



AMMON TO AGE THE ON POLICY STATE ON S. S.S.

November 12, 2009

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

Re: Case No. 07-1080-GA-AIR, et al.

Dear Secretary Jenkins:

Enclosed please find a "Final Report Addendum" to the Report of Vectren Energy Delivery of Ohio, Inc.'s Demand Side Management Collaborative, originally filed on October 23, 2009. The information in this addendum clarifies the methodology used to weather-normalize certain data included in the report.

Very truly yours,

Gretchen J. Hummel

Attorney for Vectren Energy Delivery of

Ohio, Inc.

cc: Steve Puican, Utilities Department Parties of Record

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.

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Vectren Energy Delivery of Ohio DSM **Action Plan: Final Report Addendum**

Prepared for:

The Public Utilities Commission of Ohio

Prepared by:

Vectren Energy Delivery of Ohio, Vectren Energy Delivery of Ohio, Inc. DSM Collaborative and

Terra Vista Energy Group, LLC

VEDO filed the original tables and figures in the DSM Action Plan using weather-normalization performed on a 30-year basis which had historically been used in the gas industry. However, because VEDO filed its last rate case using weather-normalization based upon 10 years of weather data, the information presented in the tables and figures could not be compared to the information presented in the rate case. In order to be consistent with the rate case, VEDO has revised these tables and figures to present the same data used in the original report with the only difference being the utilization of 10-year weather-normalization.

III. MARKET ASSESSMENT

Customers and Loads by Segment

Original as filed, page 11, using 30-year weather-normalization:

Table 6. VEDO Customers and Usage (adjusted for weather) by Rate Schedule

| | Customers (2008) | Consumption in Ccf | Percent of Total | Average Use per Customer (Ccf/year) |
|-------------|---------------------|--------------------|------------------|---|
| Residential | 290,070 | 245,264,180 | 70% | 846 |
| Commercial | 24,409 | 103,327,540 | 30% | 4,233 |
| Total | 314,479 | 348,591,720 | 100% | 1, 108 |

Source: VEDO Revenue Ledger Reports, January - December 2008

Revised, using 10-year weather-normalization:

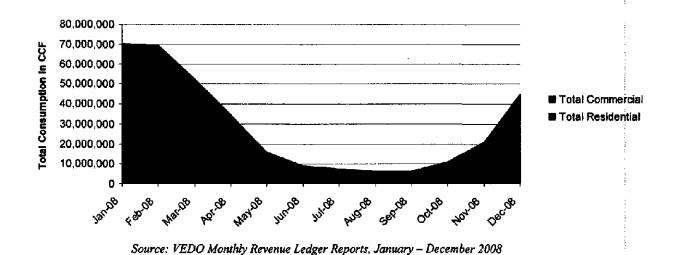
Table 6. VEDO Customers and Usage (adjusted for weather) by Rate Schedule

| | Customers (2008) | Consumption in Ccf | Percent of Total | Average Use per Customer (Ccf/year) |
|-------------|---------------------|--------------------|------------------|---|
| Residential | 290,070 | 235,266,437 | 70% | 811 |
| Commercial | 24,409 | 99,468,074 | 30% | 4,075 |
| Total | 314,479 | 334,734,511 | 100% | 1,064 |

Source: VEDO Revenue Ledger Reports, January - December 2008

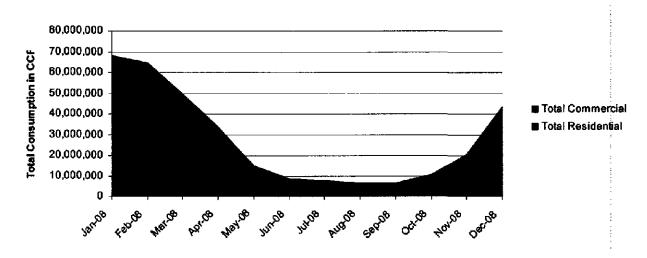
Original as filed, page 12, using 30-year weather-normalization:

Figure 5. 2008 Ohio Gas Sales by Rate Class (Adjusted for weather)



Revised, using 10-year weather-normalization:

Figure 5. 2008 Ohio Gas Sales by Rate Class (Adjusted for weather)



Gas Usage Analysis

Original as filed, page 15, using 30-year weather-normalization:

Table 11. Annual VEDO Residential Gas Use by End-Use

| | Ccf's/Year | Percent |
|------------------|-------------|---------|
| Furnace | 179,872,507 | 73% |
| Gas Water Heater | 56,897,131 | 23% |
| Range/Oven | 4,223,419 | 2% |
| Clothes Dryer | 1,786,831 | 1% |
| Other | 2,484,292 | 1% |
| Total | 245,264,180 | 100% |

