

#### Avista Corp.

1411 East Mission P.O. Box 3727 Spokane. Washington 99220-0500 Telephone 509-489-0500 Toll Free 800-727-9170

March 13, 2020

Public Utility Commission of Oregon Attn: Filing Center 201 High St SE, Suite 100 Salem, Oregon 97301

#### RE: Advice 20-02-G/UG-389 - Avista Corporation's Request for General Rate Revision

In accordance with Oregon Administrative Rules, Avista Corp., dba Avista Utilities (Avista or Company), respectfully submits an original and 19 copies of the Company's trial brief, testimony and associated exhibits in support of its request for a general rate revision associated with the Company's Tariff P.U.C OR. No. 5. Also enclosed with this filing is a Motion for Protective Order. The Company is requesting the proposed revisions to the following enclosed tariff sheets:

Twenty-Second Revision Sheet 410 Twenty-First Revision Sheet 420 Nineteenth Revision Sheet 424 Original Sheet 425 Original Sheet 425A Original Sheet 439 Original Sheet 439A Original Sheet 439B	Canceling Canceling Canceling	Twenty-First Revision Sheet 410 Twentieth Revision Sheet 420 Eighteenth Revision Sheet 424
Nineteenth Revision Sheet 440 Twentieth Revision Sheet 444 Eighteenth Revision Sheet 456	Canceling Canceling Canceling	Eighteenth Revision Sheet 440 Nineteenth Revision Sheet 444 Seventeenth Revision Sheet 456

Please note that Exhibit 401 of Jody Morehouse is being provided in electronic format only due to the voluminous nature of the exhibit. Avista's CONFIDENTIAL Exhibit Nos. 202 and 204 are being provided under a sealed separate envelope, marked CONFIDENTIAL. Additionally, electronic copies of supporting work papers have also been included with this filing.

Copies of the Company's responses to the Standard Data Requests are being posted to the Huddle site. Please direct any questions regarding this filing to Annette Brandon at (509) 495-4324.

Jarrak Ehrbar for David Meyer

David J. Mever

Vice President and Chief Counsel for Regulatory and Governmental Affairs

Enclosure

#### CERTIFICATE OF SERVICE

**I HEREBY CERTIFY** that I have this day served Direct Testimony and Exhibits in the Oregon Natural Gas General Rate Case Filing of Avista Utilities, a division of Avista Corporation, (Advice 20-02-G/UG-389) upon the parties listed below by mailing a copy thereof, postage prepaid and/or by electronic mail.

Bob Jenks
Citizens' Utilities Board
610 SW Broadway, Suite 400
Portland, OR 97205-3404
dockets@oregoncub.org
bob@oregoncub.org
Mike@oregoncub.org

Edward A. Finklea Executive Director Alliance of Western Energy Consumers 545 Grandview Drive Ashland, OR 97520 efinklea@nwigu.org Marianne Gardner
Public Utility Commission of Oregon
201 High St SE, Suite 100
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marianne.gardner@state.or.us

Chad Stokes
Tommy A. Brooks
Cable Huston Benedict
Haagensen & Lloyd, LLP
14558 SW Broadway, Suite 1500
Portland, OR 97201
cstokes@cablehuston.com
tbrooks@cablehuston.com

I declare under penalty of perjury that the foregoing is true and correct.

Dated at Spokane, Washington this 13th day of March 2020.

/s/ Paul Kimball
Paul Kimball

Manager of Compliance & Discovery



# BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON

DOCKET NO. UG-389

JOSEPH D. MILLER Exhibit No. 901

**Present Natural Gas Service Tariffs** 

#### **SCHEDULE 410**

#### GENERAL RESIDENTIAL NATURAL GAS SERVICE - OREGON

#### APPLICABILITY:

Applicable to residential natural gas service for all purposes.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.)

RATES:

Per Meter

Per Month

**Customer Charge:** 

\$10.00

Commodity Charge Per Therm:

Base Rate

\$0.63943

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#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 461 – Purchased Gas Cost Adjustment, Schedule 462 – Gas Cost Rate Adjustment, Schedule 469 – Public Purpose Funding, Schedule 474 – Temporary Federal Income Tax Rate Credit, Schedule 475 – Decoupling Mechanism, Schedule 476 – Intervenor Funding, Schedule 477 – Residual Deferral Account, Schedule 478 – DSM Cost Recovery, and Schedule 493 – Low Income Rate Assistance Program.

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#### MINIMUM CHARGE:

The Customer Charge constitutes the Minimum Charge.

