

DECISION MEMORANDUM

TO: COMMISSIONER KJELLANDER
COMMISSIONER RAPER
COMMISSIONER ANDERSON
COMMISSION SECRETARY
COMMISSION STAFF
LEGAL

FROM: MATT HUNTER
DEPUTY ATTORNEY GENERAL

DATE: SEPTEMBER 24, 2020

SUBJECT: IN THE MATTER OF INTERMOUNTAIN GAS COMPANY'S
APPLICATION FOR DETERMINATION OF 2019 ENERGY
EFFICIENCY EXPENSES AS PRUDENTLY INCURRED; CASE NO. INT-
G-20-06

On September 1, 2020, Intermountain Gas Company (“Company”) applied to the Commission for an order designating expenses associated with its 2019 residential Energy Efficiency Program (“EE Program”) as prudently incurred. Intermountain Gas requests that its application be processed under Modified Procedure.

BACKGROUND

In Case No. INT-G-17-03, the Company received the Commission’s authority to implement: 1) Rate Schedule EE—Residential Energy Efficiency Rebate Program, outlining the offerings of the EE Program; and 2) Rate Schedule EEC—Energy Efficiency Charge (“EE Charge”), establishing a per therm charge to fund the EE Program. *See* Order No. 33888; Application at 4. The EE Program is funded through collection from customers via the EE Charge of \$0.02093 per therm. Application at 6.

2019 EE Program Expenses

The Company asks the Commission to find the Company prudently incurred \$2,803,346 in EE Program expenses during 2019. *Id.* at 11. Of these expenses, \$2,054,550, or 73%, was spent on rebates paid directly to customers. *Id.* at 6. The remaining \$748,796 was incurred for labor, program delivery, conservation potential assessment, and market transformation. *Id.* at 7. The EE Charge revenue for 2019 was \$2,671,829. *Id.* at 6. The Company states that it does not plan to file for an adjustment to the EE Charge in 2020. *Id.* at 7.

