

Public Utility Commission

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October 22, 2019



BY EMAIL NORTHWEST NATURAL GAS COMPANY, dba NW NATURAL Natasha Siores <u>Natasha.siores@nwnatural.com</u> <u>efiling@nwnatural.com</u>

RE: Advice No. 19-17

At the public meeting on October 22, 2019, the Commission adopted Staff's recommendation in this matter docketed as ADV 1020. The Staff Report and a receipted copy of the sheet in your advice filing are attached.

Nolan Moser Chief Administrative Law Judge Public Utility Commission of Oregon (503) 378-3098

ITEM NO. CA5

PUBLIC UTILITY COMMISSION OF OREGON STAFF REPORT PUBLIC MEETING DATE: October 22, 2019

REGULAR CONSENT X EFFECTIVE DATE November 1, 2019

- **DATE:** October 10, 2019
- **TO:** Public Utility Commission
- **FROM:** Brian Fjeldheim
- THROUGH: Jason Eisdorfer and Marianne Gardner SIGNED
- **SUBJECT:** <u>NORTHWEST NATURAL</u>: (Docket No. ADV 1020/Advice No. 19-17) Updates Schedule 167, General Adjustments to Rates.

STAFF RECOMMENDATION:

Staff recommends that Northwest Natural Gas Company's (NW Natural or Company) Advice No. 19-17, which is the Company's revisions to Schedule 167 – General Adjustment to Rates, be approved for service rendered on and after November 1, 2019.

DISCUSSION:

<u>Issue</u>

Whether the Commission should approve NW Natural's request to update its Schedule 167 - General Adjustments to Rates.

Applicable Rule or Law

ORS 757.205(1) states that a public utility must file schedules showing all rates, tolls, and charges for service that have been established and are in force at the time.

OAR 860-022-0025 requires that new tariff filings include statements showing the new rates, the number of customers affected, the impact on annual revenue, and the reasons supporting the proposed tariff.

Filings that make any change in rates, tolls, charges, rules or regulations must be filed with the Commission at least 30 days before the effective date of the changes.

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The Commission reviews tariffs filed under ORS 757.205 and 757.210 to determine whether they are fair, just, and reasonable.

<u>Analysis</u>

Background

NW Natural submitted this advice filing to the Commission on September 23, 2019, pursuant to ORS 757.205 and OAR 860-022-0025, with a requested effective date of November 1, 2019. With its filing, the Company proposes to revise Schedule 167 - General Adjustments to Rates, to reflect the changes in Company rates resulting from the most recent general rate case in Docket No. UG 344. The Company states this filing will have no impact on customer rates and is intended as a housekeeping adjustment to multiple rate schedules included in Schedule 167.

Schedule 167 is a summary of Company general rate changes by Rate Schedule and illustrates the effects of general rate changes approved by the Commission from the Company's latest rate case.

NW Natural's last general rate case was concluded in two phases. The Commission's adoption of the first all party stipulation and partial rejection of the second all party stipulation resulted in a rate increase that went into effect on November 1, 2018.¹ The Commission later adopted the third all party stipulation, resulting in a rate increase that went into effect on April 1, 2019.²

Upon conclusion of each phase of the latest rate case, the Company submitted revised tariff sheets for Commission review and approval. However, upon concluding the second phase of the latest rate case, the Company omitted an updated Schedule 167 in its subsequent compliance filing.

Staff review

Staff reviewed the contents and accuracy of this filing, the Company workpaper used to derive the rate changes in each customer rate class included in Schedule 167, and the current and superseded tariffs previously filed with the Commission. Staff also communicated with NW Natural by phone and email. Because Staff previously reviewed and recommended approval of the various tariffs associated with the rate increases effective November 1, 2018, and April 1, 2019, Staff did not perform additional review of the individual tariffs. Staff's review in this filing was limited solely to verification of the contents of Schedule 167.

¹ See Docket No. UG 344, Commission Order No. 18-419.

² *Id,* Commission Order No. 19-105.

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Conclusion

Staff verified the accuracy of the proposed revisions to Schedule 167 and agrees with NW Natural that this filing is a housekeeping item that reflects the cumulative effect of rate changes resulting from the latest rate case in Docket No. UG 344, which were previously approved by the Commission. Staff further agrees with the Company that this filing will have no impact on customer rates.

