,454 | $ 1,173 | $ - | $ - | $ - | $ 2,296 | $ 1,229 | $ - | $ - | $ 310 | $ 25,464 |
| 35 | Duke Internal Surveying | $ 1,092 | $ 659 | $ 2,309 | $ 6,905 | $ 4,938 | $ 73 | $ - | $ - | $ - | $ - | $ - | $ - | $ 15,976 |
| 36 | Duke MGP PM/Construction Oversight | $ 7,565 | $ 5,199 | $ 10,646 | $ 19,762 | $ 11,251 | $ 10,756 | $ 11,504 | $ 9,752 | $ 10,173 | $ 10,519 | $ 11,220 | $ 7,548 | $ 125,895 |
| 37 | Account Accruals | $ - | $ - | $ 5,413 | $ 156,439 | $ (161,001) | $ (259) | $ 163,122 | $ (164,804) | $ 334,609 | $ (339,886) | $ 37,310 | $ (36,325) | $ (5,381) |
| 38 | West End Yearly Total | $ 34,896 | $ 79,476 | $ 237,359 | $ 836,716 | $ 602,289 | $ 2,265,893 | $ 1,844,472 | $ 1,477,302 | $ 2,330,635 | $ 273,203 | $ 3,003,186 | $ 1,424,879 | $ 14,410,507 |
| 39 | Property Purchase | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ 2,331,580 | $ - | $ 2,331,580 |
| 40 | Journal Entries | $ - | $ - | $ - | $ 20,683 | $ - | $ - | $ - | $ - | $ - | $ - | $ 46 | $ - | $ 20,729 |
| 41 | Ohio MGP Yearly Totals | $ 587,342 | $ 1,022,978 | $ 820,796 | $ 1,135,883 | $ 1,313,385 | $ 2,978,386 | $ 2,720,933 | $ 2,549,642 | $ 3,739,104 | $ 2,389,066 | $ 7,057,046 | $ 2,914,697 | $ 29,229,258 |