Source: VEDO analysis of monthly usage data, Vectren Ledger Reports, 2008

Revised, using 10-year weather-normalization:

Table 11. Annual VEDO Residential Gas Use by End-Use

| | Ccf's/Year | Percent |
|------------------|-------------|---------|
| Furnace | 169,874,764 | 72% |
| Gas Water Heater | 56,897,131 | 24% |
| Range/Oven | 4,223,419 | 2% |
| Clothes Dryer | 1,786,831 | 1% |
| Other | 2,484,292 | 1% |
| Total | 235,266,437 | 100% |

Source: VEDO analysis of monthly usage data, Vectren Ledger Reports, 2008

Original as filed, page 16, using 30-year weather-normalization:

Table 12. Residential Sector Monthly Usage by End-Use (Ccfs/month)

| | NG Furnace | NG Water Heating | NG Cooking | NG Clothes Drying | Other | Total |
|-------|---------------|---------------------|---------------|----------------------|-----------|-------------|
| Jan | 43,605,771 | 5,884,682 | 358,701 | 151,758 | 210,995 | 50,211,907 |
| Feb | 42,747,469 | 5,658,348 | 323,988 | 137,072 | 190,576 | 49,057,453 |
| Mar | 30,618,520 | 5,432,014 | 358,701 | 151,758 | 210,995 | 36,771,988 |
| Apr | 18,769,277 | 4,979,346 | 347,130 | 146,863 | 204,188 | 24,446,805 |
| May | 5,622,446 | 4,753,012 | 358,701 | 151,758 | 210,995 | 11,096,913 |
| Jun | 794,480 | 4,345,340 | 347,130 | 146,863 | 204,188 | 5,838,001 |
| Jul | 0 | 3,988,005 | 358,701 | 151,758 | 210,995 | 4,709,459 |
| Aug | 0 | 3,362,016 | 358,701 | 151,758 | 210,995 | 4,083,470 |
| Sep | 0 | 3,329,995 | 347,130 | 146,863 | 204,188 | 4,028,177 |
| Oct | 2,063,454 | 4,526,678 | 358,701 | 151,758 | 210,995 | 7,311,586 |
| Νον | 9,498,209 | 4,979,346 | 347,130 | 146,863 | 204,188 | 15,175,737 |
| Dec | 26,152,881 | 5,658,348 | 358,701 | 151,758 | 210,995 | 32,532,683 |
| Total | 179,872,507 | 56,897,131 | 4,223,419 | 1,786,831 | 2,484,292 | 245,264,180 |

Source: VEDO analysis of monthly usage data, Vectren Ledger Reports, 2008

Revised, using 10-year weather-normalization:

Table 12. Residential Sector Monthly Usage by End-Use (Ccfs/month)

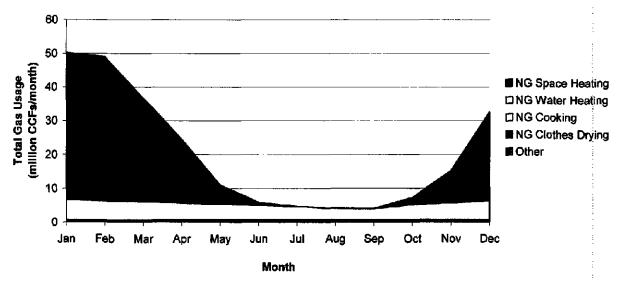
| | NG Furnace | NG Water Heating | NG Cooking | NG Clothes Drying | Other | Total |
|-------|---------------|---------------------|---------------|----------------------|-----------|-------------|
| Jan | 42,135,035 | 5,884,682 | 358,701 | 151,758 | 210,995 | 48,741,171 |
| Feb | 39,119,251 | 5,658,348 | 323,988 | 137,072 | 190,576 | 45,429,235 |
| Mar | 28,962,410 | 5,432,014 | 358,701 | 151,758 | 210,995 | 35,115,878 |
| Apr | 18,043,075 | 4,979,346 | 347,130 | 146,863 | 204,188 | 23,720,602 |
| May | 4,924,742 | 4,753,012 | 358,701 | 151,758 | 210,995 | 10,399,209 |
| Jun | 763,773 | 4,345,340 | 347,130 | 146,863 | 204,188 | 5,807,295 |
| Jul | 82,287 | 3,988,005 | 358,701 | 151,758 | 210,995 | 4,791,746 |
| Aug | 0 | 3,362,016 | 358,701 | 151,758 | 210,995 | 4,083,470 |
| Sep | 0 | 3,329,995 | 347,130 | 146,863 | 204,188 | 4,028,177 |
| Oct | 1,737,482 | 4,526,678 | 358,701 | 151,758 | 210,995 | 6,985,614 |
| Nov | 9,172,528 | 4,979,346 | 347,130 | 146,863 | 204,188 | 14,850,055 |
| Dec | 24,934,181 | 5,658,348 | 358,701 | 151,758 | 210,995 | 31,313,983 |
| Total | 169,874,764 | 56,897,131 | 4,223,419 | 1,786,831 | 2,484,292 | 235,266,437 |