PROPOSED COMMISSION MOTION:

Approve NW Natural's Advice No. 19-17, which is the Company's revisions to Schedule 167 – General Adjustment to Rates, for service rendered on and after November 1, 2019.

NWN Docket No. ADV 1020/Advice No. 19-17

NORTHWEST NATURAL GAS COMPANY

P.U.C. Or. 25

Second Revision of Sheet 167-1 Cancels First Sheet 167-1

SCHEDULE 167 GENERAL ADJUSTMENTS TO RATES

PURPOSE:

To identify adjustments made to the billing rates stated in the Rate Schedules listed below to reflect the effects of general rate changes approved by the Commission under the authority of ORS 757.210

DESCRIPTION:

The general rate changes shown in this Schedule 167 reflect the outcome of a Commission investigation in Docket UG-344 initiated following a Company request to change rates due to increases or decreases in the cost of general utility operations.

APPLICABLE:

To Customers taking service under the following Rate Schedules of this Tariff: Rate Schedule 2 Rate Schedule 27

Rate Schedule 2	Rate Sche
Rate Schedule 3	Rate Sche

Schedule 27 Schedule 31 Rate Schedule 32 Rate Schedule 33

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RATE ADJUSTMENTS: Effective: April 1, 2019

The Base Rates stated in the listed Rate Schedules were adjusted as follows:

	Adjustment Amount				Adjustment Amount		
Schedule/Class	Customer Charge	Volumetric Charge		Schedule/Class	Customer Charge	Volumetric Charge	
02R	\$0.00	\$0.04301		03 CSF	\$0.00	\$0.03058	
27	\$0.00	\$0.03327		03 ISF	\$0.00	\$0.02628	

Schedule/ Class	Block	Amount	Schedule/ Class	Block	Amount	Schedule/ Class	Block	Amount
31 CSF	Cust. Charge	\$0.00	32 CSF	Cust. Charge	\$0.00	32 CSI	Cust. Charge	\$0.00
	Block 1	\$0.02469		Block 1	\$0.01752		Block 1	\$0.01117
	Block 2	\$0.02257		Block 2	\$0.01489		Block 2	\$0.00950
31CTF	Cust. Charge	\$0.00		Block 3	\$0.01052		Block 3	\$0.00671
	Block 1	\$0.02343		Block 4	\$0.00613		Block 4	\$0.00391
	Block 2	\$0.02142		Block 5	\$0.00000		Block 5	\$0.00224
31ISF	Cust. Charge	\$0.00		Block 6	\$0.00000		Block 6	\$0.00000
	Block 1	\$0.01783	32 ISF	Cust. Charge	\$0.00	32 ISI	Cust. Charge	\$0.00
	Block 2	\$0.01611		Block 1	\$0.01310		Block 1	\$0.01102
31 ITF	Cust. Charge	\$0.00		Block 2	\$0.01113		Block 2	\$0.00937
	Block 1	\$0.01863		Block 3	\$0.00786		Block 3	\$0.00661
	Block 2	\$0.01684		Block 4	\$0.00459		Block 4	\$0.00386
				Block 5	\$0.00000		Block 5	\$0.00221
				Block 6	\$0.00000		Block 6	\$0.00000
			32 ITF/CTF	Cust. Charge	\$0.00	32 CTI/ITI	Cust. Charge	\$0.00
				Block 1	\$0.01102		Block 1	\$0.00810
				Block 2	\$0.00937		Block 2	\$0.00689
				Block 3	\$0.00661		Block 3	\$0.00487
				Block 4	\$0.00386		Block 4	\$0.00284
				Block 5	\$0.00220		Block 5	\$0.00162
				Block 6	\$0.00110		Block 6	\$0.00081
						33	All	\$0.00000

GENERAL TERMS:

Service under this Rate Schedule is governed by the terms of this Rate Schedule, the General Rules and Regulations contained in this Tariff, any other schedules that by their terms or by the terms of this Schedule apply to service under this Schedule, and by all rules and regulations prescribed by regulatory authorities, as amended from time to time.

Issued September 23, 2019 NWN OPUC Advice No. 19-17 Received by OPUC Filing Center

09/23/2019

Effective with service on and after November 1, 2019