DUKE ENERGY OHIO, INC.
DETAIL OF MGP EXPENSE
12 MONTHS ENDING DEC. 31, 2012

Case No. 12-1685-GA-AIR
Exhibit 2
Page 5 of 6

| Line No. | Description | 2012 January | February | March | April | May | June | July | August | September | October | November | December | Total |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1 | **East End** | | | | | | | | | | | | | |
| 2 | Investigation | | | | | | | | | | | | $ 237,165 | $ 237,165 |
| 3 | Air Monitoring | $ 22,104 | $ 10,266 | $ 7,957 | $ 9,358 | | $ 38,157 | $ 18,452 | $ 4,641 | $ 2,542 | $ 3,224 | | $ - | $ 116,701 |
| 4 | Security | $ - | $ 756 | $ 1,513 | $ 2,747 | $ (397) | $ (3,106) | | | | | | $ - | $ 1,513 |
| 5 | Analytical Laboratory | $ 13,533 | $ 4,463 | $ 45,857 | | $ 638 | | | | | | | $ - | $ 64,490 |
| 6 | Contractor Support | $ 622 | $ 771 | $ 1,284 | | $ 1,844 | | $ 2,067 | $ 1,711 | $ 2,682 | $ 338 | | $ 1,294 | $ 12,614 |
| 7 | Construction Management/Detailed Design | $ 1,324 | $ 1,245,996 | $ 69,708 | $ 11,957 | $ 32,330 | | $ 58,708 | $ 663,353 | $ 88,610 | $ 4,430 | $ 326,649 | $ 3,386 | $ 2,506,449 |
| 8 | Vibration Monitoring | | $ 12,915 | | | | | | | | | | $ - | $ 12,915 |
| 9 | Fuel | $ 1,098 | | | | $ 1,334 | $ 5,243 | $ 23 | $ - | | | | $ - | $ 7,698 |
| 10 | Miscellaneous | $ 2,253 | $ 7,575 | $ 2,355 | $ 150 | $ 385 | $ 8,682 | $ 3,750 | $ 4,970 | $ 4,079 | $ 1,153 | $ 2,962 | $ 60,944 | $ 99,259 |
| 11 | Soil Disposal/Landfill | $ 2,543 | | | | $ 5,284 | $ 47,249 | $ 57,807 | $ 3,648 | $ (626) | $ 5,660 | | $ - | $ 121,565 |
| 12 | Duke Internal Expenses | $ 1,495 | $ 899 | $ 1,379 | $ 1,209 | $ 1,396 | $ 413 | $ 698 | $ 1,077 | | $ 1,389 | $ 1,088 | $ 650 | $ 11,692 |
| 13 | Duke Laboratory Labor | $ 3,524 | $ 506 | $ 335 | | | | | | | | | $ - | $ 4,366 |
| 14 | Duke EHS Audit Team | | | | | | | | | | | | $ - | $ - |
| 15 | Duke Gas Oversight | | | | | | | | | | | | $ - | $ - |
| 16 | Duke Internal Surveying | | | | | | | | | | | | $ - | $ - |
| 17 | Duke MGP PM/Construction Oversight | $ 12,563 | $ 6,620 | $ 5,818 | $ 4,334 | $ 13,288 | $ 6,650 | $ 16,050 | $ 10,479 | $ 12,597 | $ 7,038 | $ 7,467 | $ 3,762 | $ 106,667 |
| 18 | Account Accruals | $ 11,591 | $ 19,710 | $ (30,057) | $ (2,568) | $ 50,331 | $ 5,172 | $ (55,503) | | | | | $ - | $ (1,324) |
| 19 | East End Yearly Total | $ 72,651 | $ 1,310,477 | $ 106,149 | $ 27,187 | $ 106,432 | $ 108,461 | $ 102,051 | $ 689,878 | $ 109,885 | $ 23,232 | $ 338,167 | $ 307,201 | $ 3,301,770 |
| 20 | **West End** | | | | | | | | | | | | | |
| 21 | Investigation | | | | | | | | | | | $ 4,960 | $ - | $ 4,960 |
| 22 | Air Monitoring | $ 18,977 | $ 18,755 | $ 23,437 | $ 22,477 | $ 31,937 | $ 19,578 | $ 23,711 | $ 23,319 | $ 22,732 | $ 32,558 | $ 22,581 | $ 17,276 | $ 277,340 |
