BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

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In the Matter of the
Regulation of the
Purchased Gas Adjustment:

Clause Contained within : Case No. 14-211-GA-GCR

the Rate Schedules of :
Ohio Cumberland Gas :
Company and Related :
Matters. :

- - -

PROCEEDINGS

before Douglas Jennings, Hearing Examiner, at the Public Utilities Commission of Ohio, 180 East Broad Street, Room 11-D, Columbus, Ohio, called at 10:00 a.m. on Tuesday, May 13, 2014.

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      APPEARANCES:
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             By Mr. Werner Margard
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             Columbus, Ohio 43215
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                  On behalf of the Staff.
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Tuesday Morning Session,

May 13, 2014.

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EXAMINER JENNINGS: Let's go on the record.

The Public Utilities Commission of Ohio has scheduled for this date and time a hearing in the matter of the Regulation of the Purchased Gas Adjustment Clause Contained Within the Rate Schedules of the Ohio Cumberland Gas Company and Related Matters.

My name is Doug Jennings, I'm an attorney examiner and I've been assigned to reside over the hearing.

At this point in the proceeding I'll ask the parties to enter an appearance on the record.

MR. MARGARD: Thank you, your Honor. Or behalf of the staff of the Public Utilities

Commission of Ohio, Mike DeWine, Ohio Attorney

General, William Wright, Section Chief, Public

Utilities Section, by Werner Margard, Assistant

Attorney General, 180 East Broad Street, 6th floor,

Columbus, Ohio, 43215.

And, your Honor, I have been in regular communication with the company who will not be making

5 1 an appearance this morning. 2 EXAMINER JENNINGS: Okay, thank you. 3 Let the record also reflect that there's no one from the general public here in attendance. 4 5 It's my understanding that the parties have entered into a stipulation? 6 7 MR. MARGARD: We have, your Honor. 8 will be offering that stipulation through staff's 9 witness this morning. And to that end, I would like 10 to call Mr. James Ripke to the stand. (Witness sworn.) 11 12 EXAMINER JENNINGS: Please be seated. 13 14 JAMES RIPKE being first duly sworn, as prescribed by law, was 15 16 examined and testified as follows. 17 DIRECT EXAMINATION 18 By Mr. Margard: 19 Please state your name. Q. 2.0 Α. My name is James Ripke, R-i-p-k-e. 2.1 0. And by whom are you employed? 22 I'm employed with the Public Utilities Α. Commission of Ohio. 23 24 And in what capacity, please? Ο. 25 Α. I'm a utility specialist.

- Q. Can you give us your background, your educational and work background briefly, please?
- A. My background, I have a bachelor's degree from The Ohio State University in political science and a bachelor's degree in accounting from Franklin University.
- Q. And how long have you been employed with the Commission?
- A. I have been employed with the Commission for roughly 15 years.
- Q. In the course of your employment did you have opportunity to participate in the audit of the GCR mechanism of the Ohio Cumberland Gas Company in this case?
 - A. Yes, I have.

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MR. MARGARD: Your Honor, I would ask that Staff Exhibit -- or, Commission-Ordered Exhibit No. 1 be marked for purposes of identification, that being the audit, financial audit of the gas cost recovery mechanism of the Ohio Cumberland Gas Company in this proceeding.

EXAMINER JENNINGS: It shall be so marked.

(EXHIBIT MARKED FOR IDENTIFICATION.)

Q. Have you seen that document before?

7 1 Α. I have. 2 And you're familiar with its contents? 0. 3 Tam. Α. And did you have any role or 4 Q. 5 responsibility in either preparing the audit that was 6 in that document or the preparation of that document 7 itself? 8 I have. I conducted the GCR audit of Α. 9 Ohio Cumberland Gas and I prepared the Staff Report on the GCR mechanisms. 10 And to the best of your knowledge is the 11 12 information contained in Commission-Ordered Exhibit No. 1 true and accurate? 13 14 Α. It is. Are you aware of any changes or 15 16 modifications that needs to be made to that report at 17 this time? 18 Α. I am not. 19 Are you also aware of discussions engaged 2.0 in between the company and the staff with respect to 2.1 the resolution of this case? 22 Α. I am. And are you aware that a stipulation has 23 been entered into by those parties? 24

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Α.

