BEFORE

**THE PUBLIC UTILITIES COMMISSION OF OHIO**

In the Matter of the Application of )

Vectren Energy Delivery of Ohio, Inc. ) Case No. 14-420-GA-PIP

For Adjustment of its Percentage of )

Income Payment Plan Rider. )

**APPLICATION**

 Frank P. Darr

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May 30, 2014 Attorney for Vectren Energy Delivery

of Ohio, Inc.

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Now comes Vectren Energy Delivery of Ohio, Inc. (“VEDO” or “Applicant”) and respectfully requests the approval of the Public Utilities Commission of Ohio (“Commission”) for authority to modify its Percentage of Income Payment Plan (“PIPP”) Rider. In support of this request, VEDO states as follows:

1. Applicant is an Ohio corporation engaged in the business of providing natural gas service to customers in Ohio and as such, is a public utility as defined by Section 4905.02 and 4905.03, Revised Code.

2. By this Application, and consistent with the December 2, 1993 Finding and Order of the Commission in Case Nos. 88-1115-GE-PIP, 90-705-GE-PIP, 90-879-GE-ORD, and with the December 14, 2011 Finding and Order in Case No. 08-1229-GA-COI, VEDO requests authorization to modify its PIPP Rider (Tariff Sheet No. 40). The proposed revised tariff sheet is attached as Exhibit A.

3. The Commission’s Order dated December 14, 2011 in Case No. 08-1229-GA-COI, Finding paragraph (51) adopted NorthStar’s recommendation of an annual PIPP filing. Furthermore, the Commission found that increases in PIPP rates consisting of 10 percent or greater, or any decrease in PIPP rates, should trigger an annual rate adjustment. VEDO’s current PIPP Rider rate became effective on July 15, 2013. The method for computing the modified rate is consistent with Case No. 88-1115-GE-PIP, et al. The resulting rate is comprised of three components and proposes to recover within a twelve month period: 1) those PIPP customer account balances existing as of April 30, 2014 that have aged for a period of greater than 60 days, 2) an amount of arrears it expects to continue to occur in the succeeding twelve month period and 3) projected carrying costs. Calculations supporting the decreased PIPP Rider rate are attached as Exhibit B, which include Attachments 1 through 8.

4. In accordance with the procedure recommended in the direct testimony of the Commission Staff in Case Nos. 88-1115-GE-PIP, *et al.* and the procedure established by Entry dated June 24, 1993 in Case No. 93-1000-EL-EFR, VEDO will implement the proposed PIPP Rider rate for all usage on and after July 15, 2014, absent action by the Commission.

 Respectfully submitted,

 /s/ Frank P. Darr

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**Exhibit A**

**Proposed Tariff Sheet**

**Exhibit B**

**Attachment 1 through Attachment 8**

**Calculations Supporting the Proposed PIPP Rider Rate**