| 23 | Security | | | | | | | | | | | $ 3,232 | $ - | $ 3,232 |
| 24 | Analytical Laboratory | $ 14,380 | $ 8,166 | $ 63,482 | $ 4,793 | $ 40,566 | $ 24,278 | $ 24,055 | $ 19,416 | $ 20,054 | $ 14,974 | $ 15,978 | $ 2,514 | $ 252,656 |
| 25 | Contractor Support | $ 673 | $ 595 | $ 367 | | $ 1,881 | $ 809 | $ 2,360 | $ 1,627 | $ 2,238 | $ 868 | | $ 2,029 | $ 13,448 |
| 26 | Construction Management/Detailed Design | $ 1,118,598 | $ 1,059,502 | $ 1,362,291 | $ 1,241,653 | $ 1,015,512 | $ 1,175,544 | $ 1,410,187 | $ 986,785 | $ 1,532,822 | $ 146,070 | $ 847,036 | $ 797,131 | $ 12,693,132 |
| 27 | Vibration Monitoring | | | | | | | | | | | | $ - | $ - |
| 28 | Fuel | $ 21,995 | $ 21,806 | $ 22,619 | $ 24,493 | $ 11,569 | $ 22,958 | $ 16,208 | $ 15,194 | $ 3,509 | | $ 18,079 | $ 11,615 | $ 190,045 |
| 29 | Miscellaneous | $ 16,660 | $ 3,388 | $ 6,667 | $ 2,133 | $ 6,336 | $ 414 | $ 20,384 | $ 6,011 | $ 485 | $ 12,246 | $ 4,772 | $ 704 | $ 80,200 |
| 30 | Soil Disposal/Landfill | $ 10,753 | $ 52,757 | $ 30,218 | $ 70,738 | $ 135,506 | $ 92,213 | $ 96,412 | $ 41,800 | $ - | | $ 199,262 | $ 255,668 | $ 985,327 |
| 31 | Duke Internal Expenses | $ 6,983 | $ 7,275 | $ 6,493 | $ 7,923 | $ 4,454 | $ 7,137 | $ 6,297 | $ 5,522 | $ 3,828 | $ 4,195 | $ 3,823 | $ 3,297 | $ 67,226 |
| 32 | Duke Laboratory Labor | $ 2,179 | $ 2,444 | $ 574 | | | $ 4,145 | $ 1,750 | | $ 969 | $ 803 | | $ 1,730 | $ 14,595 |
| 33 | Duke EHS Audit Team | | | | | | | | | | | | $ - | $ - |
| 34 | Duke Power Delivery Oversight | | | | | | | | | | | | $ - | $ - |
| 35 | Duke Internal Surveying | | | | | | | | | | $ 21 | $ 650 | $ - | $ 671 |
| 36 | Duke MGP PM/Construction Oversight | $ 11,770 | $ 19,806 | $ 18,734 | $ 21,337 | $ 13,450 | $ 12,472 | $ 15,682 | $ 9,556 | $ 11,278 | $ 12,645 | $ 9,086 | $ 5,092 | $ 160,907 |
| 37 | Account Accruals | $ (3,917) | $ 4,091 | $ 53,373 | $ (51,301) | $ 9,949 | $ (11,060) | $ (3,651) | $ - | $ - | $ - | $ - | $ - | $ (2,517) |
| 38 | West End Yearly Total | $ 1,219,050 | $ 1,198,586 | $ 1,588,255 | $ 1,344,246 | $ 1,271,161 | $ 1,348,488 | $ 1,613,395 | $ 1,109,229 | $ 1,597,915 | $ 224,360 | $ 1,129,460 | $ 1,097,056 | $ 14,741,222 |
| 39 | Property Purchase | $ 4,880 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ 4,880 |
| 40 | Journal Entries | $ - | $ 46 | $ - | $ - | $ 22,358 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ 22,404 |
| 41 | Ohio MGP Yearly Totals | $ 1,296,581 | $ 2,509,108 | $ 1,694,404 | $ 1,371,433 | $ 1,399,951 | $ 1,456,949 | $ 1,715,447 | $ 1,799,108 | $ 1,707,800 | $ 247,612 | $ 1,467,627 | $ 1,404,256 | $ 18,070,276 |

