## BEFORE THE PUBLIC UTILTIES COMMISSION OF OHIO

Application of Columbia Gas of Ohio, Inc.	Case No.10- 457-GA-WVR
for a Waiver of certain provisions in the	<u>}</u>
December 2, 2009 PUCO Opinion and Order	Case No. 08-1344-GA-EXM
in Case No. 08-1344-GA-EXM for the Purpose	) `
of Promoting Economic Development	Case No. 08-0833-GA-UNC

# COLUMBIA GAS OF OHIO, INC.'S NOTICE OF USE OF TENNESSEE PIPELINE REFUND

Columbia Gas of Ohio, Inc. ("Columbia") hereby gives notice to the Public Utilities

Commission of Ohio (PUCO) that the Demand Side Management ("DSM") Stakeholder

Group voted and approved Columbia's proposal to use part of the Tennessee Pipeline

Refund for an enhanced rebate program. A description of the program is outlined in the attached Memorandum.

Respectfully submitted, COLUMBIA GAS OF OHIO

PUCO

RECEIVED-DOCKETING DIV

By: <u>While Carlot</u> Brooke E. Leslie Trial Attorney

Stephen B. Seiple, Assistant General Counsel Brooke E. Leslie, Counsel 200 Civic Center Drive Columbus, OH 43216-0177 Telephone (614) 460-5558 Fax (614) 460-6968 Email bleslie@nisource.com

Attorneys for Applicant COLUMBIA GAS OF OHIO, INC.

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.

Technician Date Processed 6-11-2010

#### **MEMORANDUM**

#### I. Introduction

On April 18, 2010 Columbia requested permission to use a \$2.3 million refund from the Tennessee Gas Pipeline Co. to establish an economic development program and to enhance its DSM rebate program. The Commission approved this request on May 13, 2010.

Pursuant to its application and Commission approval, Columbia will use \$750,000<sup>1</sup> for a DSM enhanced rebate program for residential customers as determined by the Demand Side Management Stakeholder Group ("Stakeholders"). On May 19, 2010, Columbia met with the Stakeholders to propose a new enhanced rebate program in which customers would receive an additional rebate for implementing energy efficiency measures within thirty (30) days of a Home Performance Audit. The Stakeholders approved this enhanced rebate program.

## II. Home Performance Solutions Program

The Home Performance Solutions Program is one of Columbia's DSM programs that provides incentives to home owners for making energy efficient improvements, which reduce gas consumption and the customer's bill. The Home Performance Solutions Program starts with a Home Energy Audit. During the Audit, a Home Energy Auditor conducts a visual inspection of the home, tests combustion appliances for safety, and performs high-tech diagnostic tests to assess insulation levels, air leakage and gas and heating equipment. The Auditor then identifies measures the customer can take to make

<sup>&</sup>lt;sup>1</sup> \$375,000 lump some is available now with the remaining \$375,000 to be staggered over 3 quarters in 2011.

his or her home more energy efficient such as installing a new furnace or updating insulation.

Columbia currently offers rebates of up to 70% if the customer makes more than one qualified energy efficiency improvement. For customers who are above 80% of the area median income, Columbia offers rebates for insulation, air sealing, and HVAC measures that are deemed cost-effective by the energy audit. Rebates will be equal to 40% of the insulation cost, 60% of the air sealing cost, and \$200 for a high efficiency upgrade. Columbia encourages more comprehensive retrofits by increasing the rebates if multiple energy conservation measures are installed to: 60% for insulation, 70% for air sealing, and \$400 for a furnace upgrade. For customers with incomes below 80% of the area median income, Columbia offers rebates of 90% of the insulation and air sealing costs and \$1000 for a high efficiency furnace upgrade.

### III. Enhanced Rebate

In order to encourage customers to take energy efficiency measures recommended by the Home Energy Audit, Columbia will offer \$150 rebate to those customers who make a qualified energy efficiency measure within 30 days of the Audit. For customers who have already had the Audit, but have not taken any steps to implement energy efficiency measures, a \$150 rebate will be available to them if steps are taken within 30 days of the notice. Columbia has the option to increase the rebate up to \$250 if necessary. For Columbia's low income customers, Columbia will provide a rebate that covers the remaining 10% of the cost for the energy efficient improvements.

## IV. Conclusion

Columbia and the Stakeholders alike believe that the enhanced rebate program will provide additional incentive for customers to make energy efficiency improvements on their homes. For the reasons set forth above, the Stakeholders voted and approved the use of these funds for the enhanced rebate program. Columbia hereby files this notice with the Commission.

Respectfully submitted, COLUMBIA GAS OF OHIO

Brooke E. Leslie

Trial Attorney

Stephen B. Seiple, Assistant General Counsel Brooke E. Leslie, Counsel 200 Civic Center Drive Columbus, OH 43216-0177 Telephone (614) 460-5558 Fax (614) 460-6968 Email bleslie@nisource.com

Attorneys for Applicant COLUMBIA GAS OF OHIO, INC.

