

BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

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In the Matter of the :
Regulation of the Purchased :
Gas Adjustment Clause :Case No. 08-220-GA-GCR
Contained Within the Rate :
Schedules of Vectren Energy :
Delivery of Ohio, Inc. and :
Related Matters. :

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PROCEEDINGS

before Ms. Greta See, Attorney Examiner, at the
Public Utilities Commission of Ohio, 180 East Broad
Street, Room 11-F, Columbus, Ohio, called at 10:00
a.m. on Wednesday, May 27, 2009.

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- - -

1 APPEARANCES:

2 McNeese, Wallace & Nurick, LLC
3 By Ms. Gretchen J. Hummel
4 Fifth Third Center, Suite 1700
5 21 East State Street
6 Columbus, Ohio 43215-4288

7 and

8 Vectren Energy Delivery of Ohio
9 By Mr. Larry Friedeman
10 101 East Town Street, Suite 400
11 Columbus, Ohio 43215

12 On behalf of the Company.

13 Richard Cordray
14 Ohio Attorney General
15 Duane W. Lucky
16 Section Chief
17 By Mr. Thomas G. Lindgren
18 Public Utilities Section
19 180 East Broad Street, 9th Floor
20 Columbus, Ohio 43215

21 On behalf of the Staff.

22 Office of the Ohio Consumers' Counsel
23 Janine Migden-Ostrander
24 By Mr. Michael E. Idzkowski
25 Joseph P. Serio
Larry S. Sauers
Assistant Consumers' Counsel
10 West Broad Street, Suite 1800
Columbus, Ohio 43215

On behalf of the OCC.

Chester, Willcox & Saxbe, LLP
By Mr. John W. Bentine
Mr. Mark S. Yurich
Mr. Matthew S. White
65 East State Street, Suite 1000
Columbus, Ohio 43215-4213

On behalf of the Interstate Gas Supply.

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2 - Direct Testimony of Mr. Pergola

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3 - Proofs of Publication

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JOINT EXHIBITS

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REC'D

1 - Stipulation and Recommendation

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COE EXHIBITS

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1 - Audit of the Uncollectible Expense
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1 Wednesday Morning Session,
2 May 27, 2009.

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4 ATTORNEY EXAMINER SEE: Let's go on the
5 record.

6 Scheduled for hearing today is Case No.
7 08-220-GA-GCR, entitled In the Matter of the
8 Regulation of the Purchased Gas Adjustment Clause
9 Contained Within the Rate Schedules of Vectren Energy
10 Delivery of Ohio, Inc. and Related Matters.

11 I am Greta See, the Attorney Examiner
12 assigned to the case by the Commission.

13 At this time I'd like to take appearances
14 of the parties on behalf of Vectren.

15 MS. HUMMEL: Thank you, your Honor.

16 On before of Vectren Energy Delivery of
17 Ohio, McNees, Wallace & Nurick, I, Gretchen J.
18 Hummel, 121 East State Street, Columbus, Ohio 43215,
19 and Lawrence K. Friedeman, Vice President and Deputy
20 General Counsel, P.O. Box 209, Evansville, Indiana
21 47709.

22 And as long as I'm standing, your Honor
23 I've been asked by IGS to enter an appearance for
24 them.

25 On behalf of the Interstate Gas Supply,

1 Inc., that would be John W. Bentine and Mark S.
2 Yurich and Matthew S. White of the law firm Chester,
3 Wilcox and Saxbe, 65 East State Street, Columbus,
4 Ohio 43215.

5 Thank you, your Honor.

6 ATTORNEY EXAMINER SEE: Thank you.

7 On behalf of the Ohio Consumers' Counsel.

8 MR. IDZKOWSKI: Yes, thank you, your
9 Honor.

10 On behalf of approximately 292,000
11 residential customers of Vectren Energy Delivery of
12 Ohio, Janine L. Migden-Ostrander, Ohio Consumers'
13 Counsel, by Michael E. Idzkowski, Joseph P. Serio,
14 Larry S. Sauers, Assistant Consumers' Counsel, this
15 is the office of the Ohio Consumers' Counsel, at 10
16 West Broad Street, Suite 1800, Columbus, Ohio 43215.

17 ATTORNEY EXAMINER SEE: And on behalf of
18 the staff of the PUCO.

19 MR. LINDGREN: On behalf of the staff of
20 the Commission, the Ohio Attorney General's Office,
21 by Richard Cordray, Ohio Attorney General, Duane W.
22 Lucky, Section Chief, and Thomas G. Lindgren,
23 Assistant Attorney General, at 180 East Broad Street,
24 9th Floor, Columbus, Ohio 43215.

25 ATTORNEY EXAMINER SEE: Thank you.

1 At this time I'd like to take statements
2 or testimony from the public.

3 Are there any members of the public
4 present who wish to make a statement?

5 (No response.)

6 ATTORNEY EXAMINER SEE: Let the record
7 reflect there are no members of the public present.

8 Ms. Hummel?

9 MS. HUMMEL: Thank you, your Honor.

10 I have the prefiled testimony of the
11 company that I would like to mark and move for
12 admission.

13 The prepared direct testimony of Scott E.
14 Albertson I would like marked as Company Exhibit 1,
15 filed May 11, 2009 with the Division of Docketing,
16 and the prefiled direct testimony of Harry M.
17 Pergola, I would like to mark as Company Exhibit No.
18 2, filed also on May 11, 2009.

