

Received: December 18, 2015
IURC 30-Day Filing No.: 3410
Indiana Utility Regulatory Commission

Vectren Corporation
One Vectren Square
Evansville, IN 47708

December 18, 2015

Ms. Brenda A Howe Secretary to the Commission Indiana Utility Regulatory Commission PNC Center 101 W. Washington Street – Suite 1500 East Indianapolis, IN 46204

RE: Thirty Day Filing for Vectren South

Dear Ms. Howe:

This filing is being made on behalf of Southern Indiana Gas and Electric Company d/b/a Vectren Energy Delivery of Indiana, Inc. (Vectren South) under the Commission's Thirty-Day Administrative Filing Procedures and Guidelines (Guidelines) to request approval of the following:

- 1. Update the nomination cycle time shown on Appendix E, Page 1 of 6.
- 2. Update the nomination cycle time shown on Appendix J, Page 1 of 5.

Vectren South is making this filing in compliance with the Federal Energy Regulatory Commission (FERC) Final Rule in Order No. 809, issued April 16, 2015 in Docket No. RM14-2-000. The Final Rule changes the nationwide Timely Nomination Cycle nomination deadline for scheduling natural gas transportation from 11:30 a.m. Central Clock Time (CCT) to 1:00 p.m. CCT effective April 1, 2016. The applicable language in the Final Rule is attached hereto.

A link to the Final Rule is below.

https://www.ferc.gov/whats-new/comm-meet/2015/041615/M-1.pdf

This filing is an allowable request under the Guidelines because it is a filing to change rules and regulations of the utility.

Vectren South affirms that a notice regarding the filing in the form attached hereto as Exhibit A was published on December 12, 2015 in the *Evansville Courier & Press*, a newspaper of general circulation in Vanderburgh County, where the largest number of Vectren South's customers is located. Vectren South also affirms that the notice has been posted on its website. Vectren South does not have a local customer service office in which to post the notice.

#### Page 2

Any questions concerning this submission should be directed to J. Cas Swiz, whose contact information is as follows:

J. Cas Swiz
Director, Rates & Regulatory Analysis
One Vectren Square
Evansville, IN 47708
Tel: 812-491-4033

Email: jcswiz@vectren.com

The proposed tariff sheets reflect an effective date of April 1, 2016.

Upon approval of the enclosed tariff sheets, please return one (1) file marked and approved copy of the tariff sheets to me for our files.

Please let me know if the Commission Staff has any questions or concerns about this submission.

Sincerely,

. Cas Swiz

CC:

Kim Remy, Office of Utility Consumer Counselor Timothy Stewart, Lewis & Kappes, P.C. Robert Heidorn Jason Stephenson Michelle Quinn Goldie Bockstruck Scott Albertson Mike Roeder

#### **VERIFICATION**

I, J. Cas Swiz, Director, Rates & Regulatory Analysis for Southern Indiana Gas and Electric Company d/b/a Vectren Energy Delivery of Indiana, Inc. (Vectren South), affirm under penalties of perjury that, in addition to the attached schedules, the foregoing representations concerning the notice attached hereto are true and correct to the best of my knowledge, information, and belief. The attached notice was published in a newspaper of general circulation encompassing the highest number of the utility's customers affected by the enclosed filing. The attached notice was also published on the Vectren.com website.

I Cas Swiz

Date: 12/18/2015

Sheet No. 34
First Revised Page 1 of 6
Cancels Original Page 1 of 6

# APPENDIX E NOMINATION AND BALANCING PROVISIONS

#### **APPLICABILITY**

The following Provisions shall apply to Pool Operators and to non-Pooling Transportation Customers being provided Gas Service under Rates 145, 160 and 170. Therefore, for purposes of this Appendix E only, the term "Pool Operator", "Pool Customer" and "Pool" when used in the provisions below shall also mean "non-Pooling Transportation Customer."

#### **NOMINATION PROVISIONS**

The Pool Operator shall be obligated to notify Company of the exact daily quantity of its nomination to the delivering pipeline of Pool Operator-Delivered gas to be delivered to Company at pipeline delivery points agreeable to Company (Daily Pipeline Nomination).

Company may require Pool Operator to allocate its Daily Pipeline Nomination to specified city-gate pipeline delivery points based on minimum and maximum allocation percentages, which Company may revise from time to time, based on operational considerations. Company may decline to accept Pool Operator's Daily Pipeline Nominations or deliveries that do not comply with these city-gate allocation percentage requirements.

