BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

- - -

In the Matter of the
Application of Vectren
Energy Delivery of Ohio,

Inc., for Approval of an : Case No. 13-1571-GA-ALT

Alternative Form of

Regulation.

PROCEEDINGS

before Ms. Mandy Willey Chiles, Attorney Examiner, at the Public Utilities Commission of Ohio, 180 East Broad Street, Room 11-A, Columbus, Ohio, called at 10 a.m. on Tuesday, January 21, 2014.

- - -

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 7
             By Mr. Larry S. Sauer
             and Mr. Joseph P. Serio,
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             By Mr. William L. Wright,
             Section Chief
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             Public Utilities Section
             Mr. Ryan P. O'Rourke,
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             Assistant Attorney General
             180 East Broad Street, 6th Floor
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             Columbus, Ohio 43215
                  On behalf of the Staff of the PUCO.
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Tuesday Morning Session,
January 21, 2014.

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EXAMINER CHILES: We'll go ahead and go on the record. The Public Utilities Commission of Ohio has called for hearing at this time and place Case No. 13-1571-GA-ALT being in the Matter of the Annual Application of Vectren Energy Delivery of Ohio, Inc., for Approval of an Alternative Form of Regulation.

My name is Mandy Chiles, and I am the Attorney Examiner assigned by the Commission to hear this case. Let's begin by taking appearances of the parties. On behalf of Vectren.

MR. WHITE: Thank you, your Honor. Mark Whitt and Andrew Campbell for the law firm of Whitt Sturtevant LLP, 88 East Broad Street, Suite 1590, Columbus, Ohio 43215.

EXAMINER CHILES: Thank you.

OCC.

MR. SAUER: Thank you, your Honor. On behalf of the residential customers of Vectren Energy Delivery of Ohio, Office of the Ohio Consumers' Counsel, Bruce J. Weston, Consumers' Counsel, Joseph P. Serio and Larry S. Sauer, Assistant Consumers'

Counsel, 10 West Broad Street, Suite 1800 Columbus,
Ohio 43215.

EXAMINER CHILES: Thank you.

And staff.

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5 MR. O'ROURKE: Thank you, your Honor.

Ryan O'Rourke with the Ohio Attorney General's

Office, Public Utilities Section, representing staff
today. My address is 180 East Broad Street, 6th

Floor, Columbus, Ohio 43215.

EXAMINER CHILES: Thank you.

I understand that a stipulation has been filed by Vectren and staff and also that all parties have agreed to admission of all testimony filed in this case including supplemental and rebuttal testimony and will waive cross-examination; is that correct?

MR. WHITE: That is correct.

MR. SAUER: That is correct.

EXAMINER CHILES: Thank you. Let's go ahead and mark the exhibits then and then you may move for their admission.

You want to begin?

MR. WHITT: Certainly, your Honor. One point of clarification, I don't have a strong preference, but I am not sure if we are going to move

6 in the comments of the parties as opposed to 1 2 testimony? 3 MR. SAUER: We typically have marked and 4 included in the record the comments and reply 5 comments that were filed, and I was assuming we would do the same thing in this case as well. 6 7 EXAMINER CHILES: I have no preference. 8 Whatever the parties would like to mark and admit to 9 the record. 10 MR. SAUER: That would be our preference. MR. WHITE: That's fine. Would you like 11 12 me to start with my exhibits? 13 EXAMINER CHILES: Mr. O'Rourke? MR. O'ROURKE: Yeah, we had intended to 14 15 move our comments in. 16 EXAMINER CHILES: Okay. Thank you. 17 Mr. Whitt, you can begin. 18 MR. WHITT: Thank you, your Honor. Vectren would move -- would mark for identification 19 2.0 the following exhibits: Exhibit 1 would be its 2.1 application. 22 EXAMINER CHILES: So marked. 23 (EXHIBIT MARKED FOR IDENTIFICATION.)

testimony of James Francis.

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MR. WHITT: Exhibit 2 would be the direct

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                  EXAMINER CHILES: So marked.
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                  (EXHIBIT MARKED FOR IDENTIFICATION.)
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                  MR. WHITT: Exhibit 3 would be the direct
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      testimony of Scott Albertson.
                  EXAMINER CHILES: So marked.
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 6
                  (EXHIBIT MARKED FOR IDENTIFICATION.)
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                  MR. WHITT: Exhibit 4 would be the
 8
      supplemental direct testimony of Scott Albertson.
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                  EXAMINER CHILES: So marked.
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                  (EXHIBIT MARKED FOR IDENTIFICATION.)
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                  MR. WHITT: And Exhibit 5 would be reply
12
      comments of Vectren Energy Delivery of Ohio.
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                  EXAMINER CHILES: So marked.
14
                  (EXHIBIT MARKED FOR IDENTIFICATION.)
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                  MR. WHITT: And Vectren would, therefore,
     move for the admission of the exhibits marked VEDO 1
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17
     through 5.
                  EXAMINER CHILES: Just to confirm are
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     there any objections to the admission of Vectren
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     Exhibits 1 through 5?
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                  MR. SAUER: No objections.
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                  EXAMINER CHILES: Hearing none Vectren
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     Exhibits 1 through 5 will be admitted.
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                  (EXHIBITS ADMITTED INTO EVIDENCE.)
                  EXAMINER CHILES: All right.
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                  OCC.
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                  MR. SAUER: Thank you, your Honor. OCC
     would ask to be marked as Exhibit 1 OCC comments that
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 4
     were filed on October 30.
                  EXAMINER CHILES: So marked.
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 6
                  (EXHIBIT MARKED FOR IDENTIFICATION.)
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                  MR. SAUER: Exhibit 2 would be OCC reply
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      comments that were filed on November 13.
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                  EXAMINER CHILES: So marked.
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                  (EXHIBIT MARKED FOR IDENTIFICATION.)
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                  MR. SAUER: Exhibit 3 would be the direct
12
     testimony of Steven Hines that was filed January 14
     of 2014.
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14
                  EXAMINER CHILES: So marked.
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                  (EXHIBIT MARKED FOR IDENTIFICATION.)
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                  MR. SAUER: Exhibit 4 would be the direct
     testimony of Bruce Hayes that was filed on January 14
17
     of 2014.
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19
                  EXAMINER CHILES: So marked.
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                  (EXHIBIT MARKED FOR IDENTIFICATION.)
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                  MR. SAUER: And Exhibit 5 would be the
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      supplemental testimony of Bruce Hayes that was filed
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     on January 17 of 2014.
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                  EXAMINER CHILES: So marked.
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                  (EXHIBIT MARKED FOR IDENTIFICATION.)
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MR. SAUER: OCC would ask those exhibits be moved into evidence as well.