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Advice No. Issued 19-09-G October 15, 2019 Effective For Service On & After

January 15, 2020

Issued by

Avista Utilities

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#### SCHEDULE 424

#### LARGE GENERAL AND INDUSTRIAL NATURAL GAS SERVICE - OREGON

#### APPLICABILITY:

Applicable to large commercial and industrial use customers where at least 75% of the natural gas requirements are for uses other than space heating and where adequate capacity exists in the Company's system. Customers served under this schedule must use a minimum of 29,000 therms annually.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.)

RATES:

Per Meter Per Month

**Customer Charge:** 

\$50.00

Commodity Charge Per Therm:

Base Rate

\$0.13887

#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 461 – Purchased Gas Cost Adjustment, Schedule 462 – Gas Cost Rate Adjustment, Schedule 469 – Public Purpose Funding, Schedule 474 – Temporary Federal Income Tax Rate Credit, Schedule 475 – Decoupling Mechanism, Schedule 476 – Intervenor Funding, Schedule 477 – Residual Deferral Account, and Schedule 478 – DSM Cost Recovery.

#### MINIMUM CHARGE:

The minimum monthly charge shall consist of the Monthly Customer Charge.

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Advice No. 19-09-G Issued October 15, 2019 Effective For Service On & After January 15, 2020

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#### SCHEDULE 420 GENERAL NATURAL GAS SERVICE - OREGON

#### APPLICABILITY:

Applicable to commercial and small industrial natural gas service for all purposes.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.)

RATES:

Per Meter Per Month

**Customer Charge:** 

\$17.00

Commodity Charge Per Therm:

Base Rate

\$0.58382

#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 461 – Purchased Gas Cost Adjustment, Schedule 462 – Gas Cost Rate Adjustment, Schedule 469 – Public Purpose Funding, Schedule 474 – Temporary Federal Income Tax Rate Credit, Schedule 475 – Decoupling Mechanism, Schedule 476 – Intervenor Funding, Schedule 477 – Residual Deferral Account, and Schedule 478 – DSM Cost Recovery.

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Minimum Charge:

The Customer Charge constitutes the Minimum Charge.

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Advice No. Issued 19-09-G October 15, 2019 Effective For Service On & After

January 15, 2020

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Avista Utilities

#### SCHEDULE 440

#### INTERRUPTIBLE NATURAL GAS SERVICE FOR LARGE COMMERCIAL AND INDUSTRIAL - OREGON

#### APPLICABILITY:

Applicable, subject to interruptions in capacity and supply, for large commercial and industrial use where capacity in excess of the existing requirements of firm sales and transportation customers exists in the Company's system. Customers served under this schedule must use a minimum of 50,000 therms annually.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.)

RATES:

Per Meter Per Month

Commodity Charge Per Therm:

Base Rate

\$0.11652

#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 461 – Purchased Gas Cost Adjustment, Schedule 462 – Gas Cost Rate Adjustment, Schedule 474 – Temporary Federal Income Tax Rate Credit, Schedule 475 – Decoupling Mechanism, Schedule 476 – Intervenor Funding, and Schedule 477 – Residual Deferral Account.

#### ANNUAL MINIMUM CHARGE:

Each Customer shall be subject to an Annual Minimum Charge if their gas usage during the prior year does not equal or exceed 50,000 therms. Such Annual Minimum Charge shall be determined by subtracting their actual usage for a twelve-month period from 50,000 therms multiplied by 11.652 cents per therm.

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January 15, 2020

Issued by

Avista Utilities

By

Patrick Ehrbar, Director of Regulatory Affairs

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#### SCHEDULE 444

#### SEASONAL NATURAL GAS SERVICE - OREGON

#### APPLICABILITY:

Applicable for natural gas service to customers whose entire natural gas requirements for any calendar year are supplied during the period from and after March 1, and continuing through November 30, of each year.

Service under this schedule is not available to any "essential agricultural user" or "high priority user" (as defined in section 281.203(a), Title 18, Code of Federal Regulations), who has requested protection from curtailment, as contemplated by Section 401 of the NGPA (Public Law 95-261). An "essential agricultural" or "high-priority" user receiving service under this schedule can obtain protection from curtailment by requesting transfer to the appropriate firm rate schedule of the Company.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.)