## **CERTIFICATE OF SERVICE**

I hereby certify that a copy of the foregoing *Notice of Use of Tennessee Pipeline Refund* of Columbia Gas of Ohio, Inc. was served upon all interested persons and parties of record by regular U. S. mail this 11<sup>th</sup> day of June, 2010.

Brooke E. Leslie

Attorney for

COLUMBIA GAS OF OHIO, INC.

Anne Hammerstein	Stephen E. Puican
Sarah Parrot	Public Utilities Commission of Ohio
Assistant Attorneys General	180 E. Broad Street
Public Utilities Section	Columbus, OH 43215-3793
180 East Broad Street	Email: steve.puican@puc.state.oh.us
Columbus, OH 43215	
Email: anne.hammerstein@puc.state.oh.us	
sarah.parrot@puc.state.oh.us	
Larry S. Sauer	Vincent A. Parisi
Joseph P. Serio	Interstate Gas Supply, Inc.
Office of the Ohio Consumers' Counsel	5020 Bradenton Avenue
10 West Broad Street, Suite 1800	Dublin, OH 43017
Columbus, OH 43215-3485	Email: <u>vparisi@igsenergy.com</u>
Email: sauer@occ.state.oh.us	Emili. Thuristeen greening from
serio@occ.state.oh.us	
Joseph M. Clark	William S. Newcomb, Jr.
Lisa G. McAlister	Stephen M. Howard
McNees, Wallace & Nurick, LLC	Vorys, Sater, Seymour and Pease LLP
Fifth Third Center	52 East Gay Street
21 East State Street, 17 <sup>th</sup> Floor	P.O. Box 1008
Columbus, OH 43215-4228	Columbus, OH 43216-1008
Email: <u>lmcalister@mwncmh.com</u>	Email: wsnewcomb@vorys.com
iclark@mwncmh.com	smhoward@vorys.com
The Timken Company	
Glen-Gery Corporation	

John M. Dosker	John W. Bentine
Mark T. Ward	Mark S. Yurick
General Counsel	Chester, Willcox & Saxbe, LLP
Stand Energy Corporation	65 East State Street, Suite 1000
1077 Celestial Street, Suite 110	Columbus, OH 43215
Cincinnati, OH 45202-1629	Email: jbentine@cswlaw.com
Email: jdosker@stand-energy.com	myurick@cwslaw.com
mward@stand-energy.com	
Dave Rinebolt	Barth E. Royer
Ohio Partners for Affordable Energy	Bell & Royer Co., LPA
231 West Lima Street	33 South Grant Ave.
P.O. Box 1793	Columbus, OH 43215-3927
Findlay, OH 45839-1793	Email: barthroyer@aol.com
Email: drinebolt@aol.com	Dominion Retail
M. Howard Petricoff	Leslie A. Kovacik
Vorys, Sater, Seymour & Pease LLP	City of Toledo
52 East Gay Street	420 Madison Ave., Suite 100
Columbus, OH 43215	Toledo, OH 43604-1219
Email: mhpetricoff@vorys.com	Email: leslie.kovacik@toledo.oh.gov
Ohio Gas Marketers Group	
Sempra Energy Trading LLC	
Exelon Energy Company	
Constellation NewEnergy	
Shaun Forkin	W. Jonathon Airey
Mike Griffiths	Gregory D. Russell
ProLiance Energy, LLC	Vorys, Sater, Seymour and Pease, LLP
2 Prestige Place, Suite 150	52 East Gay St., P.O. Box 1008
Miamisburg, Ohio 45342	Columbus, OH 43216-1008
Email: sforkin@ProLiance.com	Email: wjairey@vorys.com
mgriffiths@ProLiance.com	gdrussell@vorys.com
	Honda of America
Glenn S. Krassen	E. Brett Breitschwerdt
Bricker & Eckler LLP	Bricker & Eckler LLP
1375 East Ninth St.	100 South Third St.
Suite 1500	Columbus, Ohio 43215
Cleveland, Ohio 44114	Email: bbreitschwerdt@bricker.com
Email: gkrassen@bricker.com	
Ohio Schools Council	
	·

