

BEB - R

COPY

STATE OF INDIANA

INDIANA UTILITY REGULATORY COMMISSION

FILED

JUN 12 2007

INDIANA UTILITY  
REGULATORY COMMISSION

OFFICIAL  
EXHIBITS

JOINT PETITION AND APPLICATION OF PSI ENERGY, INC., )  
D/B/A DUKE ENERGY INDIANA, INC., AND SOUTHERN )  
INDIANA GAS AND ELECTRIC COMPANY, D/B/A VECTREN )  
ENERGY DELIVERY OF INDIANA, INC., PURSUANT TO )  
INDIANA CODE CHAPTERS 8-1-8.5, 8-1-8.7, 8-1-8.8, AND )  
SECTIONS 8-1-2-6.8, 8-1-2-6.7, 8-1-2-42 (A) REQUESTING THAT )  
THE COMMISSION: (1) ISSUE APPLICABLE CERTIFICATES )  
OF PUBLIC CONVENIENCE AND NECESSITY AND )  
APPLICABLE CERTIFICATES OF CLEA COAL )  
TECHNOLOGY TO EACH JOINT PETITIONER FOR THE )  
CONSTRUCTION OF AN INTEGRATED GASIFICATION )  
COMBINED CYCLE GENERATING FACILITY ("IGCC )  
PROJECT") TO BE USED IN THE PROVISION OF ELECTRIC )  
UTILITY SERVICE TO THE PUBLIC; (2) APPROVE THE )  
ESTIMATED COSTS AND SCHEDULE OF THE IGCC )  
PROJECT; (3) AUTHORIZE EACH JOINT PETITIONER TO )  
RECOVER ITS CONSTRUCTION AND OPERATING COSTS )  
ASSOCIATED WITH THE IGCC PROJECT ON A TIMELY )  
BASIS VIA APPLICABLE RATE ADJUSTMENT )  
MECHANISMS; (4) AUTHORIZE EACH JOINT PETITIONER )  
TO USE ACCELERATED DEPRECIATION FOR THE IGCC )  
PROJECT; (5) APPROVE CERTAIN OTHER FINANCIAL )  
INCENTIVES FOR EACH JOINT PETITIONER ASSOCIATED )  
WITH THE IGCC PROJECT; (6) GRANT EACH JOINT )  
PETITIONER THE AUTHORITY TO DEFER ITS PROPERTY )  
TAX EXPENSE, POST-IN-SERVICE CARRYING COSTS, )  
DEPRECIATION COSTS, AND OPERATION AND )  
MAINTENANCE COSTS ASSOCIATED WITH THE IGCC )  
PROJECT ON AN INTERIM BASIS UNTIL THE APPLICABLE )  
COSTS ARE REFLECTED IN EACH JOINT PETITIONER'S )  
RESPECTIVE RETAIL ELECTRIC RATES; (7) AUTHORIZE )  
EACH JOINT PETITIONER TO RECOVER ITS OTHER )  
RELATED COSTS ASSOCIATED WITH THE IGCC PROJECT; )  
AND (8) CONDUCT AN ONGOING REVIEW OF THE )  
CONSTRUCTION OF THE IGCC PROJECT

CAUSE NO. 43114

IURC  
INTERVENOR'S - RC  
EXHIBIT NO. B-R  
6-20-07 AT  
DATE REPORTER

VERIFIED PETITION OF DUKE ENERGY INDIANA, INC. FOR )  
AUTHORITY PURSUANT TO AN ALTERNATIVE )  
REGULATORY PLAN AUTHORIZED UNDER I.C. 8-1-2.5 ET )  
SEQ. AND I.C. 8-1-6.1, 8-1-8.7, AND 8-1-8.8 TO DEFER AND )  
SUBSEQUENTLY RECOVER ENGINEERING AND )  
PRECONSTRUCTION COSTS ASSOCIATED WITH THE )  
CONTINUED INVESTIGATION AND ANALYSIS OF )  
CONSTRUCTING AN INTEGRATED COAL GASIFICATION )  
COMBINED CYCLE ELECTRIC GENERATING FACILITY