Pool Operator must provide the notice specified above prior to each change in Pool Operator's Daily Pipeline Nomination by submitting to Company the nomination, via the Company's EBB, by no later than 1:00 p.m. Central Clock Time ("CCT") of the workday previous to the start date of the Daily Pipeline Nomination. Company may accept nominations submitted after the deadlines specified above within its reasonable discretion. Until Pool Operator submits the required nomination, Pool Operator's nominations of daily quantities shall be zero. The nomination shall include information as required in Company's EBB. Unless otherwise permitted by Company, the Nomination Period shall not exceed thirty-one days.

Pool Operator shall cause the shipper to provide Company with a written statement detailing Pool Operator's actual deliveries under Pool Operator's Daily Pipeline Nomination during each Nomination Period by no later than one day following the end of the billing month.

Pool Operator shall pay a Nomination Error Charge of \$.50 per Dekatherm on the quantity difference between Pool Operator's Daily Transportation Nomination and the confirmed deliveries under Pool Operator's Daily Pipeline Nomination for each day such difference occurs.

Pool Operator shall be assessed a City-Gate Allocation Non-Compliance Charge of \$1.00 per Dekatherm on the quantity difference if the Pool Operator's Daily Transportation Nomination is less than the minimum or greater than the maximum city gate allocation requirements, which are calculated as the minimum or maximum city gate allocation percentages multiplied by the Pool Operator's Daily Transportation Nomination.

Effective: April 1, 2016

Sheet No. 34
<u>First Revised Page 1 of 6</u>
<u>Cancels Original Page 1 of 6</u>

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Effective: April 1, 2016

Sheet No. 39 Second Revised Page 1 of 5 Cancels First Revised Page 1 of 5

# APPENDIX J SCHOOL/GOVERNMENT NOMINATION AND BALANCING PROVISIONS

#### **APPLICABILITY**

The following Provisions shall apply to School/Government Suppliers under Rate 185.

#### **DAILY SCHEDULING OF DIRECTED DELIVERY QUANTITIES:**

By 10:00 a.m. Central Clock Time (CCT), Company will post on its EBB, School/Government Supplier's DDQ by Pool for the gas day beginning 9:00 a.m. CCT the following day. Such DDQ shall be the sum of: 1) the Expected Demand of School/Government Supplier's Pool for that gas day calculated using the Pool's demand equation and forecasted weather plus an Unaccounted For Gas Percentage as set forth in Appendix F; and 2) any necessary adjustments for interstate pipeline and/or Company operating constraints, system knowledge and experience, and/or prior imbalances associated with the periodic volume reconciliations. The DDQ will be stated in city gate Dekatherms. At the time of posting the DDQ, Company shall indicate the minimum, maximum or exact volume that shall be delivered by Supplier on each interstate pipeline or to each Company city gate to achieve the DDQ, and shall post any interstate pipeline and/or Company operating constraints that are expected to be in effect the following day(s). By 1:00 p.m. CCT each day, and via intra-day nominations thereafter, Supplier shall nominate to the Company via the Company's EBB the quantity of gas that it has scheduled for delivery at Company's city gate(s) for its Pool(s) for the following gas day. Supplier agrees to adhere to comply with any Company operating and/or interstate pipeline restrictions communicated by Company.

Effective: April 1, 2016

Sheet No. 39
Second Revised Page 1 of 5
Cancels First Revised Page 1 of 5

Effective: April 1, 2016

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# APPENDIX J SCHOOL/GOVERNMENT NOMINATION AND BALANCING PROVISIONS

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I

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## 151 FERC ¶ 61,049 UNITED STATES OF AMERICA FEDERAL ENERGY REGULATORY COMMISSION

#### 18 CFR Part 284

[Docket No. RM14-2-000; Order No. 809]

Coordination of the Scheduling Processes of Interstate Natural Gas Pipelines and Public Utilities

(Issued April 16, 2015)

**AGENCY**: Federal Energy Regulatory Commission.

ACTION: Final rule.

SUMMARY: In this Final Rule, the Federal Energy Regulatory Commission (Commission) is revising its regulations to better coordinate the scheduling of wholesale natural gas and electricity markets in light of increased reliance on natural gas for electric generation, as well as to provide additional scheduling flexibility to all shippers on interstate natural gas pipelines. The revised regulations in this Final Rule modify the scheduling practices used by interstate pipelines to schedule natural gas transportation service and provide additional contracting flexibility to firm natural gas transportation customers through the use of multi-party transportation contracts. The revisions in this Final Rule, together with the Commission's action in certain related proceedings, will better ensure the reliable and efficient operation of both the interstate natural gas pipeline and electricity systems.