I am.

MR. MARGARD: Your Honor, I'd ask to be marked for purposes of identification as Joint Exhibit No. 1 the stipulation and recommendation filed in this case.

EXAMINER JENNINGS: It shall be so marked.

(EXHIBIT MARKED FOR IDENTIFICATION.)

- Q. Mr. Ripke, are you familiar with Joint Exhibit No. 1?
 - A. I am.

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- Q. And are you familiar with its contents and does it reflect to your understanding the agreement of the parties in this case?
- A. I am familiar with the stipulation and the recommendations put into the stipulation and recommendation.
- Q. And you're aware that the company has been engaged in the practice of or the business of providing natural gas service for some time in the state of Ohio.
 - A. Yes, I am.
- Q. Very familiar with the Commission's practices and procedures.
 - A. Yes, they are.
 - Q. And participated in a number of gas cost

recovery proceedings in the past.

A. Yes.

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- Q. And is certainly knowledgeable and capable with respect to the resolution of this case.
 - A. Yes, they are.
- Q. Are you aware, sir, whether this stipulation helps to promote any public interest? Is there any benefit that results from entering into the stipulation?
- A. It does. The stipulation and recommendation sets forth adjustments to the company's GCR filings and with regards to their actual adjustment, balance adjustment to ensure that customers are paying for the lowest cost of gas and the company is recovering on a dollar-for-dollar basis of what they purchased from gas suppliers.
- Q. Are you aware of any public policy or any Commission rule or regulation that is violated by this stipulation? Is this consistent with Commission practice?
- A. It is consistent with Commission practice.
- Q. And in your opinion this is a reasonable stipulation and reasonable resolution to this case?
 - A. It is. It does benefit all parties.

MR. MARGARD: Your Honor, I have no

further questions for this witness and would

respectfully move for the admission of

Commission-Ordered Exhibit 1 and Joint Exhibit 1.

EXAMINER JENNINGS: The documents shall

be admitted into the record.

(EXHIBITS ADMITTED INTO EVIDENCE.)

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MR. MARGARD: Your Honor, I have no further witnesses, but on behalf of the company, I have received and have marked for purposes of identification as Company Exhibit No. 1 the proofs of publication and the tear sheets in this case and would offer those and ask that those be admitted at this time.

EXAMINER JENNINGS: They shall be marked accordingly and admitted into the record.

(EXHIBITS MARKED/ADMITTED INTO EVIDENCE.)

EXAMINER JENNINGS: It's my understanding there will also be a late-filed exhibit?

MR. MARGARD: No, your Honor, we were hoping to have this in time for the hearing. We weren't certain whether we would. So we had made provision for it to be filed as a late-filed exhibit. I did, however, receive it this morning and consequently will be filing this today in lieu of the

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       late-filed exhibits. So this concludes all of the
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       evidence in this case.
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                   EXAMINER JENNINGS: Okay. Thank you.
                   MR. MARGARD: And I have nothing further.
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                   EXAMINER JENNINGS: There being nothing
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       further, the hearing is adjourned. Thank you.
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                    (Hearing adjourned at 10:08 a.m.)
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CERTIFICATE

I do hereby certify that the foregoing is a true and correct transcript of the proceedings taken by me in this matter on Tuesday, May 13, 2014, and carefully compared with my original stenographic notes.

Julieanna Hennebert, Registered Professional Reporter and RMR and Notary Public in and for the State of Ohio.

My commission expires February 19, 2018.

(75557JUL)

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Armstrong & Okey, Inc., Columbus, Ohio (614) 224-9481

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in

Case No(s). 14-0211-GA-GCR

Summary: Transcript Transcript from hearing held May 13, 2014 electronically filed by Mrs. Jennifer Duffer on behalf of Armstrong & Okey, Inc. and Hennebert, Julieanna Mrs.