RATES:

Per Meter Per Month

Commodity Charge Per Therm:

Base Rate

\$0.17155

#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 461 – Purchased Gas Cost Adjustment, Schedule 462 – Gas Cost Rate Adjustment, Schedule 469 – Public Purpose Funding, Schedule 474 – Temporary Federal Income Tax Rate Credit, Schedule 475 – Decoupling Mechanism, Schedule 476 – Intervenor Funding, Schedule 477 – Residual Deferral Account, and Schedule 478 – DSM Cost Recovery.

#### MINIMUM CHARGE:

\$5,810.92 of base revenue per season.

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Advice No. Issued 19-09-G October 15, 2019 Effective For Service On & After

January 15, 2020

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Avista Utilities

#### SCHEDULE 456

INTERRUPTIBLE TRANSPORTATION OF CUSTOMER-OWNED NATURAL GAS FOR LARGE COMMERCIAL AND INDUSTRIAL SERVICE - OREGON

#### APPLICABILITY:

Applicable, subject to interruptions in capacity and supply, for the transportation of customer-owned natural gas for large commercial and industrial use where capacity in excess of the existing requirements of firm sales and transportation customers exists in the Company's system. Customers served under this schedule must transport over the Company's system a minimum of 225,000 therms annually.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.)

RATES:	Per Meter <u>Per Month</u>
Customer Charge:	\$275.00
Volumetric Charge Per Therm:	
First 10,000	\$0.15876
Next 20,000	\$0.09555
Next 20,000	\$0.07853
Next 200,000	\$0.06147
All Additional	\$0.03118
OTHER CHARGES:	
The above Monthly Rates are subject to	o increases or decreases as set forth in

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The above Monthly Rates are subject to increases or decreases as set forth in Schedule 474 – Temporary Federal Income Tax Rate Credit, Schedule 476 – Intervenor Funding, and Schedule 477 – Residual Deferral Account.

#### MINIMUM CHARGE:

The minimum monthly charge shall be \$2,698.69 per month, accumulative annually. The minimum is based on 18,750 therms per month (225,000 therms annually), plus the monthly customer charge. The minimum charge is based on base revenues only.

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Issued by Avista Utilities

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Patrick Ehrbar, Director of Regulatory Affairs



# BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON

DOCKET NO. UG-389

JOSEPH D. MILLER Exhibit No. 902

**Proposed Natural Gas Service Tariffs** 

#### SCHEDULE 410

#### GENERAL RESIDENTIAL NATURAL GAS SERVICE - OREGON

#### APPLICABILITY:

Applicable to residential natural gas service for all purposes.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.).

RATES:

Per Meter

Per Month

**Customer Charge:** 

\$11.00

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Commodity Charge Per Therm:

Base Rate

\$0.70193

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#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 461 - Purchased Gas Cost Adjustment, Schedule 462 - Gas Cost Rate Adjustment, Schedule 469 - Public Purpose Funding, Schedule 474 -Temporary Federal Income Tax Rate Credit, Schedule 475 - Decoupling Mechanism, Schedule 476 - Intervenor Funding, Schedule 477 - Residual Deferral Account, Schedule 478 - DSM Cost Recovery, Schedule 493 - Low Income Rate Assistance Program, and any other charges approved by the Commission.

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#### MINIMUM CHARGE:

The Customer Charge constitutes the Minimum Charge.

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March 16, 2020

Effective For Service On & After

April 15, 2020

Avista Utilities Issued by

Patrick Ehrbar, Director of Regulatory Affairs

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### SCHEDULE 420 GENERAL NATURAL GAS SERVICE - OREGON

#### APPLICABILITY:

Applicable to commercial and small industrial natural gas service for all purposes.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.).

RATES: Per Meter

Per Month

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Customer Charge: \$19.00

Commodity Charge Per Therm:

Base Rate \$0.64769 (I)

#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 461 – Purchased Gas Cost Adjustment, Schedule 462 – Gas Cost Rate Adjustment, Schedule 469 – Public Purpose Funding, Schedule 474 – Temporary Federal Income Tax Rate Credit, Schedule 475 – Decoupling Mechanism, Schedule 476 – Intervenor Funding, Schedule 477 – Residual Deferral Account, Schedule 478 – DSM Cost Recovery, and any other charges approved by the Commission.

Minimum Charge:

The Customer Charge constitutes the Minimum Charge.

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Advice No. 20-02-G Issued March 16, 2020

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Patrick Ehrbar, Director of Regulatory Affairs

#### SCHEDULE 424

#### LARGE GENERAL AND INDUSTRIAL NATURAL GAS SERVICE - OREGON

#### APPLICABILITY:

Applicable to large commercial and industrial use customers where at least 75% of the natural gas requirements are for uses other than space heating and where adequate capacity exists in the Company's system. Customers served under this schedule must use a minimum of 29,000 therms annually.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.).

