

STATE OF INDIANA

INDIANA UTILITY REGULATORY COMMISSION

PETITION OF SOUTHERN INDIANA GAS AND)
ELECTRIC COMPANY D/B/A VECTREN)
ENERGY DELIVERY OF INDIANA, INC. FOR)
APPROVAL OF A TARIFF RATE FOR THE)
PROCUREMENT OF EXCESS DISTRIBUTED) CAUSE NO. 45378
GENERATION PURSUANT TO IND. CODE § 8-1-)
40 ET SEQ.)

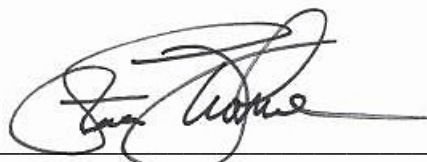
NOTICE OF SUBSTITUTION OF WITNESS AND ADOPTION OF TESTIMONY

Southern Indiana Gas and Electric Company d/b/a Vectren Energy Delivery of Indiana, Inc., a CenterPoint Energy Company (“Vectren South” or “Petitioner”), hereby notifies the Commission that Matthew A. Rice will adopt the prefiled direct and rebuttal testimony of Petitioner’s witness J. Cas Swiz. In connection therewith, Petitioner submits the following revisions to Petitioner’s Exhibits 2 and 3.

- Petitioner’s Exhibit 2 – substitute pages 1 through 3 with the pages attached as Attachment A;
- Petitioner’s Exhibit 2 – substitute the verification page attached as Attachment B for the verification page of J. Cas Swiz;
- Petitioner’s Exhibit 3 – substitute pages 1 and 2 with the page attached as Attachment C; and
- Petitioner’s Exhibit 3 – substitute the verification page attached as Attachment D for the verification page of J. Cas Swiz.

In addition, Petitioner will change all references to the initials “JCS” to “MAR” in Petitioner’s Exhibits 2 and 3, many of which are in margins. Petitioner will make those changes in the version of the testimony to be offered into evidence and circulate copies to the parties and Presiding Officers in advance of the hearing. No other corrections have been identified at this time.

Respectfully submitted,



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CERTIFICATE OF SERVICE

The undersigned certifies that a copy of the foregoing has been served upon the following by electronic mail and/or U.S. Mail this 6th day of November, 2020:

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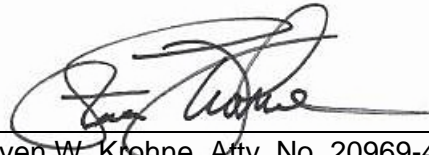
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**SOUTHERN INDIANA GAS AND ELECTRIC COMPANY
d/b/a VECTREN ENERGY DELIVERY OF INDIANA, INC.
A CENTERPOINT ENERGY COMPANY
(VECTREN SOUTH)**

IURC CAUSE NO. 45378

**DIRECT TESTIMONY
OF
MATTHEW A. RICE
DIRECTOR, INDIANA ELECTRIC REGULATORY AND RATES**

ON

PROPOSED EXCESS DISTRIBUTED GENERATION RIDER TARIFF

**SPONSORING PETITIONER'S EXHIBIT NO. 2,
ATTACHMENTS MAR-1 THROUGH MAR-3**

DIRECT TESTIMONY OF MATTHEW A. RICE

I. INTRODUCTION

Q. Please state your name and business address.

A. My name is Matthew A. Rice. My business address is One Vectren Square, Evansville, Indiana, 47708.

Q. By whom are you employed?

A. I am employed by CenterPoint Energy, Inc. ("CenterPoint"). Southern Indiana Gas and Electric Company d/b/a Vectren Energy Delivery of Indiana, Inc. ("Petitioner", "Vectren South" or "the Company") is a subsidiary of CenterPoint.

Q. What position do you hold with Petitioner Vectren South?

A. I am Director, Indiana Electric Regulatory and Rates.

Q. Please describe your educational background.

A. I received a Bachelor of Science degree in Business Administration from the University of Southern Indiana in 1999. I also received a Master of Business Administration from the University of Southern Indiana in 2008.

Q. Please describe your professional experience.

A. Prior to working for Vectren South, I worked as a Market Research Analyst for American General Finance for six years working primarily on customer segmentation, demographic analysis, and site location analysis. I was hired by Vectren Utility Holdings Inc. in 2007 as a Market Research Analyst, and have been promoted to Senior Analyst, Manager of Market Research, and Director of Research and Energy Technologies. I have been responsible for long-term energy forecasting for integrated resource plans ("IRP") since 2009. Additionally, I have helped to manage Vectren South's 2011, 2014, 2016, and 2019/2020 IRPs. I have managed Vectren South's IRP stakeholder process since 2014. Between 2007 and 2018 I have also conducted economic analysis, primary and secondary customer research (including surveying, focus groups, segmentation, and demographic analysis), customer satisfaction

1 research, housing market research, and monitored industry research. At the time of
2 the merger in early 2019 with CenterPoint Energy, I was made Manager of Resource
3 Planning with responsibility for internal and external generation analysis and reporting.
4 I have since been promoted to Director of Indiana Electric Regulatory and Rates; I
5 maintained my prior responsibilities and added regulatory and rates functions for
6 CenterPoint's Indiana Electric territory.