David F. Boehm	Larry Gearhardt
Michael L. Kurtz	Chief Legal Counsel
Boehm, Kurtz & Lowry	Ohio Farm Bureau Federation
36 East Seventh Street, Suite 1510	280 North High Street, P.O. Box 182383
Cincinnati, OH 45202	Columbus, OH 43218-2383
Email: dboehm@bkllawfirm.com	Email: lgearhardt@ofbf.org
mkurtz@bkllawfirm.com	
Allied Industries	
Ohio Energy Group	
Sheilah H. McAdams	Steven M. Sherman
Law Director	Attorney for ProLiance Energy, LLC
March & McAdams	Krieg DeVault LLP
204 West Wayne Street	One Indiana Square, Suite 2800
Maumee, Ohio 43537	Indianapolis, Indiana 46204-2079
Email: sheilahmca@aol.com	Email: ssherman@kdlegal.com
Stephen Baker	Christopher D. Young
Lisa M. Simpkins	Senior Counsel
Vice President, Energy Policy – Natural Gas	Constellation Energy Resources, LLC
Constellation Energy Resources	111 Market Place, Suite 500
111 Market Place, Suite 500	Baltimore, MD 21202
Baltimore, MD 21202	Email: Christopher.young@constellation.com
Email: Stephen.baker@constellation.com	
Lisa.simpkins@constellation.com	
David M. Perlman	Carrie E. Carbone
Bracewell & Giuliani, LLP	Bracewell & Giuliani, LLP
2000 K Street NW Suite 500	1445 Ross Avenue, Suite 3800
Washington, D.C. 20006	Dallas, TX 75202
Email: David.perlman@bgllp.com	Email: Carrie.carbone@bgllp.com
JP Morgan Ventures	JP Morgan Ventures
Michael D. Dortch	Stephan A. Ariyan
Kravitz, Brown, & Dortch	Associate General Counsel
65 East State Street, Suite 200	Sempra Energy Trading LLC
Columbus, OH 43215	58 Commerce Road
Email: mdortch@kravitzllc.com	Stamford, CT 06902
NJR Energy Services	Email: Stephan.ariyan@rbssempra.com
Trace Strate Day 11000	Deplusion junior Observan
<u></u>	

Th O2D.:	C
Thomas O'Brien	Craig G. Goodman
Bricker & Eckler	President
100 South Third Street	National Energy Marketers Association
Columbus, OH 43215	3333 K. Street NW, Ste. 110
Email: tobrien@bricker.com	Washington, D.C. 20007
DTE Energy Trading	Email: cgoodman@energymarketers.com
Paul Skaff	Thomas R. Hays, Solicitor
Assistant Village Solicitor	Lake Township
Leatherman, Witzler, Dombey & Hart	3315 Centennial Road, Suite A-2
353 Elm Street	Sylvania, Ohio 43560
Perrysburg, Ohio 43551	Email: hayslaw@buckeye-express.com
Email: paulskaff@justice.com	
Chris Hendrix	Brian J. Ballenger
Director of Markets and Compliance	Law Director
Energy Regulation & Legislation	Ballenger & Moore
Wal-mart Stores, Inc.	3401 Woodville Rd., Suite C
2001 Southeast 10 <sup>th</sup> Street	Toledo, Ohio 43619
Bentonville, AR 72716	Email: ballengerlawbjb@sbcglobal.net
Email: chris.hendrix@wal-mart.com	
Lance M. Keiffer	Bobby Singh
Assistant Prosecuting Attorney	Senior Counsel
700 Adams St., Suite 250	Integrys Energy Services, Inc.
Toledo, Ohio 43264-1680	300 West Wilson Bridge Road
Email: ikeiffer@co.lucas.oh.us	Worthington, Ohio 43085
	Email: bsingh@integrysenergy.com
	<u> </u>
Matthew W. Warnock	Jennifer Duffer
Bricker & Eckler LLP	Armstrong & Okey
100 S. Third Street	222 East Town Street, 2 <sup>nd</sup> Floor
Columbus, OH 43215	Columbus, OH 43215
Email: mwarnock@bricker.com	Email: jduffer@ameritech.net
Diffair invarious(a) offeren confi	Ditail: Junion Wallettoon.not
Gary Jeffries	Daniel R. Conway
Dominion Retail Inc.	Porter Wright Morris & Arthur
501 Martindale Street	41 South High Street
Suite 400	Huntington Center
Pittsburg, PA 15212-5844	Columbus, OH 43215
1	
Email: gjeffries@dom.com	Email: dconway@porterwright.com

Eric B. Gallon Porter Wright Morris & Arthur 41 S. High Street Suite 3000 Huntington Center Columbus, OH 43215 Email: egallon@porterwright.com	Paul S. Goldberg City of Oregon 5330 Seaman Road Oregon, OH 43616 Email: pgoldberg@ci.oregon.oh.us
James E. Moan City of Sylvania 6730 Monroe Street Sylvania, OH 43560 Email: jballmer@cityofsylvania.com	Dane Stinson Bailey Cavalieri LLC 10 W. Broad Street Suite 2100 Columbus, OH 43215 Dane.stinson@bailevcavalieri.com Direct Energy Services LLC
J.P. Morgan Ventures Energy 270 Park Avenue, 6 <sup>th</sup> Floor New York, NY 10017-7924	Colleen L. Mooney Ohio Partners for Affordable Energy 1431 Mulford Road Columbus, OH 43212 Email: <a href="mailto:cmooney2@columbus.rr.com">cmooney2@columbus.rr.com</a>
Sempra Energy Trading LLC 58 Commerce Road Starnford, CT 06902	Proliance Energy, LLC 111 Monument Circle, Suite 2200 Indianapolis, IN 46204