RATES:

Per Meter Per Month

Customer Charge:

\$55.00

Commodity Charge Per Therm:

Base Rate

\$0.14517

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#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 461 - Purchased Gas Cost Adjustment, Schedule 462 - Gas Cost Rate Adjustment, Schedule 469 - Public Purpose Funding, Schedule 474 -Temporary Federal Income Tax Rate Credit, Schedule 475 - Decoupling Mechanism, Schedule 476 - Intervenor Funding, Schedule 477 - Residual Deferral Account, Schedule 478 - DSM Cost Recovery, and any other charges approved by the Commission.

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#### MINIMUM CHARGE:

The minimum monthly charge shall consist of the Monthly Customer Charge.

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Effective For Service On & After

April 15, 2020

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Avista Utilities

Patrick Ehrbar, Director of Regulatory Affairs

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#### SCHEDULE 425

TRANSPORTATION OF CUSTOMER-OWNED NATURAL GAS FOR LARGE COMMERCIAL AND INDUSTRIAL SERVICE -- OREGON

#### APPLICABILITY:

Applicable for the transportation of customer-owned natural gas to large commercial and industrial use customers where at least 75% of the natural gas requirements are for uses other than space heating and where adequate capacity exists in the Company's system. Customers served under this schedule must use a minimum of 29,000 therms annually.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.).

RATES:

Per Meter

Per Month

**Customer Charge:** 

\$55.00

Commodity Charge Per Therm:

Base Rate

\$0.14517

#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 469 – Public Purpose Funding, Schedule 474 – Temporary Federal Income Tax Rate Credit, Schedule 475 – Decoupling Mechanism, Schedule 476 – Intervenor Funding, Schedule 477 – Residual Deferral Account, Schedule 478 – DSM Cost Recovery, and any other charges approved by the Commission.

#### MINIMUM CHARGE:

The minimum monthly charge shall consist of the Monthly Customer Charge.

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Advice No. Issued

20-02-G

March 16, 2020

Effective For Service On & After

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Avista Utilities

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Patrick Ehrbar, Director of Regulatory Affairs

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#### SCHEDULE 425 (continued)

### TRANSPORTATION OF CUSTOMER-OWNED NATURAL GAS FOR LARGE COMMERCIAL AND INDUSTRIAL SERVICE - OREGON

#### TERMS AND CONDITIONS:

- 1. The above Commodity Charge Per Therm is subject to the provisions of "Other Charges" listed above.
- 2. Service hereunder shall be provided subject to execution of a contract between the Customer and the Company for a term of not less than one year. The contract shall also specify the maximum daily volume of natural gas to be transported.
- 3. Service under this schedule is not available to any Customer who has requested protection from curtailment. A Customer receiving service under this schedule may only obtain protection from curtailment by requesting transfer to the appropriate firm rate schedule of the Company, for the minimum term specified therein.
- 4. Service under this schedule shall be subject to the terms and conditions described in the Company's Rule 14, Plan for Natural Gas Service Curtailment, and Rule 21, Natural Gas Transportation Terms and Conditions.

Advice No. 20-02-G Issued March 16, 2020 Effective For Service On & After April 15, 2020

Issued by Avista Utilities

Patrick Ehrbar, Director of Regulatory Affairs

Fatuit D. Ehrbar

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#### SCHEDULE 439

INTERRUPTIBLE TRANSPORTATION OF CUSTOMER-OWNED NATURAL GAS FOR LARGE COMMERCIAL AND INDUSTRIAL SERVICE - OREGON

#### APPLICABILITY:

Applicable for the transportation of customer-owned natural gas, subject to interruptions in capacity and supply, for large commercial and industrial use where capacity in excess of the existing requirements of firm sales and transportation customers exists in the Company's system. Customers served under this schedule must use a minimum of 50,000 therms annually.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.).

RATES:

Per Meter

Per Month

Commodity Charge Per Therm:

Base Rate

\$0.12222

#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 474 – Temporary Federal Income Tax Rate Credit, Schedule 475 – Decoupling Mechanism, Schedule 476 – Intervenor Funding, Schedule 477 – Residual Deferral Account, and any other charges approved by the Commission.

#### ANNUAL MINIMUM CHARGE:

Each Customer shall be subject to an Annual Minimum Charge if their gas usage during the prior year does not equal or exceed 50,000 therms. Such Annual Minimum Charge shall be determined by subtracting their actual usage for a twelve-month period from 50,000 therms multiplied by 12.222 cents per therm.

