ENTERED JUL 26 2016

BEFORE THE PUBLIC UTILITY COMMISSION

OF OREGON

UM 1722

In the Matter of

PUBLIC UTILITY COMMISSION OF OREGON

ORDER

Investigation into Recovery of Safety Costs by Natural Gas Utilities.

DISPOSITION: AMENDED PROPOSED BUDGET FOR ISSUE FUND GRANT APPROVED

On January 4, 2016, we approved the Citizens' Utility Board of Oregon's (CUB) proposed budget in the amount of \$15,000 to be split evenly among the 2016 Issue Funds of the natural gas companies. On July 25, 2016 CUB filed an amended proposed budget for an Issue Fund Grant in this proceeding. CUB's amended proposed budget shows eligible expense in the amount of \$30,000; and it seeks an Issue Fund Grant in the amount of \$24,000. In support of its request, CUB states that there is good cause to support approving the amended budget because the scope, complexity of issues, and changes in the schedule resulted in the need for additional funding that was not originally anticipated when CUB submitted its initial proposed budget, and docket activity is ongoing.

The Third Amended and Restated Intervenor Funding Agreement (IFA), approved by the Commission in Order No. 15-335, provides that precertified intervenors must submit a proposed issue fund budget to the Commission that contains, at a minimum, the following information:

- 1) A statement of the work to be performed;
- 2) A description of the areas to be investigated;
- A description of the particular customer class(es) that will benefit from the intervenor's participation;
- 4) Identification of the specific fund accounts from which the intervenor is seeking monies and an estimate of the amount of available funds in that account;
- 5) A budget showing estimated attorney, consultant and expert witness fees, which may include the cost for appropriate support staff and operations support; and

6) A representation that the intervenor will use matching funds in the form of either in-house resources or outside funding to account for or pay at least 20 percent of the eligible expenses for which the intervenor is seeking an Issue Fund Grant.

Once a proposed budget is received, the Commission decides whether Issue Fund Grants are available for use based on factors identified in the IFA. The Commission has the authority to accept, deny or partially deny the request, and may place reasonable conditions on the grant.

CUB was automatically precertified to receive Issue Fund Grants under Section 5.2(a) of the IFA and OAR 860-001-0120(3)(a). CUB's amended proposed budget includes the requisite information and reflects the current schedule adopted in this docket.

In light of the issues being addressed, the complexity of the issues and the significant policy decisions to be made, the Commission believes that CUB's amended proposed budget is reasonable and should be approved.

ORDER

IT IS ORDERED that:

- 1. The Citizens' Utility Board of Oregon's amended proposed budget for an Issue Fund Grant is approved.
- 2. An Issue Fund Grant is approved up to \$24,000 split between the utilities as follows: \$8,000 from the 2016 Northwest Natural Gas Company, dba NW Natural Issue Fund; \$8,000 from the 2016 Avista Corporation, dba Avista Utilities Issue Fund; and \$8,000 from the 2016 Cascade Natural Gas Corporation Issue Fund.

Made, entered, and effective



Michael Grant
Chief Administrative Law Judge
Administrative Hearings Division