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EXAMINER CHILES: Is there any objection to OCC Exhibits 1 through 5?

Hearing none they will be admitted.

(EXHIBITS ADMITTED INTO EVIDENCE.)

EXAMINER CHILES: Mr. O'Rourke.

MR. O'ROURKE: Thank you, your Honor.

Staff has marked two exhibits. The first is the set of comments that staff submitted on October 30, 2013.

The second exhibit is the set of reply comments that staff submitted on November 13, 2013.

We would move those into evidence.

(EXHIBITS MARKED FOR IDENTIFICATION.)

EXAMINER CHILES: Do any of the parties intend to mark and move into admission the partial stipulation?

MR. WHITT: Yes, your Honor. Vectren would move and I believe staff will be moving as well for the admission of what we have marked as Joint Exhibit 1 which is the stipulation between the company and staff.

EXAMINER CHILES: Okay. Just to finish with staff's exhibits are there any objections to the admission of Staff Exhibits 1 and 2?

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1 MR. SAUER: No objection.
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EXAMINER CHILES: Hearing none Staff

Exhibits 1 and 2 will be admitted.

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the stipulation."

(EXHIBITS ADMITTED INTO EVIDENCE.)

EXAMINER CHILES: And the stipulation

will be marked as, did you say, Joint Exhibit 1?

MR. WHITT: Yes, your Honor.

EXAMINER CHILES: It is so marked.

(EXHIBIT MARKED FOR IDENTIFICATION.)

EXAMINER CHILES: Before you move for its admission I just have one question for counsel about the stipulation. If you turn to page 2 of what's been marked as Joint Exhibit 1, I just have a question about the meaning of the first sentence. It says "Except for enforcement purposes, neither the stipulation nor the information and data contained herein or attached hereto shall be cited as precedent in any future proceedings for or against any party, or the Commission itself, if the Commission approves

That sometimes is just a little confusing to me. Can either of you confirm what that sentence means? Are you intending to say the Commission, if it approves the stipulation, may not cite this stipulation or the information or data in the future

as precedent?

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MR. O'ROURKE: Your Honor, I don't think from staff's perspective we were attempting to bind the Commission in anything that it can cite to. It was more a reflection that this is a compromised position, and it shouldn't be cited against staff in a future proceeding.

EXAMINER CHILES: Okay. Thank you for clarifying that.

Are there any objections to the admission of Joint Exhibit 1?

Hearing none Joint Exhibit 1 will be admitted.

(EXHIBIT ADMITTED INTO EVIDENCE.)

EXAMINER CHILES: I believe that is all the exhibits.

Let's talk about a briefing schedule.

Let's see, today is January 21. It looks like from my calculation the company's current alternative rate plan is scheduled to end on February 22.

MR. WHITT: That's correct, your Honor, and for what it's worth I have discussed a possible schedule with counsel for OCC; I have not discussed it with staff. I am happy to do so unless the Bench has its own schedule.

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                  EXAMINER CHILES: You can go ahead.
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                  MR. WHITT: I had talked with counsel
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      from OCC having initial briefs on January 30 and
 4
      reply briefs on February 7.
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                  EXAMINER CHILES: That's fine with the
      Bench.
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 7
                  Mr. O'Rourke?
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                  MR. O'ROURKE: That's fine.
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                  EXAMINER CHILES:
                                    OCC?
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                  MR. SAUER: Yes, that's fine with us.
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                  EXAMINER CHILES: I was going to propose
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      something longer, but shorter would be great given
      the short amount of time we have here. So initial
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      briefs will be due you said January 30?
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                  MR. WHITT: Yes, your Honor.
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                  EXAMINER CHILES: And reply briefs will
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      be due February 1.
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                  MR. WHITT: February 7.
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                  MR. SAUER: February 7.
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                  EXAMINER CHILES: I'm sorry. That would
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      be a very short reply period.
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                  Is there anything further to come before
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      us today?
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                  All right. Thank you. Hearing nothing
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      we are adjourned.
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                   (Thereupon, the hearing wad concluded at
 1
 2
      10:10 a.m.)
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 4
                            CERTIFICATE
 5
                  I do hereby certify that the foregoing is
 6
      a true and correct transcript of the proceedings
 7
      taken by me in this matter on Tuesday, January 21,
      2014, and carefully compared with my original
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 9
      stenographic notes.
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12
                            Karen Sue Gibson, Registered
                            Merit Reporter.
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      (KSG-5806)
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in

Case No(s). 13-1571-GA-ALT

Summary: Transcript in the matter of Vectren Energy Delivery of Ohio, Inc. hearing held on 01/21/14 electronically filed by Mrs. Jennifer Duffer on behalf of Armstrong & Okey, Inc. and Gibson, Karen Sue Mrs.