(N)

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Advice No. Issued

20-02-G

March 16, 2020

Effective For Service On & After

April 15, 2020

Issued by Avista Utilities

Patrick Ehrbar, Director of Regulatory Affairs

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#### SCHEDULE 439 (continued)

#### INTERRUPTIBLE TRANSPORTATION OF CUSTOMER-OWNED NATURAL GAS FOR LARGE COMMERCIAL AND INDUSTRIAL SERVICE - OREGON

#### TERMS AND CONDITIONS:

- 1. The above Commodity Charge Per Therm is subject to the provisions of "Other Charges" listed above.
- 2. Service hereunder shall be provided subject to execution of a contract between the Customer and the Company for a term of not less than one year. The contract shall also specify the maximum daily volume of gas to be transported.
- 3. Service under this schedule is not available to any Customer who has requested protection from curtailment. A Customer receiving service under this schedule may only obtain protection from curtailment by requesting transfer to the appropriate firm rate schedule of the Company, for the minimum term specified therein.
- 4. Service under this schedule shall be subject to the terms and conditions described in the Company's Rule 21, Natural Gas Transportation Terms and Conditions.
- 5. Service under this schedule shall be subject to interruption at such times and in such amounts as, in the Company's judgment, interruption is necessary. Avista will not be liable for damages occasioned by interruption of service supplied under this schedule. In addition, service under this schedule shall be subject to Curtailment conditions in accordance with the Company's Rule 14, "Plan for Natural Gas Service Curtailment."
- 6. Avista recommends that the Customer, at their expense, provide and maintain standby facilities to continue operations with a substitute fuel in the event of partial Curtailment or total interruption of the natural gas supply. In the event that the Customer does not have adequate standby facilities, Avista will not be liable for damages occasioned by the curtailment or interruption of service supplied under this schedule.

Advice No. 20-02-G Issued March 16, 2020 Effective For Service On & After April 15, 2020

Issued by Avista Utilities

Patrick Ehrbar, Director of Regulatory Affairs

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#### SCHEDULE 439 (continued)

- Upon the request of Avista, Customer shall read the Company's meter at the beginning of each day and report said reading to Avista daily; further, Customer shall from time to time submit estimates of its daily, monthly and annual volumes of natural gas required hereunder, including peak day requirements, together with such other operating data as Avista may require in order to schedule its operations and to meet its system requirements.
- Customers served under this schedule who desire to change rate schedules must provide written notice to the Company at least ninety (90) days prior to the effective date of the desired schedule change. At the Company's sole discretion, it may grant a Customer's request to transfer to a firm sales service schedule with less than ninety (90) days' notice. The availability for a Customer to change to a firm sales service schedule will be based on Avista's sole judgement that the existing distribution system has capacity adequate for the service requested by Customer. In the event that there is no availability for the Customer to change to a firm sales service schedule on their desired date due to capacity or natural gas supply constraints. Avista will provide an estimated date for when the Customer is able to change schedules.

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Advice No. Issued

20-02-G

March 16, 2020

Effective For Service On & After

April 15, 2020

Avista Utilities Issued by

Patrick Ehrbar, Director of Regulatory Affairs

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#### SCHEDULE 440

#### INTERRUPTIBLE NATURAL GAS SERVICE FOR LARGE COMMERCIAL AND INDUSTRIAL - OREGON

#### APPLICABILITY:

Applicable, subject to interruptions in capacity and supply, for large commercial and industrial use where capacity in excess of the existing requirements of firm sales and transportation customers exists in the Company's system. Customers served under this schedule must use a minimum of 50,000 therms annually.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.).

RATES:

Per Meter

Per Month

Commodity Charge Per Therm:

Base Rate

\$0.12222

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#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 461 – Purchased Gas Cost Adjustment, Schedule 462 – Gas Cost Rate Adjustment, Schedule 474 – Temporary Federal Income Tax Rate Credit, Schedule 475 – Decoupling Mechanism, Schedule 476 – Intervenor Funding, Schedule 477 – Residual Deferral Account, and any other charges approved by the Commission.

(N) (N)

#### ANNUAL MINIMUM CHARGE:

Each Customer shall be subject to an Annual Minimum Charge if their gas usage during the prior year does not equal or exceed 50,000 therms. Such Annual Minimum Charge shall be determined by subtracting their actual usage for a twelve-month period from 50,000 therms multiplied by 12.222 cents per therm.