<u>DATE</u>: This rule will become effective [Insert\_Date 75 days after publication in the FEDERAL REGISTER]. The incorporation by reference of certain publications listed

Final Rule: https://www.ferc.gov/whats-new/comm-meet/2015/041615/M-1.pdf

in this rule is approved by the Director of the Federal Register as of [insert date 75 days after publication in the Federal Register].

### **FOR FURTHER INFORMATION CONTACT:**

Anna Fernandez (Legal Information) Federal Energy Regulatory Commission Office of the General Counsel 888 First Street, NE Washington, DC 20426 (202) 502-6682

Caroline Daly Wozniak (Technical Information) Federal Energy Regulatory Commission Office of Energy Policy and Innovation 888 First Street, NE Washington, DC 20426 (202) 502-8931

#### SUPPLEMENTARY INFORMATION:

# UNITED STATES OF AMERICA FEDERAL ENERGY REGULATORY COMMISSION

Coordination of the Scheduling Processes of Interstate Natural Gas Pipelines and Public Utilities Docket No. RM14-2-000

#### ORDER NO. 809

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## 151 FERC ¶ 61,049 UNITED STATES OF AMERICA FEDERAL ENERGY REGULATORY COMMISSION

Before Commissioners: Norman C. Bay, Chairman;

Philip D. Moeller, Cheryl A. LaFleur, Tony Clark, and Colette D. Honorable.

Coordination of the Scheduling Processes of Interstate Natural Gas Pipelines and Public Utilities Docket No. RM14-2-000

ORDER NO. 809

#### FINAL RULE

(Issued April 16, 2015)

1. In this Final Rule, the Federal Energy Regulatory Commission (Commission) revises Part 284 of the Commission's regulations relating to the scheduling of transportation service on interstate natural gas pipelines to better coordinate the scheduling practices of the wholesale natural gas and electric industries, as well as to provide additional scheduling flexibility to all shippers on interstate natural gas pipelines. The Final Rule changes the nationwide Timely Nomination Cycle nomination deadline for scheduling natural gas transportation from 11:30 a.m. Central Clock Time (CCT) to 1:00 p.m. CCT and revises the intraday nomination timeline, to include adding an additional intraday scheduling opportunity during the gas operating day (Gas Day). The Final Rule effectuates these changes by incorporating by reference into the Commission's regulations the standards developed and filed by the North American Energy Standards

nomination deadline to allow energy schedulers adequate time to confirm transactions, exchange contracts, and enter nominations on pipelines. 148

86. MSCG does not support moving the Timely Nomination Cycle nomination deadline, arguing that the proposed change affects one hundred percent of the gas market while only benefitting about a third of energy markets and without providing additional liquidity in the market for natural gas.<sup>149</sup>

### 4. <u>Commission Determination</u>

87. The Commission is amending its regulations at Part 284 to incorporate by reference NAESB's revised standards, which provide that the nomination deadline for the Timely Nomination Cycle shall be 1:00 p.m. CCT, with notice to shippers of scheduled quantities at 5:00 p.m. CCT, and the nomination deadline for the Evening Nomination Cycle shall remain at 6:00 p.m. CCT, with notice to shippers of scheduled quantities at 9:00 p.m. CCT. These changes, along with being generally consistent with the NOPR's proposed 1:00 p.m. CCT start time for the Timely Nomination Cycle, are supported by the vast majority of the commenters, from both the gas and electric industries, including commenters that do not generally support NAESB's revised intraday nomination timeline. NAESB's revised 1:00 p.m. CCT start time for the Timely Nomination Cycle, like the NOPR's proposed 1:00 p.m. CCT start time, will provide generators more time to acquire natural gas supply and pipeline transportation after learning their electric dispatch

<sup>&</sup>lt;sup>148</sup> Puget Comments at 13.

<sup>&</sup>lt;sup>149</sup> MSCG Comments at 15-16.

#### **B.** Commission Determination

- 168. The Commission will require interstate natural gas pipelines to comply with the revised NAESB standards that we are incorporating by reference in this Final Rule beginning on April 1, 2016. We are requiring this implementation schedule to give the interstate natural gas pipelines subject to these standards adequate time to implement these changes. In addition, pipelines must file tariff records to reflect the changed standards by February 1, 2016. The changes included in this Final Rule should benefit all pipeline shippers, including gas-fired generators. Accordingly, we will not require that the changes included in this Final Rule be implemented simultaneously with any changes resulting from the 206 Proceeding.
- 169. In addition, consistent with the requirements in Order No. 587-V,<sup>257</sup> the Commission is including the following compliance filing requirements to increase the transparency of the pipelines' incorporation by reference of the NAESB WGQ Standards so that shippers and the Commission will know which tariff provision(s) implements each standard as well as the status of each standard.
  - (1) The pipelines must designate a single tariff section or tariff sheet(s) under which every NAESB standard is listed.<sup>258</sup>

<sup>&</sup>lt;sup>257</sup> Standards for Business Practices of Interstate Natural Gas Pipelines, Order No. 587-V, FERC Stats. & Regs. ¶ 31,332, at PP 36-37 (2012).