CAUSE NO. 43114 S1

001973

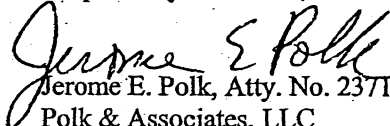
**SUBMITTAL OF CORRECTIONS TO  
THE PREFILED DIRECT TESTIMONY OF BRUCE BIEWALD**

Citizens Action Coalition of Indiana, Inc. ("Coalition" or "CAC"), by counsel, respectfully submits the following corrections to the Prefiled Direct Testimony of Bruce Biewald prefiled with the Commission on May 15, 2007. The corrections include the following changes to text (in bold):

1. Page 31, lines 7-8: In 2007, Duke projects that its system generation will be 96.7% coal and 3.1% natural gas.
2. Page 31, lines 11-13: In the plan with 80% ownership of the IGCC unit (and assuming Duke's CO2 price forecast), Duke projects its generation mix will be 93.9% coal, 3.4% natural gas and 2.7% cogeneration and renewables (see Figure 15).
3. Page 32, lines 3-5: In the plan with a gas combined cycle unit substituted for the IGCC, Duke projects its generation mix will be 88.9% coal, 7.5% natural gas, 3.5% cogeneration and renewables (see Figure 16).
4. The corrections also make corrections to Figure 12 on page 27, figure 13 on page 30, Figure 14 on page 31, figure 15 on page 32, and figure 16 on page 33.

Attached are 1) the corrected, redacted pages 27 and 30-33 of the testimony of Bruce Biewald, and 2) the red-lined testimony indicating the above corrections. Additionally, two (2) pages (page 30 and 33) on which corrections were made contain tables that include confidential information. Those corrected, confidential pages will be submitted under seal with CAC's forthcoming Motion for Leave to Late-File Confidential Exhibits Under Seal.

Respectfully submitted,

  
Jerome E. Polk, Atty. No. 23712-49  
Polk & Associates, LLC

309 West Washington Street, Suite 233  
Indianapolis, Indiana 46204  
Phone: (317) 636-5165  
Fax: (317) 636-5435

001974

**CERTIFICATE OF SERVICE**

The undersigned hereby certifies that the foregoing document has been served upon the following by first class, United States mail, postage prepaid on June 12, 2007

J. William Dumond  
Kelly A. Karn  
Melanie D. Price  
Duke Energy, Inc.  
1000 East Main Street  
Plainfield, IN 46168

Robert E. Heidorn  
Vectren Corporation  
One Vectren Square  
211 N.W. Riverside Drive  
Evansville, IN 47708

Timothy Stewart  
Bette Dodd  
Lewis & Kappes, P.C.  
One American Square, Suite 2500  
Indianapolis, IN 46220

Richard E. Aikman, Jr.  
Anne E. Becker  
Stewart & Irwin, P.C.  
251 E. Ohio Street, Suite 1100  
Indianapolis, IN 46204-2147

Robert L. Hartley  
Locke Reynolds LLP  
201 N. Illinois Street, Suite 1000  
P.O. Box 44961  
Indianapolis, IN 46244-0961

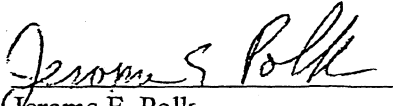
Office of Utility Consumer Counselor  
Indiana Government Center North  
100 North Senate Avenue, Room N501  
Indianapolis, IN 46204

Daniel W. McGill  
Barnes and Thornburg  
11 S. Meridian Street  
Indianapolis, IN 46204

James Pope  
Baker & Daniels  
300 North Meridian Street, Suite 2700  
Indianapolis, IN 46204

Peter J. Mattheis  
Shaun C. Mohler  
Brickfield, Burchette, Ritts, & Stone, P.C.  
1025 Thomas Jefferson Street, N.W.  
8<sup>th</sup> Floor - West Tower  
Washington, D.C. 20007

David T. McGimpsey  
Bingham McHale LLP  
10 West Market Street  
2700 Market Tower  
Indianapolis, IN 46204

  
Jerome E. Polk  
Polk & Associates, LLC  
309 W. Washington, Suite 233  
Indianapolis, IN 46204

001975