DUKE ENERGY OHIO, INC.
GAS DEPARTMENT
CASE NO. 12-1685-GA-AIR
DETAIL OF MGP EXPENSE
12 MONTHS ENDING DECEMBER 31, 2012



| Line No. | Description | 12 months ended 2008 $ | 2009 $ | 2010 $ | 2011 $ | 2012 $ |
|---|---|---|---|---|---|---|
| 1 | **East End** | | | | | |
| 2 | Investigation | 300,768 | 383,986 | 4,601 | 0 | 237,165 |
| 3 | Air Monitoring | 0 | 0 | 350,243 | 444,319 | 116,701 |
| 4 | Security | 0 | 0 | 56,706 | 95,353 | 1,513 |
| 5 | Analytical Laboratory | 0 | 47,630 | 187,212 | 428,148 | 64,490 |
| 6 | Contractor Support | 0 | 0 | 0 | 15,473 | 12,614 |
| 7 | Construction Management/Detailed Design | 0 | 0 | 6,131,600 | 9,114,817 | 2,506,449 |
| 8 | Vibration Monitoring | 0 | 0 | 211,671 | 170,980 | 12,915 |
| 9 | Fuel | 0 | 0 | 0 | 106,237 | 7,698 |
| 10 | Miscellaneous | 0 | 3,763 | 28,182 | 44,654 | 99,259 |
| 11 | Soil Disposal/Landfill | 0 | 15,022 | 1,088,571 | 1,628,895 | 121,565 |
| 12 | Duke Internal Expenses | 10,357 | 13,336 | 83,135 | 52,459 | 11,692 |
| 13 | Duke Laboratory Labor | 0 | 8,405 | 33,037 | 77,476 | 4,366 |
| 14 | Duke EHS Audit Team | 0 | 0 | 0 | 4,073 | 0 |
| 15 | Duke Gas Oversight | 0 | 0 | 0 | 10,911 | 0 |
| 16 | Duke Internal Surveying | 0 | 0 | 56,348 | 109,391 | 0 |
| 17 | Duke MGP PM/Construction Oversight | 26,635 | 56,789 | 178,322 | 153,962 | 106,667 |
| 18 | Account Accruals | 0 | 25,343 | (25,343) | 9,295 | (1,324) |
| 19 | East End Yearly Total | 337,759 | 554,272 | 8,384,286 | 12,466,442 | 3,301,770 |
| 20 | **West End** | | | | | |
| 21 | Investigation | 0 | 0 | 548,384 | 0 | 4,960 |
| 22 | Air Monitoring | 0 | 0 | 83,702 | 259,451 | 277,340 |
| 23 | Security | 0 | 0 | 0 | 3,826 | 3,232 |
| 24 | Analytical Laboratory | 0 | 0 | 183,237 | 143,616 | 252,656 |
| 25 | Contractor Support | 0 | 0 | 0 | 12,142 | 13,448 |
| 26 | Construction Management/Detailed Design | 0 | 0 | 186,275 | 10,202,687 | 12,693,132 |
| 27 | Vibration Monitoring | 0 | 0 | 1,334 | 8,028 | 0 |
| 28 | Fuel | 0 | 0 | 0 | 166,298 | 190,045 |
| 29 | Miscellaneous | 1,120 | 225 | 12,853 | 498,826 | 80,200 |
| 30 | Soil Disposal/Landfill | 0 | 0 | 21,884 | 2,866,547 | 985,327 |
| 31 | Duke Internal Expenses | 0 | 727 | 17,719 | 52,040 | 67,226 |
| 32 | Duke Laboratory Labor | 0 | 0 | 32,336 | 29,143 | 14,595 |
| 33 | Duke EHS Audit Team | 0 | 0 | 0 | 5,949 | 0 |
| 34 | Duke Power Delivery Oversight | 0 | 0 | 73,317 | 25,464 | 0 |
| 35 | Duke Internal Surveying | 0 | 0 | 37,292 | 15,976 | 671 |
| 36 | Duke MGP PM/Construction Oversight | 0 | 26,167 | 74,838 | 125,895 | 160,907 |
| 37 | Account Accruals | 0 | 0 | 0 | (5,381) | (2,517) |
| 38 | West End Yearly Total | 1,120 | 27,118 | 1,273,173 | 14,410,507 | 14,741,222 |
| 39 | Property Purchase | 0 | 0 | 0 | 2,331,580 (1) | 4,880 |
| 40 | Journal Entries | 0 | 0 | (20,776) | 20,729 | 22,404 |
| 41 | Ohio MGP Yearly Totals | 338,879 | 581,391 | 9,636,683 | 29,229,258 | 18,070,276 |
| 42 | Total Actuals 2008 thru 2012 | | | | | 57,856,488 |
| 43 | Disallowances | | | | | |
| 44 | Purchased East End Site | | | | 2,331,580 | |
| 45 | 2008 Costs for West End Site | | | | 1,120 | 2,332,700 |
| 46 | Net Amount to be Recovered via Rider MGP | | | | | 55,523,788 |

**RIDER MGP**

**MANUFACTURED GAS PLANT RIDER**

**APPLICABILITY**

Applicable to all customers receiving service under the Company's sales and transportation rate schedules.

The charges for the respective gas service schedules are:

| | |
|---|---|
| Rate RS and RSLI, Residential Service | $ 1.62/month |
| Rate RFT and RFTLI, Residential Firm Transportation Service | $ 1.62/month |
| Rate GS-S and FT-S, General Service and Firm Transportation Small | $ 3.37/month |
| Rate DGS, Distributed Generation Service | $ 28.25/month |
| Rate GS-L and FT-L, General Service and Firm Transportation Large | $ 28.25/month |
| Rate IT, Interruptible Transportation Service | $ 158.54/month |
| Rate GGIT, Gas Generation Interruptible Transportation Rate | $ 158.54/month |

Issued pursuant to an Order dated November 13, 2013 in Case 12-1685-GA-AIR before the Public Utilities Commission of Ohio.