19 In the testimony of Mr. Pergola on page 4
20 there is an error that I would like to correct, and I
21 have communicated with all of the parties to this
22 proceeding about correcting it in this fashion so
23 that Mr. Pergola would not be required to come here
24 today.

25 ATTORNEY EXAMINER SEE: Okay.

1 (Exhibits marked.)

2 MS. HUMMEL: On line 8 on page 4 there is
3 a sentence that begins "The parties agree and
4 request."

5 That should be changed to say "Veto
6 agrees and requests."

7 Lastly I would like to reserve Company
8 Exhibit No. 3 for late-filed proofs of publication,
9 which I believe should be filed relatively soon.
10 Just waiting on a couple of proofs to come in yet.

11 ATTORNEY EXAMINER SEE: Okay.

12 MS. HUMMEL: And I can go ahead -- we
13 filed a stipulation and recommendation this morning.
14 I can go ahead and mark it now and move it, although
15 Mr. Lindgren will have the audit reports to mark as
16 Commission-ordered exhibits after I'm finished.

17 But there was a stipulation and
18 recommendation filed in Docketing this morning
19 executed by Interstate Gas Supply, the staff of the
20 Commission and the Company, and I would like to mark
21 that as Joint Exhibit No. 1.

22 (Exhibit marked)

23 MS. HUMMEL: And I will now move Company
24 Exhibits 1 through 3 and Joint Exhibit No. 1 into
25 evidence.

1 ATTORNEY EXAMINER SEE: Are there any
2 objections to the admission of Company Exhibits 1, 2,
3 3, and Joint Exhibit 1?

4 MR. IDZKOWSKI: No objections.

5 MR. LINDGREN: No objection.

6 ATTORNEY EXAMINER SEE: So Company
7 Exhibits 1, 2, and 3 and Joint Exhibit 1 shall be
8 admitted into the record.

9 (Exhibits admitted.)

10 ATTORNEY EXAMINER SEE: Ms. Hummel, is
11 that the only change to be made to any testimony, the
12 change made to Mr. Pergola's testimony?

13 MS. HUMMEL: Yes, your Honor.

14 ATTORNEY EXAMINER SEE: Thank you.

15 Mr. Lindgren?

16 MR. LINDGREN: Thank you, your Honor.

17 At this time I would like to move the
18 admission of three Commission-ordered exhibits. The
19 first one which I would ask to be marked as
20 Commission-ordered Exhibit 1 is an audit of the
21 uncollectible expense rider of Vectren conducted by
22 Deloitte & Touche. This was filed with Docketing on
23 January 15, 2009.

24 Commission-ordered Exhibit 2 would be the
25 financial audit conducted by Deloitte & Touche, this

1 was also filed with the Docketing Division on
2 January 15, 2009.

3 And, finally, Commission-ordered
4 Exhibit 3 would be the management and performance
5 audit of Vectren Energy Delivery of Ohio, this was
6 filed with the Docketing Division on March 27, 2009.

7 Would the Bench like a set of those?

8 ATTORNEY EXAMINER SEE: I have a set.
9 Thank you.

10 (Exhibits marked.)

11 ATTORNEY EXAMINER SEE: Are there any
12 objections to the admission of Commission-ordered
13 Exhibits?

14 MS. HUMMEL: No, your Honor.

15 ATTORNEY EXAMINER SEE: Hearing none,
16 Commission-ordered Exhibits 1, 2, and 3 shall be
17 admitted into the record.

18 (Exhibits admitted.)

19 ATTORNEY EXAMINER SEE: Do I understand
20 correctly that everyone has signed the stipulations
21 except OCC?

22 MS. HUMMEL: Yes, your Honor.

23 MR. IDZKOWSKI: That's correct, your
24 Honor.

25 ATTORNEY EXAMINER SEE: Does OCC oppose

1 any aspect to the stipulation?

2 MR. IDZKOWSKI: No, your Honor. After
3 intervening in this case and reviewing the financial
4 and the management performance audits, conducting
5 discovery, analyzing the issues in the case, the
6 Office of the Ohio Consumers' Counsel has not signed
7 the stipulation but is not opposing that stipulation.

8 ATTORNEY EXAMINER SEE: With that are
9 there any other matters that need to be addressed in
10 this case?

11 (No response.)

12 ATTORNEY EXAMINER SEE: This hearing is
13 adjourned.

14 MS. HUMMEL: Thank you, your Honor.

15 MR. IDZKOWSKI: Thank you, your Honor.

16 MR. LINDGREN: Thank you.

17 (Hearing concluded at 10:08 a.m.)

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1 CERTIFICATE

2 I do hereby certify that the foregoing is a
3 true and correct transcript of the proceedings taken
4 by me in this matter on Wednesday, May 27, 2009, and
5 carefully compared with my original stenographic
6 notes.

7 _____
8
9 Julieanna Hennebert, Registered
10 Professional Reporter, and
11 Notary Public in and for the
State of Ohio.

12 My commission expires February 19, 2013.

13 (JUL-1411)

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in

Case No(s). 08-0220-GA-GCR

Summary: Transcript Vectren Energy 5/27/09 electronically filed by Mrs. Jennifer Duffer on behalf of Armstrong & Okey, Inc. and Hennebert, Julieanna Mrs.