BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

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In the Matter of the Application of Ohio Gas Company for Approval of an Adjustment to its Uncollectible Expense Rider Rate.

Case No. 14-311-GA-UEX

AMENDED APPLICATION

Frank P. Darr (Trial Attorney) McNees Wallace & Nurick LLC Fifth Third Center 21 East State Street, 17th Floor Columbus, OH 43215 Telephone: 614-469-8000 Telecopier: 614-469-4653 fdarr@mwncmh.com

Attorney for Ohio Gas Company

May 19, 2014

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Case No. 14-311-GA-UEX

AMENDED APPLICATION

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Ohio Gas Company ("Ohio Gas") hereby submits its annual Uncollectible Expense ("UEX") Rider Report and respectfully requests approval to revise its Uncollectible Expense Rider ("UEX Rider") rate. In support of its Amended Application, Ohio Gas states as follows:

- On January 25, 2006, the Public Utilities Commission of Ohio ("Commission") issued an Entry ("Entry"), in Case No. 05-1439-GA-UEX, in which it approved Ohio Gas' application for authority to establish a UEX Rider.
- In the same Entry, the Commission approved Ohio Gas' initial UEX Rider rate. Ohio Gas filed its final tariff consistent with the Entry on January 26, 2006, effective as of that date.
- 3. In the Entry, the Commission directed Ohio Gas to file a yearly report that identifies amounts recovered, deferred, and amortized pursuant to the UEX Rider. In its August 19, 2009 Finding and

Order in Case No. 08-1229-GA-COI, the Commission ordered that the yearly report should include the UEX balance at the beginning of the reporting year; additions to the UEX balance, including the vintage of the additions during the calendar year; and credits to the UEX balance during the calendar year. Ohio Gas' required report is Attachment 1 to this Amended Application.

- 4. Ohio Gas proposes a revised UEX Rider rate of (\$0.0159) per Mcf. The rate is comprised of: (1) the balance of deferred uncollectible accounts expense net of recoveries as of March 31, 2014, and (2) an estimate of net uncollectible accounts expense for the 12 months ending March 31, 2015. The calculation of the revised rate is shown on Attachment 2 hereto.
- 5. Ohio Gas' UEX Rider states that "The Company shall file an application with the Public Utilities Commission of Ohio requesting approval to change the rate if the Company determines that an adjustment of more than plus or minus ten percent is needed for prior period over- or under-collections." The portion of the proposed UEX Rider increase that is attributable to the prior period over-collection exceeds 10% of the current UEX Rider rate.
- 6. The portion of the proposed UEX Rider rate attributable to the estimated UEX is derived by subtracting from the estimated charge-

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off amount the estimated dollars attributable to agency assistance and customer payments.

7. The resulting rate of (\$0.0159) per Mcf is just and reasonable and should be approved. Copies of the proposed and scored current tariff sheets are Attachment 3 to this Amended Application.

WHEREFORE, Ohio Gas respectfully requests that the Commission approve the new UEX Rider rate proposed in this Amended Application.

Respectfully submitted,

/s/ Frank P. Darr

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Attorney for Ohio Gas Company

ATTACHMENT 1

	OHIO GAS COMPANY Bad Debt Rider			Attachment 1									
	Annual Balance Reconciliation - 1st Quarter 2014			Page 1 of 2									
				r ago r or 2									
			2014										
		January	February	March	April	Мау	June	July	August	September	October	November	December
(1)	Balance - Beginning of Month	(47,091)	(32,362)	(29,904)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,26
(2)	Bad Debts Written Off	3,400	7,658	3,783	-	-	-	-	-	-	-	-	
(3) I	Recovery - Base Rates	-	-	-	-	-	-	-	-	-	-	-	
(4) I	Recovery - Bad Debt Rider (a)	(25,322)	(27,253)	(23,667)	-	-	-	-	-	-	-	-	
(5) I	Recovery - Other (b)	15,327	33,857	26,619	-	-	-	-	-	-	-	-	
(6) I	Incremental Bad Debt (2)-[(3)+(4)+(5)]	13,395	1,054	831	-	-	-	-	-	-	-	-	
(7)	Balance Subtotal (1)+(6)	(33,696)	(31,308)	(29,073)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268
(8)	Commissions Paid to Collectors	1,334	1,404	1,805	-	-	-	-	-	-	-	-	
(9)	Balance - End of Month (7)+(8)	(32,362)	(29,904)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268)	(27,268
(a) (Calculated: actual consumption times authorized rider	rate											
	Consists of customer payments, agency assistance,												
	Applicable MCF Sales	1,266,114.8	1,362,625.9	1,183,342.5	-	-	-	-	-	-	-	-	
	Rate of Recovery in Base Rate	-	-	-	-	-	-	-	-	-	-	-	-
1	Rate of Recobery in Bad Debt Rider	(0.0200)	(0.0200)	(0.0200)	-	-	-	-	-	-	-	-	-