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Advice No. Issued 20-02-G March 16, 2020 Effective For Service On & After

April 15, 2020

Issued by Avista Utilities

Patrick Ehrbar, Director of Regulatory Affairs

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#### SCHEDULE 444

#### SEASONAL NATURAL GAS SERVICE - OREGON

#### APPLICABILITY:

Applicable for natural gas service to customers whose entire natural gas requirements for any calendar year are supplied during the period from and after March 1, and continuing through November 30, of each year.

Service under this schedule is not available to any "essential agricultural user" or "high priority user" (as defined in section 281,203(a), Title 18, Code of Federal Regulations), who has requested protection from curtailment, as contemplated by Section 401 of the NGPA (Public Law 95-261). An "essential agricultural" or "high-priority" user receiving service under this schedule can obtain protection from curtailment by requesting transfer to the appropriate firm rate schedule of the Company.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.).

RATES:

Per Meter

Per Month

Commodity Charge Per Therm:

Base Rate

\$0.18002

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#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 461 - Purchased Gas Cost Adjustment, Schedule 462 - Gas Cost Rate Adjustment, Schedule 469 - Public Purpose Funding, Schedule 474 -Temporary Federal Income Tax Rate Credit, Schedule 475 - Decoupling Mechanism, Schedule 476 - Intervenor Funding, Schedule 477 - Residual Deferral Account, Schedule 478 - DSM Cost Recovery, and any other charges approved by the Commission.

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#### MINIMUM CHARGE:

\$6,097.82 of base revenue per season.

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Advice No. 20-02-G Issued

March 16, 2020

Effective For Service On & After April 15, 2020

Avista Utilities Issued by

Patrick Ehrbar, Director of Regulatory Affairs

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#### SCHEDULE 456

INTERRUPTIBLE TRANSPORTATION OF CUSTOMER-OWNED NATURAL GAS FOR LARGE COMMERCIAL AND INDUSTRIAL SERVICE -- OREGON

#### APPLICABILITY:

Applicable, subject to interruptions in capacity and supply, for the transportation of customer-owned natural gas for large commercial and industrial use where capacity in excess of the existing requirements of firm sales and transportation customers exists in the Company's system. Customers served under this schedule must transport over the Company's system a minimum of 225,000 therms annually.

#### TERRITORY:

This schedule is applicable to the entire territory in the State of Oregon served by the Company.

#### THERM:

The word "therm" means one hundred thousand British Thermal Units (100,000 B.T.U.).

RATES:	Per Meter Per Month	
Customer Charge:	\$300.00	(1)
Volumetric Charge Per Therm:		
First 10,000	\$0.16628	(1)
Next 20,000	\$0.10008	
Next 20,000	\$0.08225	(i)
Next 200,000	\$0.06438	(i)
All Additional	\$0.03266	(i)

#### OTHER CHARGES:

The above Monthly Rates are subject to increases or decreases as set forth in Schedule 474 – Temporary Federal Income Tax Rate Credit, Schedule 476 – Intervenor Funding, Schedule 477 – Residual Deferral Account, and any other charges approved by the Commission.

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#### MINIMUM CHARGE:

The minimum monthly charge shall be \$2,838.47 per month, accumulative annually. The minimum is based on 18,750 therms per month (225,000 therms annually), plus the monthly customer charge. The minimum charge is based on base revenues only.

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Advice No. 20-02-G Effective For Service On & After Issued March 16, 2020 April 15, 2020

Issued by Avista Utilities

Patrick Ehrbar, Director of Regulatory Affairs

Fatrick D. Elmbal



# BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON

DOCKET NO. UG-389

JOSEPH D. MILLER Exhibit No. 903

Rate Spread and Rate Design

#### Avista Utilities State of Oregon Comparison of Natural Gas Usage 2019 Weather-Normalized Actuals, and 2020-2021 Forecast

