

BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application of)	
Duke Energy Ohio, Inc., for an)	Case No. 12-1682-EL-AIR
Increase in Electric Distribution Rates.)	
In the Matter of the Application of)	
Duke Energy Ohio, Inc., for Tariff)	Case No. 12-1683-EL-ATA
Approval.)	
In the Matter of the Application of)	
Duke Energy Ohio, Inc., for Approval)	Case No. 12-1684-EL-AAM
to Change Accounting Methods.)	

DIRECT TESTIMONY OF

JAMES P. HENNING

ON BEHALF OF

DUKE ENERGY OHIO, INC.

<u> X </u>	Management policies, practices, and organization
<u> </u>	Operating income
<u> </u>	Rate Base
<u> </u>	Allocations
<u> </u>	Rate of return
<u> </u>	Rates and tariffs
<u> </u>	Other: Rate Case Drivers

February 19, 2013

TABLE OF CONTENTS

	<u>PAGE</u>
I. INTRODUCTION AND PURPOSE	1
II. ADOPTION OF TESTIMONY	4
III. CONCLUSION	5

I. INTRODUCTION AND PURPOSE

1 **Q. PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.**

2 A. My name is James P. Henning, and my business address is 139 East Fourth Street,
3 Cincinnati, Ohio 45202.

4 **Q. BY WHOM ARE YOU EMPLOYED AND IN WHAT CAPACITY?**

5 A. I am employed by Duke Energy Business Services LLC (DEBS) as State
6 President of Duke Energy Ohio, Inc., (Duke Energy Ohio or Company) and Duke
7 Energy Kentucky, Inc. (Duke Energy Kentucky). DEBS provides various
8 administrative and other services to Duke Energy Ohio and other affiliated
9 companies of Duke Energy Corporation (Duke Energy).

10 **Q. PLEASE BRIEFLY SUMMARIZE YOUR EDUCATIONAL**
11 **BACKGROUND AND PROFESSIONAL EXPERIENCE.**

12 A. I received a Bachelor of Science in Financial Services from Wright State
13 University in 1988, and a Master's of Business Administration from the
14 University of South Florida in 1990. I have attended numerous other industry-and
15 company-sponsored programs and courses.

16 I have worked in the energy industry for 23 years. From 1990-1993, I was
17 employed at the Dayton Power & Light Company (DP&L) as a Gas Analyst in the
18 Gas Supply Planning Department. My responsibilities as a Gas Analyst included
19 natural gas and interstate pipeline procurement, system load forecasting, and daily
20 load dispatching. From 1993-1996, I worked for DP&L's non-regulated natural
21 gas sales company (MVR) as a Manager of Natural Gas Sales and Marketing. In
22 1996, I joined Cinergy Corp.'s non-regulated natural gas sales company (Cinergy

1 Resources, Inc.) as the Manager of Energy Sales and Services and worked in this
2 capacity until 2000. As Manager of Energy Sales and Services, my
3 responsibilities included the coordination of all retail sales, marketing and
4 customer service activities in the Indiana, Ohio, and Kentucky markets. From
5 2000-2001, I worked for various departments within Cinergy Corp., including
6 Environmental Services, Labor Relations and Gas Operations. Beginning
7 October 2001, I led the commercial activities of Duke Energy's regulated natural
8 gas business in Ohio and Kentucky as General Manager, Gas Commercial
9 Operations. My responsibilities included leading the planning, procurement and
10 recovery of more than \$400 million of annual natural gas supply. I directed the
11 24-hour/day physical operations and control of Duke Energy's natural gas
12 distribution system. I also led the teams responsible for managing the
13 relationships with large business natural gas customers, as well as the
14 management and administration of the Company's natural gas customer choice
15 program. In September 2010, I became Vice President of Government and
16 Regulatory affairs for Duke Energy Ohio and Duke Energy Kentucky. In this
17 role, I was responsible for the government and regulatory policies and strategies
18 to strengthen the Duke Energy Ohio and Duke Energy Kentucky mission of
19 providing safe, reliable and clean energy for customers located in both states. I
20 assumed the role of President of Duke Energy Ohio and Duke Energy Kentucky
21 in December 2012.