(OHIO GAS COMPANY												
E	Bad Debt Rider										Attachment 1		
ŀ	Annual Balance Reconciliation - 2013										Page 2 of 2		
-							201	3					
		January	February	March	April	Мау	June	July	August	September	October	November	Decem
(1) E	Balance - Beginning of Month	(36,578)	(52,903)	(69,352)	(81,327)	(75,950)	(63,035)	(41,090)	(24,654)	(17,322)	(14,828)	(30,376)	(54
(2) E	Bad Debts Written Off	2,537	1,159	2,751	9,701	16,142	28,705	21,121	17,049	11,987	17,735	5,777	5
(3) F	Recovery - Base Rates	-	-	-	-	-	-	-	-	-	-	-	
(4) F	Recovery - Bad Debt Rider (a)	(5,676)	(5,693)	(5,403)	(3,936)	(1,775)	(759)	(585)	(1,932)	(2,085)	(3,710)	(9,189)	(19
(5) F	Recovery - Other (b)	25,786	25,295	22,292	9,654	6,100	8,538	6,643	13,549	12,174	38,821	39,505	20
(6) I	Incremental Bad Debt (2)-[(3)+(4)+(5)]	(17,573)	(18,443)	(14,138)	3,983	11,817	20,926	15,063	5,432	1,898	(17,376)	(24,539)	4
(7) E	Balance Subtotal (1)+(6)	(54,151)	(71,346)	(83,490)	(77,344)	(64,133)	(42,109)	(26,027)	(19,222)	(15,424)	(32,204)	(54,915)	(49
(8)	Commissions Paid to Collectors	1,248	1,994	2,163	1,394	1,098	1,019	1,373	1,900	596	1,828	423	2
(9) E	Balance - End of Month (7)+(8)	(52,903)	(69,352)	(81,327)	(75,950)	(63,035)	(41,090)	(24,654)	(17,322)	(14,828)	(30,376)	(54,492)	(47
(a) (Calculated: actual consumption times authorized rid	ler rate											
(b) (Consists of customer payments, agency assistance	e, supplier discounts.											
	Applicable MCF Sales	1,013,540.3	1,016,613.8	964,813.7	702,930.6	316,991.4	135,470.5	104,384.9	96,599.3	104,260.2	185,511.7	459,425.3	971,
	Rate of Recovery in Base Rate	-	-	-	-	-	-	-	-	-	-	-	-
F	Rate of Recobery in Bad Debt Rider	(0.0056)	(0.0056)	(0.0056)	(0.0056)	(0.0056)	(0.0056)	(0.0056)	(0.0200)	(0.0200)	(0.0200)	(0.0200)	(0
-													

ATTACHMENT 2

OHIO GAS COMPANY		_					
Bad Debt Rider						Attachment 2	
Uncollectible Expense Rider Calco	ulation 2014	_					
Balance of Deferred Uncollectible	Accounts Expense @	9 3/31/	2014	\$	(27,268)		
Estimated Uncollectible Accounts	Expense for						
Twelve Months Ending 3/31/201	5						
Charge-off Amount		\$	148,916				
Recoveries			231,202				
Net Amount					(82,286)		
Total to be Collected				\$	(109,554)		
Applicable Volumes				6,	888,850.5	MCF	
Proposed Rate				\$	(0.0159)		
Current Rate					(0.0200)		
Proposed Uncollectible Expense F	Rider Adjustment			\$	0.0041		
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ATTACHMENT 3

TenthNinth Revised Sheet

(Cancels <u>NinthEighth</u> Revised Sheet No. 3)

P.U.C.O. No. 1

GAS SERVICE

GROSS RECEIPTS EXCISE TAX RIDER

The Gross Receipts Excise Tax Rider is applicable to all gas cost recovery charges billed by the Company under all of its current rate schedules.

All bills shall be adjusted for the Ohio gross receipts excise tax on gas cost recovery revenues at a rate of 4.970%.

UNCOLLECTIBLE EXPENSE RIDER

<u>Applicability.</u> Applicable to all volumes served under the General Service and Transportation Rates. An additional charge shall be applied to all volumes for service rendered to recover costs associated with uncollectible accounts arising from those customers responsible for paying the Uncollectible Expense Rider. The Company shall file an application with the Public Utilities Commission of Ohio requesting approval to change the rate if the Company determines that an adjustment of more than plus or minus ten percent is needed to adjust for prior period over- or under-collections. The current Uncollectible Expense Rider rate is (0.0159200) per Mcf.

Issued: July 2, 2013_

Effective: August 1, 2013

Filed Under Authority of Case No. 13-311-GA-UEX Issued by Richard P. Hallett, President Bryan, Ohio

P.U.C.O. No. 1

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Issued: ____

Effective:

Filed Under Authority of Case No. 14-311-GA-UEX Issued by Richard P. Hallett, President

Bryan, Ohio

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Case No(s). 14-0311-GA-UEX

Summary: Application Ohio Gas Company's Application for Approval of an Adjustment to its Uncollectible Expense Rider Rate electronically filed by Ms. Vicki L. Leach-Payne on behalf of Darr, Frank P. Mr.