				Normalized	Avg.	Annual Use/	
Line		Calendar Usage	Weather Adj.	<u>Usage</u>	<u>Customers</u>	<u>Customer</u>	<u>Customer</u>
	Residential Sch 410						
1	2019 Actual	53,442,407	(537,890)	52,904,517	91,337	579.2	48.3
2	2020 Forecast	51,885,832		51,885,832	92,670	559.9	46.7
3	2021 Forecast	52,669,603		52,669,603	93,775	561.7	46.8
4							
5	Commercial Sch 420						
6	2019 Actual	29,936,580	(443,256)	29,493,324	11,812	2,497	208
7	2020 Forecast	28,820,853		28,820,853	11,925	2,417	201
8	2021 Forecast	29,002,292		29,002,292	12,026	2,412	201
9							
10	1 0 -1 - 0 -1 - 404						
11	Large Sales Schs. 424,		(DE 000)	40,000,000	101	00.480	0.400
12	2019 Actual	12,863,858	(35,000)	12,828,858	131	98,180	8,182
13	2020 Forecast	12,730,493		12,730,493	134	95,197	7,933
14	2021 Forecast	12,839,249		12,839,249	135	94,834	7,903
15 16							
	Total Cales Valumes						
17 18	Total Sales Volumes 2019 Actual			05 226 600	102 700		
19	2019 Addar 2020 Forecast			95,226,699	103,280		
20	2020 Forecast			93,437,178 94,511,145	104,729		
21	2021 Folecasi			94,511,145	105,936		
22							
23	Transport Schs. 447 &	AER					
24	2019 Actual	40,395,516		40,395,516	36	1,114,359	വാരമാ
25	2020 Forecast	38,638,619		38,638,619	35	1,103,961	92,863 91,997
26	2021 Forecast	38,706,546		38,706,546	35	1,105,901	92,158
27	2021 10/60031	50,100,040		00,700,540	30	1,100,801	52, 156
28							
29	Total Throughput						
30	2019 Actual			135,622,215			
31	2020 Forecast			132,075,798			
32	2021 Forecast			133,217,691			
33							
34							
35	Base Year v	s. Test Year Analy	/sis				
36	Residential Schedule 41						
37	Total Usage		-0.4%				
38	Use-Per-Čus	stomer	-3.1%				
39							
40	Commercial Schedule 42	20					
41	Total Usage		-1.7%				
42	Use-Per-Čus	stomer	-3.4%				

#### Avista Utilities Oregon - Natural Gas Pro Forma 12 Months Ended December 31, 2021

Line			OREGON	Residential Service		General Service		ge General Service	\$	muptible ervice	,	Service	Sen	vice	:	nsportation Service
No.	ICURRENT REVENUE		TOTAL	SCH 410		SCH 420	•	SCH 424	S	CH 440	8	CH 444	SCH			CH 456
,	COST OF GAS	\$	68,937,000	44,931,000		19,385,000		690,000		935,000		42,000		175,000		2,779,000
3	CURRENT DISTRIBUTION MARGIN	-\$	68,937,000 S	44,931,000	\$	19,385.000	ŝ	690,000	¢	935,000	S	42,000	\$	175,000	\$	2,779,000
4	% of Current Margin excl Sch 447	Ť	100.00%	65,34%	_	28.19%	_	1.00%	_	1.36%	Ť	0.06%	<del>-</del>	170,000		4.04%
5 6	Total Revenue Requirement Revenue Requirement as a Percent of Margin Revenue	\$	6,777,000 9.83%													
7	Percentage Applied to Overall Margin Increase			100.00%		112.37%		50.00%		50.00%		50.00%				50.00%
8	Increase as a Percent of Total Current Margin			9.83%		11.05%		4 92%		4,92%		4.92%				4,92%
9 10	PROPOSED MARGIN REVENUE INCREASE  Percentage Distribution Revenue Increase	\$	6,777,000 \$ 9.83%	4,417,039 9.83%	\$	2,141,425 11.05%	·	33,916 s	\$	45,959 4.92%	\$	2,064 4.92%			\$	136,598 4.92%
4.1	Cost of Service Proposed Margin			40.040.000	_				_		_				_	
	LRIC Based Target Margin (Line 25 of Anderson Exhibit 801 Page 1 of 3)	\$ <b>e</b>	75,714,000 \$ 75,714,000	49,348,039 49,398,497	\$	21,526,425 22,612,585	\$	723,916 3 <b>614,354</b>		980,959 <b>603,766</b>	\$	44,064 3 <b>2,731</b>		175,000 <b>284,695</b>		2,915,598 <b>2,167,372</b>
	Entro based Target Margin (Ente 25 of Anderson Exhibit ob 1 Fage 1 of 5)	ð	13,714,000	48,330,487		22,012,305		014,354		003,700		32,131		204,093		2,167,372
13	Relative Margin to Cost at Present Rates (Line 27 of Anderson Exhibit 801 Page 1 of 3)		1.00	1.00		0.94		1.23		1.70		1.41				1.41
14	Relative Margin to Cost at Proposed Rates		1.00	1.00		0.95		1.18		1.62		1.35				1.35
15	Movement Towards Unity			0%		18%		24%		11%		15%				15%
	Billed Revenue Percentage Billed Revenue Increase	\$	99,178,498 \$ 6.8%	63,250,489 <b>7.0%</b>	\$	28,608,680 7.5%		2,184,876 1.6%	\$ 2	,156,712 2.1%	\$	122,010 1. <b>7</b> %	\$	175,000 <b>0.0%</b>	\$	2,680,73 <u>1</u> 5.1%

