

STATE OF INDIANA

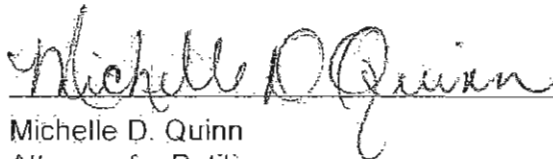
INDIANA UTILITY REGULATORY COMMISSION

VERIFIED JOINT PETITION OF INDIANA GAS )  
COMPANY, INC., SOUTHERN INDIANA GAS AND )  
ELECTRIC COMPANY, THE BOARD OF )  
DIRECTORS FOR UTILITIES OF THE )  
DEPARTMENT OF PUBLIC UTILITIES OF THE )  
CITY OF INDIANAPOLIS, AS SUCCESSOR )  
TRUSTEE OF A PUBLIC CHARITABLE TRUST, ) CAUSE NO. 43669  
d/b/a CITIZENS GAS AND NORTHERN INDIANA )  
PUBLIC SERVICE COMPANY, PURSUANT TO IND. )  
CODE 8-1-2.5 et. Seq., FOR APPROVAL OF )  
ALTERNATIVE REGULATION PLANS UNDER )  
WHICH EACH PETITIONER WOULD CONTINUE )  
THEIR CUSTOMER BILL ASSISTANCE )  
PROGRAMS THROUGH MAY 31, 2013 )

NOTICE OF SUBMISSION OF THE UNIVERSAL SERVICE PROGRAM  
ANNUAL REPORT BY VECTREN ENERGY DELIVERY OF INDIANA, INC.  
PURSUANT TO COMMISSION'S ORDER DATED NOVEMBER 19, 2009.

Indiana Gas Company, Inc. and Southern Indiana Gas & Electric Company,  
together d/b/a Vectren Energy Delivery of Indiana, Inc., hereby submit the  
attached Universal Service Program Annual Report in compliance with Paragraph  
No. 6 of the Order issued by the Indiana Utility Regulatory Commission on  
November 19, 2009, in this Cause.

Respectfully submitted,



Michelle D. Quinn  
Attorney for Petitioner  
Vectren Energy Delivery  
of Indiana, Inc.

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing submission of Vectren Energy Delivery of Indiana, Inc.'s 2010 Universal Service Program Annual Report has been served by electronic mail, this 13<sup>th</sup> day of August 2010 on the following:

Leja Courter  
Indiana Office of Utility Consumer Counselor  
National City Center  
115 W. Washington St., Suite 1500  
Indianapolis, Indiana 46204  
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101 West Ohio St.,  
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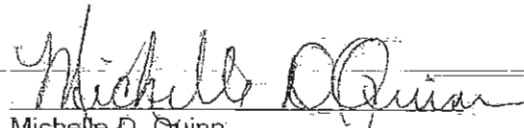
Michael B. Cracraft  
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Vice President  
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101 West Ohio Street, 17<sup>th</sup> Floor  
Indianapolis, Indiana 46204

Michael E. Allen  
Citizens Energy Group  
2020 North Meridian Street  
Indianapolis, Indiana 46202

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Michelle D. Quinn,  
Attorney for Petitioner  
Vectren Energy Delivery  
of Indiana, Inc.

Vectren Energy Delivery of Indiana, Inc.  
(Indiana Gas Company and Southern Indiana Gas and Electric Company)  
Universal Service Program - Annual Report  
8/13/2010

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**Twelve Months Ending December 31, 2009**

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<b>Program Results</b>		<b>Amount</b>
1 Beginning Carry Over - 12/31/2008 Over/(Under) Recovery		\$ 480,931
2 Rate payer contributions		\$ 3,225,624
3 Utility contributions		\$ 1,248,000
4 Customer distributions		\$ (5,171,594) <b>[A]</b>
5 Ending Carry Over - 12/31/2009 Over/(Under) Recovery	Sum Lines 1-4	\$ (217,039)
<b>Bad Debt Activity</b>		
6 Bad debt recovered through base rates		\$ 2,634,467
7 Bad debt recovered through Gas Cost Adjustment ("GCA")		\$ 4,014,052
8 Net bad debt write off		<u>\$ (7,455,653)</u>
9 Recovered/(Unrecovered) Bad Debt	Sum Lines 5-8	\$ (1,024,173)

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**Twelve Months Ending June 30, 2010**

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<b>Program Results</b>		<b>Amount</b>
10 Beginning Carry Over - 6/30/2009 Over/(Under) Recovery		\$ (1,156,578)
11 Rate payer contributions		\$ 2,679,821
12 Utility contributions		\$ 1,254,099
13 Customer distributions		\$ (4,559,470) <b>[A]</b>
14 Ending Carry Over - 6/30/2010 Over/(Under) Recovery	Sum Lines 10-13	\$ (1,782,127)
<b>Bad Debt Activity</b>		
15 Bad debt recovered through base rates		\$ 2,634,467
16 Bad debt recovered through Gas Cost Adjustment ("GCA")		\$ 3,596,439
17 Net bad debt write off		<u>\$ (5,837,088)</u>
18 Recovered/(Unrecovered) Bad Debt	Sum Lines 14-17	\$ (1,388,309)

**[A]** Customer distributions consist of Universal Service Fund (USF) discounts and crisis funds/hardship credits