



# VECTREN

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## Vectren natural gas pricing moves to Standard Sales Offer

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**Vectren Energy Delivery of Ohio (Vectren) received Public Utilities Commission of Ohio approval in April to move to a more market-based price structure for its natural gas charges, which is called Standard Sales Offer (SSO) Service. Under Vectren's SSO structure, Vectren is changing the way it buys gas for its customers who have not elected to purchase gas from an alternate natural gas supplier through the Choice program.** Effective Oct. 1, Vectren will purchase gas through third-party suppliers who competed in an auction process for the right to provide the natural gas commodity to these sales customers.

The auction, which was held on Aug. 19, 2008, resulted in a retail price adjustment of \$2.35 per thousand cubic feet (Mcf) or \$0.235 per one hundred cubic feet (CCF) and will be effective Oct. 1, 2008, through March 31, 2010. This amount will be added to the New York Mercantile Exchange (NYMEX) month-end settlement price for natural gas to form the total SSO gas cost charge. Because the majority of the SSO charge reflects the NYMEX-based market price, the monthly price will change because the natural gas commodity is bought and sold in an open market, and, as such, its price can vary with changes in supply and demand.

As of Oct. 1, the portion of your bill based on the new SSO gas cost charge, which will be renamed "Gas Cost Charge (SSO)" will replace the existing "Gas Cost Recovery Charges" line item. Vectren's charges for delivery service will continue to appear under the line item entitled "Distribution and Service Charges." Keep in mind — As a Vectren customer, you can decide who supplies your natural gas. **You can either remain with Vectren Energy Delivery of Ohio or choose an alternate gas supplier through the natural gas Choice program.** Choice suppliers, who are certified by the Public Utilities Commission of Ohio, can offer pricing options that may be appealing to you this heating season.

So take time to review the gas costs charges on your Vectren utility bills, and compare those costs to the pricing options available from Choice suppliers.

**Regardless of your choice of natural gas supplier, Vectren will continue to provide the same high quality natural gas delivery, pipeline maintenance and customer service you've come to expect.** Learn more about your gas supply options at [Vectren.com/ohio](http://Vectren.com/ohio) or call 1-800-227-1376.

**[WWW.VECTREN.COM/OHIO](http://WWW.VECTREN.COM/OHIO)**