

**BEFORE  
PUBLIC UTILITIES COMMISSION OF OHIO**

IN THE MATTER OF THE APPLICATION OF	)	
VECTREN ENERGY DELIVERY OF OHIO, INC.	)	
FOR AUTHORITY TO ISSUE LONG-TERM DEBT,	)	CASE No. 19-970-GA-AIS
TO ISSUE AND SELL COMMON STOCK,	)	
RECEIVE EQUITY INFUSIONS, AND ENTER	)	
INTO INTEREST RATE RISK MANAGEMENT	)	
TRANSACTIONS PURSUANT TO THE PREVIOUSLY	)	
APPROVED FINANCIAL SERVICES AGREEMENT.	)	

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**SECOND REPORT OF APPLICANT  
VECTREN ENERGY DELIVERY OF OHIO, INC.  
ON EXERCISE OF FINANCING AUTHORITY**

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Pursuant to the Commission's Order ("Order") in this proceeding dated August 28, 2019, Applicant Vectren Energy Delivery of Ohio, Inc. ("Applicant" or "VEDO") submits this second report on the exercise of its financing authority granted by the Order.

1. The order granted authority to the Applicant to carry out a financing program during the period from the date of the Order through June 30, 2020. The Order provided that the Applicant shall file a report with the Commission on each occasion when it exercises the authority granted therein. Applicant hereby files the second report under the Order.
2. In June 2020, Vectren Utility Holdings, Inc. ("VUHI") issued \$300 million of its 1.21% long-term Promissory Note due July 1, 2025 ("1.21% Promissory Note"). The Promissory Note is jointly and severally guaranteed by Applicant, Southern Indiana Gas and Electric Company, and Indiana Gas Company, Inc.

3. In accordance with the debt pooling arrangement described in the Order, on June 30, 2020, VUHI loaned VEDO \$95 million of the proceeds of the issuance of the 1.21% Promissory Note on the same terms (including maturity and interest rates) as those obtained by VUHI. Net proceeds to VEDO approximated \$95 million. A copy of the Promissory Note between CenterPoint Energy, Inc. and VUHI is attached as Exhibit A. A copy of the Promissory Note between VEDO and VUHI is attached as Exhibit B and sets forth the terms of the note. As of June 30, 2020, the effective interest rate on the VUHI 1.21% Promissory Note, including the amortization of transaction costs is 1.21%. The use of proceeds for the 1.21% Promissory Note for Applicant, Southern Indiana Gas and Electric Company, and Indiana Gas Company Inc. were to refinance their allocation of the maturity of a VUHI \$300 Million Variable Rate Two-Year Term Loan ("Term Loan"), of which VUHI repaid the entirety of on June 30, 2020. The original maturity of the Term Loan was July 30, 2020.
4. As reported in the first financing report filed February 24, 2020, in December 2019 VUHI provided a loan to VEDO totaling \$25 million under VEDO's long-term debt financing authority. The \$95 million of long-term debt reported herein utilized the remainder of the long-term debt financing authority authorized in this proceeding. VEDO did not exercise the \$75 million of common stock financing authority authorized in this proceeding.

Respectfully submitted this 14th day of August, 2020.

**VECTREN ENERGY DELIVERY OF OHIO, INC.**

By: 

Rober McRae  
Vice President and Treasurer  
CCeterPoint Energy, Inc.

BB: 

Heather A. Watts  
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Summary: Report 2nd Financing Report electronically filed by Mr. Matthew R. Pritchard on behalf of Vectren Energy Delivery of Ohio, Inc.