# Avista Utilities Proposed Revenue Increase by Schedule Oregon - Natural Gas Pro Forma 12 Months Ended December 31, 2021 (000s of Dollars)

Line No.	Type of Service	Schedule Number	Distribution Revenue Under Present Rates	Proposed GRC Increase	Distribution Revenue Under Proposed Rates	Therms (000s)	Distribution Revenue Percentage Increase	Billed Revenue Under Present Rates	Proposed GRC Increase	Billed Revenue Under Proposed Rates	Billed Revenue Percentage Increase
	(a)	(p)	(c)	(d)	(e)	_ (f)	(g)	(h)	(i)	(j)	(k)
1	Residential	410	<b>\$44</b> ,931	\$4,417	\$49,348	52,670	9.8%	\$63,250	\$4,417	\$67,668	7.0%
2	General Service	420	\$19,385	\$2,141	\$21,526	29,002	11.0%	\$28,609	\$2,141	\$30,750	7.5%
3	Large General Service	424	\$690	\$34	\$724	4,568	5.0%	\$2,185	\$34	\$2,219	1.6%
4	Interruptible Service	440	\$935	\$46	\$981	8,026	4.9%	\$2,157	\$46	\$2,202	2.1%
5	Seasonal Service	444	\$42	\$2	\$44	245	4.9%	\$122	\$2	\$124	1.7%
6	Transportation Service	456	\$2,779	\$137	\$2,916	32,936	4.9%	<b>\$</b> 2,681	\$137	\$2,817	5.1%
7	Special Contract	447	\$175	\$0	\$175	5,771	0.0%	\$175	\$0	\$175	0.0%
8	Total		\$68,937	\$6,777	\$75,714	133,218	9.8%	\$99,178	\$6,777	\$105,955	6.8%

#### Avista Utilities Comparison of Present & Proposed Natural Gas Rates Oregon - Natural Gas

Present Base Rates	Base Tariff <u>Change</u>	Proposed Base Rates						
	Residential Service Schedule 4	10						
\$10.00 Customer Charge \$1.00/month \$11.00 Customer Charge								
All Therms - \$0.63943/Therm	\$0.06250/therm	All Therms - \$0.70193/Therm						
	General Service Schedule 42	0						
\$17.00 Customer Charge	\$2.00/month	\$19.00 Customer Charge						
All Therms - \$0.58382/Therm	\$0.06387/therm	All Therms - \$0.64769/Therm						
Large General S	ervice Schedule 424 and Propo	osed Schedule 425						
\$50.00 Customer Charge	\$5.00/month	\$55.00 Customer Charge						
All Therms - \$0.13887/Therm	\$0.00630/therm	All Therms - \$0.14517/Therm						
interruptible Se	rvice Schedule 440 and Propo	sed Schedule 439						
All Therms - \$0.11652/Therm	\$0.00570/therm	All Therms - \$0.12222/Therm						
	Seasonal Service Schedule 44	14						
All Therms - \$0.17155/Therm	\$0.00847/therm	All Therms - \$0.18002/Therm						
Seasonal Minimum Charge: 5,810.92		Seasonal Minimum Charge: \$ 6,097.82						
Tr	ansportation Service Schedule	456						
\$275.00 Customer Charge	\$25.00/month	\$300.00 Customer Charge						
1st 10,000 Therms - \$0.15876/Therm Next 20,000 Therms - \$0.09555/Therm Next 20,000 Therms - \$0.07853/Therm Next 200,000 Therms - \$0.06147/Therm Over 250,000 Therms - \$0.03118/Therm Schedule 456 Monthly Minimum Charge	\$0.00752/therm \$0.00453/therm \$0.00372/therm \$0.00291/therm \$0.00148/therm	1st 10,000 Therms - \$0.16628/Therm Next 20,000 Therms - \$0.10008/Therm Next 20,000 Therms - \$0.08225/Therm Next 200,000 Therms - \$0.06438/Therm Over 250,000 Therms - \$0.03266/Therm						
\$ 2,698.69		Schedule 456 Monthly Minimum Charge \$ 2,838.47						