7
8
9 **Q. What are your present duties and responsibilities as Director, Indiana Electric**
10 **Regulatory and Rates?**

11 A. I am responsible for electric regulatory and rate matters of the CenterPoint Energy
12 regulated in proceedings before the Indiana Utility Regulatory Commission. I also have
13 responsibility for resource planning and reporting for Vectren South, including the IRP.
14

15
16 **Q. Have you ever testified before any state regulatory commission?**

17 A. Yes. I testified before the Commission in Cause No. 45052, relating to Vectren South's
18 request for a certificate of public convenience and necessity.
19

20
21 **Q. What is the purpose of your testimony in this proceeding?**

22 A. I will support Vectren South's request to implement an Excess Distributed Generation
23 Rider ("Rider EDG") within Vectren South's Tariff for Electric Service.
24

25 In support of Rider EDG, I will discuss the status of customer participation in Vectren
26 South's Net Metering program in accordance with the requirements of Indiana Code
27 ("IC") § 8-1-40 et seq. (the "Distributed Generation Statute"). I will cover how current
28 customer participation necessitates the creation of Rider EDG, and how the
29 requirements of the Distributed Generation Statute dictate the timing and pricing
30 structure of Rider EDG. I will discuss how Vectren South will prioritize and grandfather
31 current pending applications, and how Rider EDG will apply to future distributed

VERIFICATION

I, Matthew A. Rice, Director – Director, Indiana Electric Regulatory and Rates for CenterPoint Energy, Inc., under the penalties for perjury, affirm that the answers in the foregoing Direct Testimony are true to the best of my knowledge, information and belief.

Date: 11-4-20



Matthew A. Rice
Director – Indiana Regulatory

**SOUTHERN INDIANA GAS AND ELECTRIC COMPANY
d/b/a VECTREN ENERGY DELIVERY OF INDIANA, INC.
A CENTERPOINT ENERGY COMPANY
(VECTREN SOUTH)**

IURC CAUSE NO. 45378

**REBUTTAL TESTIMONY
OF
MATTHEW A. RICE
DIRECTOR, INDIANA ELECTRIC REGULATORY AND RATES**

ON

**RESPONSE TO THE DIRECT TESTIMONY OF INTERVENING PARTIES ON
RATEMAKING ISSUES RELATED TO PROPOSED RIDER EDG**

**SPONSORING PETITIONER'S EXHIBIT NO. 3,
ATTACHMENT MAR-R1**

REBUTTAL TESTIMONY OF MATTHEW A. RICE

I. INTRODUCTION

Q. Please state your name and business address.

A. My name is Matthew A. Rice. My business address is One Vectren Square, Evansville, Indiana, 47708.

Q. By whom are you employed?

A. I am employed by CenterPoint Energy, Inc. ("CenterPoint"). Southern Indiana Gas and Electric Company d/b/a Vectren Energy Delivery of Indiana, Inc. ("Petitioner", "Vectren South" or "the Company") is a subsidiary of CenterPoint.

Q. Are you the same Matthew A. Rice who pre-filed direct testimony in this Cause?

A. Yes.

Q. What is the purpose of your rebuttal testimony in this proceeding?

A. The purpose of my rebuttal testimony is to respond to the direct testimony of the Indiana Office of Utility Consumer Counselor ("OUCC") and various intervening parties in this proceeding. In particular, I correct OUCC witness Alvarez's mistaken impression that Vectren South defines the term "excess distributed generation" ("EDG") in a manner that differs from the definition of the term in IC § 8-1-40-5 – which is simply incorrect. I also describe why the use of instantaneous billing is consistent with the intent of the General Assembly to create a retail EDG rate that mirrors what a utility would pay for the same energy on the market and further explain why instantaneous billing results in a rate that is just and reasonable. Among other things, I demonstrate that applying a monthly netting process to EDG, as proposed by the Intervenors, results in certain customers paying nothing for energy consumed over a twelve-month period. I also respond to some of the Intervenors' other billing suggestions, including using a weekly netting mechanism and Indiana Distributed Energy Alliance's ("Indiana DG") proposed middle ground approach, which is not based on IC § 8-1-40-1 *et seq.* at all. I further support and explain the language of the proposed Rider EDG and why I believe the rate is transparent and

VERIFICATION

I, Matthew A. Rice, Director – Director, Indiana Electric Regulatory and Rates for CenterPoint Energy, Inc., under the penalties for perjury, affirm that the answers in the foregoing Rebuttal Testimony are true to the best of my knowledge, information and belief.

Date: 11-4-20



Matthew A. Rice
Director – Indiana Regulatory