McNees Wallace & Nurick uc

attorneys at law

October 23, 2007

2007 DCT 23 PM 4: 49

Renee Jenkins Secretary Public Utilities Commission of Ohio 180 East Broad Street Columbus, OH 43215

Re: Case Nos. 02-1566-GA-ATA and 89-8005-GA-TRF

Dear Secretary Jenkins:

Enclosed, pursuant to the Commission's Entry dated December 7, 2005, in the above-styled case, please find four copies of Vectren Energy Delivery of Ohio, Inc.'s ("VEDO") Third Revised Sheet No. 36. One copy is to be filed in the case docket, one is to be filed in VEDO's TRF docket, and two copies shall be distributed to the Commission Staff. Second Revised Sheet No. 36 shall be withdrawn.

Thank you for your attention to this matter.

Very truly yours,

Gretchen J. Hummel

Attorney for Vectren Energy Delivery of Ohio, Inc.

GJH:vlp

Enclosure

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Third Revised Sheet No. 36 Cancels Second Revised Sheet No. 36 Page 1 of 1

BALANCING COST RIDER

APPLICABILITY

The Balancing Cost Rider shall be applicable to Suppliers served under Rate 385 - Pooling Service (Residential and General).

DESCRIPTION

Each month, Supplier shall be assessed the Balancing Cost Rider Rate for all billed Ccf of its Pool Customers for the associated cycle month.

This Rider recovers the costs incurred by Company for interstate pipeline transportation and storage services and any other services needed to provide operational balancing to Suppliers' Pools.

Company shall adjust this Rider annually effective November 1st of each year to reflect changes in the costs to be recovered.

All Balancing Cost Rider revenues recovered shall be credited to the GCR gas costs.

BALANCING COST RIDER RATE

The Balancing Cost Rider Rate for Pool Customer's billed Ccf on and after November 1, 2007 is \$.00327 per Ccf.