Source: VEDO analysis of monthly usage data, Vectren Ledger Reports, 2008

Original as filed, page 16, using 30-year weather-normalization:

Figure 7. Month-to-Month Normal Gas Usage by End-Use

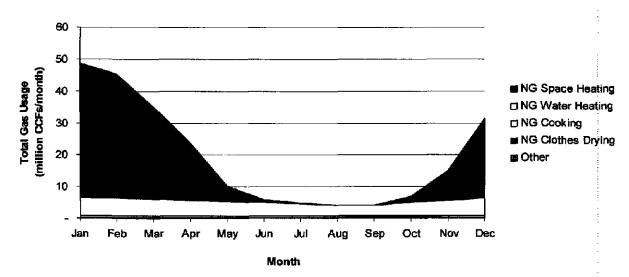
Month-to-Month Normal Gas Usage by End-Use



Source: Our analysis of monthly usage data, Vectren Ledger Reports, 2008

Revised, using 10-year weather-normalization:

Figure 7. Month-to-Month Normal Gas Usage by End-Use



Source: Our analysis of monthly usage data, Vectren Ledger Reports, 2008

Commercial

Service Area Description

Original as filed, page 18, using 30-year weather-normalization:

Table 14. Number of Premises and Annual Usage by Segment

| Industry | CIS Premises | % of Premises | Average Annual Ccfs per Premise | Total usage in Ccfs | Percent of Load |
|------------|-----------------|------------------|--|------------------------|--------------------|
| Grocery | 218 | 1% | 4,394 | 1,972,983 | 2% |
| Hospitals | 81 | 0% | 8,993 | 481,752 | 0% |
| Hotels | 78 | 0% | 6,440 | 1,170,095 | 1% |
| Office | 1,545 | 9% | 1,902 | 6,621,409 | 6% |
| Health | 1,004 | 6% | 2,367 | 5,397,796 | 5% |
| Restaurant | 758 | 4% | 5,034 | 11,536,595 | 11% |
| Retail | 469 | 3% | 2,115 | 4,132,458 | 4% |
| Schools | 153 | 1% | 11,030 | 1,592,705 | 2% |
| Warehouse | 233 | 1% | 2,127 | 844,618 | 1% |
| Other | 10,164 | 59% | 2,477 | 58,647,121 | 57% |
| Unassigned | 2,515 | 15% | 1,899 | 11,068,120 | 11% |
| Total | 17,218 | 100% | 2,568 | 103,327,540 | 100% |

Source: VEDO CIS data, 2008

Revised, using 10-year weather-normalization:

Table 14. Number of Premises and Annual Usage by Segment

| Industry | CIS Premises | % of Premises | Average Annual Ccfs per Premise | Total usage in Ccfs | Percent of Load |
|----------------|-----------------|------------------|--|------------------------|--------------------|
| Grocery | 218 | 1% | 4,394 | 1,899,288 | 2% |
| Hospitals | 81 | 0% | 8,993 | 463,758 | 0% |
| Hotels | 78 | 0% | 6,440 | 1,126,390 | 1% |
| Office | 1,545 | 9% | 1,902 | 6,374,087 | 6% |
| Health | 1,004 | 6% | 2,367 | 5,196,178 | 5% |
| Restaurant | 758 | 4% | 5,034 | 11,105,683 | 11% |
| Retail | 469 | 3% | 2,115 | 3,978,103 | 4% |
| Schools | 153 | 1% | 11,030 | 1,533,214 | 2% |
| Warehouse | 233 | 1% | 2,127 | 813,070 | 1% |
| Other | 10,164 | 59% | 2,477 | 56,456,547 | 57% |
| Unassigned | 2,515 | 15% | 1,899 | 10,654,706 | 11% |
| Total | 17,218 | 100% | 2,568 | 99,468,074 | 100% |

Source: VEDO CIS data, 2008