DECISION MEMORANDUM

TO:

COMMISSIONER KJELLANDER

COMMISSIONER RAPER COMMISSIONER ANDERSON COMMISSION SECRETARY

COMMISSION STAFF

LEGAL

FROM:

MICHAEL LOUIS

RILEY NEWTON

INT-G-21-05

DATE:

OCTOBER 8, 2021

SUBJECT:

INTERMOUNTAIN GAS COMPANY'S APPLICATION TO UPDATE

SECTION C OF THE GENERAL SERVICE PROVISIONS:

TARIFF ADVICE NO. 21-01.

On September 24, 2021, Intermountain Gas Company ("Company") filed Tariff Advice No. 21-01. The Company's Tariff Advice filing proposes updates to the Allowable Investment Factors, the Service Line Cost per Foot, and the construction overhead charge. The Tariff Advice also proposes revisions to tariff language to provide additional clarity to the tariff. The Company originally requested these changes to become effective on December 1, 2021.

The Company is required by Commission Order No. 34735 in Case No. INT-G-20-01 to file an annual tariff advice to update the Allowable Investment Factors, the Service Line Cost per Foot, and the construction overhead charge each year, by October 1. *See* Order No. 34735 at 9. This is the first update to the tariff since the new Line Extension Policy was approved in Case No. INT-G-20-01.

STAFF ANALYSIS AND RECOMMENDATION

Staff reviewed the Tariff Advice and believes additional time is needed to review the process and line extension since Order No. 34735 became effective. Staff also believes a case will allow additional transparency and an opportunity for developers and interested parties to witness the process and provide comments for the first update. Staff recommends the Tariff Advice be processed as a formal case, the effective date of December 1, 2021, be suspended and the case be processed under Modified Procedure with a 28-day comment period and a 7-day Company reply

period. The Company advises Staff that it concurs with this approach, but indicated it needs 30 days after the Order to process and verify the changes before the tariff becomes effective.

COMMISSION DECISION

Does the Commission wish to open a case, suspend the proposed effective date, and issue a Notice of Application and Notice of Modified Procedure setting a 28-day comment period and a 7-day Company reply period?

Michael Louis

Udmemos/Decision Memo Tariff Advice No. 21-01