<sup>&</sup>lt;sup>258</sup> This section should be a separate tariff record under the Commission's electronic tariff filing requirements and is to be filed electronically using the eTariff portal using the Type of Filing Code 580.

# Note: The following appendix will not appear in the Code of Federal Regulations.

# **APPENDIX**

Tim	ne Shifts All times CCT	Current NAESB Standards	Revised NAESB Standards
Timely	Timely Day-Ahead Nomination		
	Deadline	11:30 AM	1:00 PM
	Confirmations		4:30 PM
	Schedule Issued	4:30 PM	5:00 PM
	Start of Gas Flow	9:00 AM	
Evening	Evening Day-Ahead Nomination		
	Deadline	6:00 PM	6:00 PM
	Confirmations	9:00 PM	8:30 PM
	Schedule Issued	10:00 PM	9:00 PM
	Start of Gas Flow	9:00 AM	
Intraday 1	ID1 Nomination Deadline	10:00 AM	10:00 AM
	Confirmations	1:00 PM	12:30 PM
	Schedule Issued	2:00 PM	1:00 PM
	Start of Gas Flow	5:00 PM	2:00 PM
	IT Bump Rights	bumpable	bumpable
Intraday 2	ID2 Nomination Deadline	5:00 PM	2:30 PM
	Confirmations	8:00 PM	5:00 PM
	Schedule Issued	9:00 PM	5:30 PM
	Start of Gas Flow	9:00 PM	6:00 PM
	IT Bump Rights	no bump	bumpable
	ID3 Nomination Deadline		7:00 PM
Intraday 3	Confirmations		9:30 PM
	Schedule Issued		10:00 PM
	Start of Gas Flow		10:00 PM
	IT Bump Rights		no bump



#### PROOF OF PUBLICATION OF LEGAL ADVERTISEMENT

Account Number: EXV22 / 108836

Notice is herely given that on or about December 18, 2015, Southern Indiana Gas and Electric Company d/b/a Vectren Energy Delivery of Indiana, Inc. ("Vectren South") will file a request for approval of an update to its Nomination and Balancing Provisions in Appendix E, and School/Government Nomination and Balancing Provisions in Appendix J, of Vectren South's Tariff for Gas Service. The Appendix Is applicable to Pool Operators and Non-Pooling Transportation Customers being provided Gas Service under rate schedules 145, 160 and 170 in Vectren South's service area. The Appendix J is applicable to School/Government Suppliers under rate schedule 185.

RE: LEGAL given

VECTREN COR

AD: 842570

Vectren South anticipates approval of the filing by March 31, 2016, but no sooner than 30 days after receipt of the filing by the Commission. Objections to the filing should be made in writing addressed to:

Brenda A. Howe
Secretary to the Commission
Indiana Utility Regulatory
Commission
PNC Center
101 W. Washington Street,
Suite 1500 East
Indianapolis, Indiana
46204

Indiana Utility Consumer Counselor Indiana Office of Utility Consumer Counselor PNC Center 115 W. Washington St., Suite 1500 South Indianapolis, Indiana 46204

A. David Stippler

Scott E. Albertson
Vice President, Regulatory
Affairs and Gas Supply
VECTREN UTILITY HOLDINGS,
INC.
(Courier & Press Decembwer
12, 2015)hspaxlp

STATE OF INDIANA VANDERBURGH COUNTY

who being sworn, is employee of the Evansville Courier Company, publisher of The Evansville Courier a daily newspaper published in the city of Evansville, in said county and state and that the legal advertisement, of which the attached is a true copy, was printed in its issues of:

Ad ID: 842570

EC-Evansville Courier & Press

12/12/15 Sat

May Stephowson

12-14-15

Subscribed and sworn to before me this date:

12-14-15

Date

Julia andrea Kastle

\_Notary Public

Notary is Resident of Vanderburgh County

My Commission expires:

10-11-2020

60 lines @ 1 time(s) = \$423.45 L

pre