1 **Q. PLEASE SUMMARIZE YOUR RESPONSIBILITIES AS STATE**
2 **PRESIDENT, DUKE ENERGY OHIO.**

3 A. As State President of Duke Energy Ohio, I am responsible for ensuring that our
4 customers continue to have access to safe, reliable, and reasonably priced electric
5 service, and that these services are provided in accordance with applicable federal
6 and state laws and regulations. I am also involved in external efforts related to
7 governmental and regulatory affairs, interacting with state and community leaders
8 and regulators on matters relevant to Duke Energy Ohio's business and presence
9 in Ohio. I am responsible for the Company's community relations and economic
10 development efforts and am involved with Duke Energy's regional charitable
11 giving through the foundation.

12 **Q. ARE YOU CURRENTLY INVOLVED IN ANY PROFESSIONAL OR**
13 **CHARITABLE ORGANIZATIONS?**

14 A. I am the treasurer and member of the board of trustees of the Boone County
15 Kentucky Public Library. I serve on the board of directors of the Ohio Chamber of
16 Commerce. I am a board member of the Dan Beard Council, Boy Scouts of
17 America. I also serve on the board of directors of People Working Cooperatively,
18 Cincinnati USA Regional Chamber and Vision 2015 CEO Roundtable. I am also a
19 member of the Cincinnati Business Committee.

20 **Q. HAVE YOU PREVIOUSLY TESTIFIED BEFORE THE PUBLIC**
21 **UTILITIES COMMISSION OF OHIO?**

22 A. Yes.

1 **Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THESE**
2 **PROCEEDINGS?**

3 A. The primary purpose of my testimony is to adopt the Direct Testimony of Julia S.
4 Janson that was pre-filed in these proceedings on July 20, 2012. Ms. Janson has
5 assumed a new position with Duke Energy Corp., as the Chief Legal Officer
6 effective December 17, 2012. The next day, December 18, 2012, I was named
7 President of Duke Energy Ohio and Duke Energy Kentucky.

II. ADOPTION OF TESTIMONY

8 **Q. ARE YOU FAMILIAR WITH THE TESTIMONY SUBMITTED BY MS.**
9 **JANSON IN THESE PROCEEDINGS AND THE SCHEDULES**
10 **DESCRIBED IN HER DIRECT TESTIMONY?**

11 A. Yes. I have reviewed the various schedules submitted by the Company and
12 sponsored by Ms. Janson in her July 20, 2012 Direct Testimony, namely
13 Schedules S-3, S-4.1, S-4.2 and Supplemental Filing Requirement (C)(17).

14 **Q. AS PRESIDENT OF DUKE ENERGY OHIO, DO YOU HEREBY ADOPT**
15 **THE DIRECT TESTIMONY OF JULIE S. JANSON FILED IN THESE**
16 **PROCEEDINGS ON JULY 20, 2012, AS YOUR OWN?**

17 A. Yes. As a result of my assumption of the responsibilities of President of Duke
18 Energy Ohio and Duke Energy Kentucky, and through my thorough review of the
19 schedules submitted in these proceedings, I am very familiar with the Company's
20 operations and hereby adopt these schedules and the information and support Ms.
21 Janson provided in her Direct Testimony as my own Direct Testimony in these
22 proceedings.

III. CONCLUSION

1 **Q. DOES THIS CONCLUDE YOUR PRE-FILED SUPPLEMENTAL DIRECT**
2 **TESTIMONY?**

3 **A. Yes.**

This foregoing document was electronically filed with the Public Utilities

Commission of Ohio Docketing Information System on

2/19/2013 2:44:33 PM

in

Case No(s). 12-1682-EL-AIR, 12-1683-EL-ATA, 12-1684-EL-AAM

Summary: Testimony Direct Testimony of James P. Henning electronically filed by Ms. Elizabeth H Watts on behalf of Duke Energy Ohio, Inc.