

VECTREN CORP
Form 10-Q
November 08, 2013

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE
ACT OF 1934

For the quarterly period ended September 30, 2013

OR
.. TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE
ACT OF 1934

For the transition period from _____ to _____

Commission file number: 1-15467

VECTREN CORPORATION
(Exact name of registrant as specified in its charter)

INDIANA
(State or other jurisdiction of incorporation or
organization)

35-2086905
(IRS Employer Identification No.)

One Vectren Square, Evansville, IN 47708
(Address of principal executive offices)
(Zip Code)

812-491-4000
(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

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Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer <input type="checkbox"/>	Accelerated filer <input type="checkbox"/>
Non-accelerated filer <input type="checkbox"/> (Do not check if a smaller reporting company)	Smaller reporting company <input type="checkbox"/>

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Common Stock- Without Par Value Class	82,361,172 Number of Shares	October 31, 2013 Date
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Access to Information

Vectren Corporation makes available all SEC filings and recent annual reports free of charge through its website at www.vectren.com as soon as reasonably practicable after electronically filing or furnishing the reports to the SEC, or by request, directed to Investor Relations at the mailing address, phone number, or email address that follows:

Mailing Address: One Vectren Square Evansville, Indiana 47708	Phone Number: (812) 491-4000	Investor Relations Contact: Robert L. Goocher Treasurer and Vice President, Investor Relations rgoocher@vectren.com
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Definitions

BCF: billions of cubic feet	IURC: Indiana Utility Regulatory Commission
BTU: British thermal units	MISO: Midcontinent Independent System Operator (formerly Midwest Independent System Operator)
DOT: Department of Transportation	MSHA: Mine Safety and Health Administration
EPA: Environmental Protection Agency	MW: megawatts
FAC: Fuel Adjustment Clause	MWh / GWh: megawatt hours / thousands of megawatt hours (gigawatt hours)
FASB: Financial Accounting Standards Board	OUCC: Indiana Office of the Utility Consumer Counselor
FERC: Federal Energy Regulatory Commission	PUCO: Public Utilities Commission of Ohio
GAAP: Generally Accepted Accounting Principles	Throughput: combined gas sales and gas transportation volumes
IDEM: Indiana Department of Environmental Management	XBRL: eXtensible Business Reporting Language

Table of Contents

Item Number		Page Number
	PART I. FINANCIAL INFORMATION	
1	<u>Financial Statements (Unaudited)</u>	
	Vectren Corporation and Subsidiary Companies	
	<u>Condensed Consolidated Balance Sheets</u>	3-4
	<u>Condensed Consolidated Statements of Income</u>	5
	<u>Condensed Consolidated Statements of Comprehensive Income</u>	6
	<u>Condensed Consolidated Statements of Cash Flows</u>	7
	<u>Notes to Unaudited Condensed Consolidated Financial Statements</u>	8
2	<u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	23
3	<u>Quantitative and Qualitative Disclosures About Market Risk</u>	46
4	<u>Controls and Procedures</u>	46
	PART II. OTHER INFORMATION	
1	<u>Legal Proceedings</u>	46
1A	<u>Risk Factors</u>	46
2	<u>Unregistered Sales of Equity Securities and Use of Proceeds</u>	47
3	<u>Defaults Upon Senior Securities</u>	47
4	<u>Mine Safety Disclosures</u>	47
5	<u>Other Information</u>	47
6	<u>Exhibits</u>	48
	<u>Signatures</u>	49
2		

PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

VECTREN CORPORATION AND SUBSIDIARY COMPANIES
 CONDENSED CONSOLIDATED BALANCE SHEETS
 (Unaudited – In millions)

	September 30, 2013	December 31, 2012
ASSETS		
Current Assets		
Cash & cash equivalents	\$9.3	\$19.5
Accounts receivable - less reserves of \$5.7 & \$6.8, respectively	265.8	216.7
Accrued unbilled revenues	74.7	185.0
Inventories	138.4	158.6
Recoverable fuel & natural gas costs	19.5	25.3
Prepayments & other current assets	100.0	73.3
Total current assets	607.7	678.4
Utility Plant		
Original cost	5,326.9	5,176.8
Less: accumulated depreciation & amortization	2,136.3	2,057.2
Net utility plant	3,190.6	3,119.6
Investments in unconsolidated affiliates	25.2	78.1
Other utility & corporate investments	34.7	34.6
Other nonutility investments	35.6	24.9
Nonutility plant - net	626.3	598.0
Goodwill - net	262.3	262.3
Regulatory assets	261.6	252.7
Other assets	36.3	40.5
TOTAL ASSETS	\$5,080.3	\$5,089.1

The accompanying notes are an integral part of these condensed consolidated financial statements.

VECTREN CORPORATION AND SUBSIDIARY COMPANIES
 CONDENSED CONSOLIDATED BALANCE SHEETS
 (Unaudited – In millions)

	September 30, 2013	December 31, 2012
LIABILITIES & SHAREHOLDERS' EQUITY		
Current Liabilities		
Accounts payable	\$159.5	\$180.6
Accounts payable to affiliated companies	—	29.7
Accrued liabilities	167.7	198.8
Short-term borrowings	249.2	278.8
Current maturities of long-term debt	30.3	106.4
Total current liabilities	606.7	794.3
Long-term Debt - Net of Current Maturities	1,627.0	1,553.4
Deferred Income Taxes & Other Liabilities		
Deferred income taxes	709.0	637.2
Regulatory liabilities	381.9	364.2
Deferred credits & other liabilities	224.1	213.9
Total deferred credits & other liabilities	1,315.0	1,215.3
Commitments & Contingencies (Notes 7, 9-11)		
Common Shareholders' Equity		
Common stock (no par value) – issued & outstanding 82.4 & 82.2 shares, respectively	707.6	700.5
Retained earnings	825.5	829.9
Accumulated other comprehensive (loss)	(1.5) (4.3
Total common shareholders' equity	1,531.6	1,526.1
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	\$5,080.3	\$5,089.1

The accompanying notes are an integral part of these condensed consolidated financial statements.

VECTREN CORPORATION AND SUBSIDIARY COMPANIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
(Unaudited – in millions, except per share amounts)

Three Months Ended