

ORDER NO. 17 002

ENTERED JAN 05 2017

**BEFORE THE PUBLIC UTILITY COMMISSION
OF OREGON**

UM 1722

In the Matter of

PUBLIC UTILITY COMMISSION OF
OREGON,

Investigation into Recovery of Safety Costs
by Natural Gas Utilities.

ORDER

DISPOSITION: ISSUE FUND GRANT REQUEST APPROVED

On December 30, 2106, the Northwest Industrial Gas Users (NWIGU) filed a Request for Payment of its Issue Fund Grants from Northwest Natural Gas Company, dba NW Natural; Avista Corporation, dba Avista Utilities; and Cascade Natural Gas Corporation. Section 7.3 of the Third Amended and Restated Intervenor Funding Agreement (Agreement), adopted by the Commission in Order No. 15-335, governs the procedures for payment of Issue Fund Grants. NWIGU was precertified to receive Issue Fund Grants on February 3, 2004, in Order No. 04-055.

NWIGU asks for a final payment of \$853.15 from each of the above-listed utilities' Issue Funds and states that the remaining balance of the approved budget may be released back to the utilities' Issue Funds. Under the Agreement, the Request for Payment must:

- 1) Itemize the expenses, payees and hourly rates of amount to be reimbursed;
- 2) Demonstrate that the expenses are reasonable and are directly attributable to issues and positions pursued on behalf of a particular customer class and consistent with the intervenor's proposed budget;
- 3) Provide information sufficient to show that the intervenor has complied with any conditions imposed on the Issue Fund Grant; and
- 4) Specify whether the request for payment is for a progress payment or a final payment and indicate whether any approved budget amount may be released back to the applicable Issue Fund.

Further, under the terms of the Agreement, NWIGU must establish that it has "used in-house resources or outside funding for at least 20 percent of the Eligible Expenses for an Eligible Proceeding." Agreement at 22. NWIGU provided the required documentation in its request.

The Agreement provides that the Commission shall make a determination in each proceeding as to how the participating utilities are to recover the funding grants from the various customer classes. Under Section 7.7(b), Issue Fund Grants should be allocated so as to fairly align the costs of the advocacy with the intended potential beneficiaries of the advocacy. Agreement at 24. The Commission has considered the intended beneficiaries, and finds that the issue fund expenditures should be allocated to the industrial customers of the three natural gas utilities.

The Commission finds that NWIGU has met the requirements of the Agreement, and its request should be approved. Section 7.8 of the Agreement provides that the utility shall pay the Issue Fund Grant to the requesting intervenor within 30 days after receipt of Commission directive. The balance of the approved budget should be made available to each of the utilities' Issue Funds.¹

ORDER

IT IS ORDERED that:

1. The Northwest Industrial Gas Users have met the requirements of the Third Amended and Restated Intervenor Funding Agreement, and its request is approved.
2. Northwest Natural Gas Company, dba NW Natural pay \$853.15 from the NW Natural Issue Fund to the Northwest Industrial Gas Users within 30 days after receipt of this Order, and the grant be assessed to NW Natural's industrial customers.
3. Avista Corporation, dba Avista Utilities pay \$853.15 from the Avista Utilities Issue Fund to the Northwest Industrial Gas Users within 30 days after receipt of this Order, and the grant be assessed to Avista Utilities' industrial customers.

¹ The remaining balance to each utility's issue fund is \$1,565.39.

ORDER NO. 17 002

4. Natural Gas Corporation pay \$853.15 from the Cascade Natural Gas Issue Fund to the Northwest Industrial Gas Users within 30 days after receipt of this Order, and the grant be assessed to Cascade Natural Gas's industrial customers.

Made, entered, and effective JAN 05 2017.



A handwritten signature in blue ink, appearing to read "Michael Grant", written over a horizontal line.

Michael Grant
Chief Administrative Law Judge
Administrative Hearings Division