

DECISION MEMORANDUM

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

FROM: CAMILLE CHRISTEN
DEPUTY ATTORNEY GENERAL

DATE: AUGUST 17, 2017

SUBJECT: THE APPLICATION OF INTERMOUNTAIN GAS COMPANY FOR
AUTHORITY TO CHANGE ITS PRICES, CASE NO. INT-G-17-05.

On August 14, 2017, Intermountain Gas Company applied to the Commission for authority to change its rates, effective October 1, 2017, to reflect changes in gas related costs. Application at 2-3.

THE APPLICATION

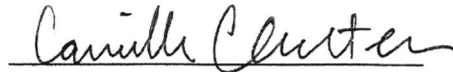
With this Application, Intermountain seeks to pass through to its customers changes in gas-related costs resulting from the following: (1) costs billed to Intermountain from firm transportation providers (including Northwest Pipeline LLC); (2) a decrease in Intermountain's Weighted Average Cost of Gas (WACOG); (3) an updated customer allocation of gas-related costs pursuant to the Company's Purchased Gas Cost Adjustment (PGA) provision; (4) the inclusion of temporary surcharges and credits for one year relating to natural gas purchases and interstate transportation costs from Intermountain's deferred gas cost accounts; (5) benefits resulting from Intermountain's management of its storage and firm capacity rights on various pipeline systems; and (6) costs accrued related to Intermountain's General Rate Case. *Id.* at 3-4. Intermountain also seeks authority to eliminate the temporary surcharges and credits included in its current prices during the past 12 months pursuant to Case No. INT-G-16-03. *Id.* The changes to the rates will decrease Intermountain's annualized revenues by \$19.2 million. *Id.* at 2. The changes will result in a price decrease to Intermountain's RS and GS-1 customers and a price increase to its LV-1, T-3, and T-4 customers. *Id.* at 4.

STAFF RECOMMENDATION

Staff recommends that the Commission issue a Notice of Application and Notice of Modified Procedure, with comments due September 14, 2017, and reply comments, if any, due September 20, 2017.

COMMISSION DECISION

Does the Commission wish to issue a Notice of Application and a Notice of Modified Procedure, with comments due September 14, 2017, and reply comments, if any, due September 20, 2017?



Camille Christen
Deputy Attorney General

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