BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of Liberty Utilities (Midstates)	File No. GT-2022-0233
Natural Gas) Corp. d/b/a Liberty (MNG),)	Tracking No. JG-2022-0230
Filing of its Revised Weather)	-
Normalization Adjustment Rider Tariff)	

STAFF RECOMMENDATION FOR APPROVAL OF TARIFF SHEETS TO ADJUST THE WEATHER NORMALIZATION ADJUSTMENT RIDER RATES OF LIBERTY NORTHWEST, LIBERTY WEST AND LIBERTY SOUTHEAST

COMES NOW the Staff of the Missouri Public Service Commission, by and through counsel, and respectfully states as follows:

- 1. On March 2, 2022, Liberty Utilities (Midstates Natural Gas) Corp. d/b/a Liberty (Liberty) filed four tariff sheets to revise its weather normalization adjustment rider (WNAR) rates for Liberty Northeast, Liberty West, and Liberty Southeast Districts to go into effect April 1, 2022. On March 4th, the Commission issued its *Order Directing Staff Recommendation and Setting Time for Responses* (Order) ordering Staff to file its Recommendation no later than March 16, 2022. These tariff sheets have issue dates of March 2, 2022 and effective dates of April 1, 2022.
- 2. Liberty filed four substitute tariff sheets on March 14, 2022, to incorporate errors in its summation of the rate components.
- 3. On March 15, 2022, Liberty filed a second set of substitute tariff sheets to address two minor errors in the substitutes for Sheet Nos. 67.3 and 67.4.
- 3. Accompanying this pleading, and incorporated herein by reference, is Staff's Memorandum recommending Commission approval of the WNAR rates Liberty filed in its March 15, 2022 substituted tariff sheets.

4. The effect of Liberty's WNAR tariff sheet filings means that residential customers of Liberty's Northeast and West Districts who used 100 Ccf of natural gas in a given billing month would see a \$5.00 bill increase from current effective rates. The effect on Liberty's residential customers of its Southeast District who used 100 Ccf of natural gas would see a \$3.58 bill increase from current effective rates. Staff notes that Liberty experienced warmer than normal weather in three of the rate districts, thus causing the WNAR rates to be positive toward the company when compared to the WNAR rates approved in Liberty's previous WNAR filing.

WHEREFORE, as set forth in Staff's Recommendation memorandum, Staff recommends the Commission issue an order approving the Liberty WNAR tariff sheets, as substituted March 15, 2022:

P.S.C. MO. No. 2

Eighth Revised Sheet No. 67.2 Cancelling Seventh Revised Sheet No. 67.2

P.S.C. MO. No. 2

Eighth Revised Sheet No. 67.3 Cancelling Seventh Revised Sheet No. 67.3

P.S.C. MO. No. 2

Eighth Revised Sheet No. 67.4 Cancelling Seventh Revised Sheet No. 67.4

P.S.C. MO. No. 2

Eighth Revised Sheet No. 67.5 Cancelling Seventh Revised Sheet No. 67.5

Respectfully submitted,

/s/ J. Scott Stacey

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CERTIFICATE OF SERVICE

I hereby certify that copies of the foregoing have been transmitted by electronic mail to counsel of record this 16th day of March, 2022.

/s/ J. Scott Stacey

MEMORANDUM

TO: Missouri Public Service Commission Official Case File

File No. GT-2022-0233, Tariff Tracking No. JG-2022-0230

Liberty Utilities

FROM: Hari Poudel, PhD, Economist, Tariff/Rate Design Department

/s/ Hari Poudel, PhD 3/16/2022 /s/ Scott Stacey 3/16/2022 Tariff/Rate Design / Date Staff Counsel Division / Date

SUBJECT: Staff Recommendation for the **Approval** of the Tariff Sheets Filed by Liberty

Utilities to adjust its Weather Normalization Adjustment Rider to go into effect on

April 1, 2022.

DATE: March 16, 2022

On March 2, 2022, Liberty Utilities filed four tariff sheets to adjust its weather normalization adjustment rider (WNAR) rates with a requested effective date of April 1, 2022. On March 4, 2022, the Commission directed Staff to file a recommendation regarding Weather Normalization Adjustment Rider (WNAR) tariff sheets in Tariff Tracking No. JG-2022-0230 no later than March 16, 2022. On March 14, 2022 Liberty filed its first set of substitute tariff sheets to address errors in the summation of the rate components. On March 15, 2022 Liberty filed a second set of substitute tariff sheets to address two minor errors in the substitutes for Sheet Nos. 67.3 and 67.4. Staff's Recommendation is based on the second set of substituted tariff sheets and the accuracy presumed therein.

Liberty's WNAR became effective on July 1, 2018. The purpose of the tariff is to adjust revenues for differences between actual heating degree days (AHDD) and normal heating degree days (NHDD). This is Liberty's eighth WNAR filing. Liberty's current and proposed rates are included in Table 1 below.

Table 1: Current and Proposed WNAR Rates by District and Class.

	Current		Proposed	
District	Residential	SGS	Residential	SGS
Northeast and West	-0.00321	-0.00068	0.04679	0.02220
Southeast	0.00889	0.00253	0.04472	0.01108

Liberty's service areas experienced warmer weather than normal. Therefore, proposed rates have more positive numbers in the Northeast, West, and Southeast rate districts. This means a residential customer that used 100 Ccf of natural gas in a given billing month would see an approximate \$5.00 increase in their bill from the currently effective WNAR rate if located in the

MO PSC CASE NO. GT-2022-0233 OFFICIAL CASE FILE MEMORANDUM March 16, 2022 Page 2 of 2

Northeast or West rate districts. Likewise, a residential customer in the Southeast rate district using 100 Ccf of gas would see an approximate \$3.58 increase in their bill from the currently effective WNAR rate.

Staff Recommendation

Staff has reviewed the following tariff sheets, and recommends approval of the following tariff sheets, as substituted on March 15, 2022, to go into effect for service on and after April 1, 2022, the requested effective date:

P.S.C. MO. No. 2

8th Revised Sheet No. 67.2 Cancelling 7th Revised Sheet No. 67.2

8th Revised Sheet No. 67.3 Cancelling 7th Revised Sheet No. 67.3

8th Revised Sheet No. 67.4 Cancelling 7th Revised Sheet No. 67.4

8th Revised Sheet No. 67.5 Cancelling 7th Revised Sheet No. 67.5

Staff has verified that Liberty Utilities has filed its Annual Report. Staff is not aware of any other matter pending before the Commission that affects or is affected by this tariff filing.

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of Liberty Uti Natural Gas) Corp. d/b/a Li Filing of its Revised Weath Adjustment Rider Tariff	iberty (MNG),)))	File No. GT-2022-0233 Tariff No. JG-2022-0230				
AFFIDAVIT OF HARI POUDEL, PhD							
STATE OF MISSOURI)) ss						
COUNTY OF COLE)						

COMES NOW, Hari Poudel, PhD, and on his oath declares that he is of sound mind and lawful age; that he contributed to the attached *Staff Recommendation in Memorandum form*; and that the same is true and correct according to his best knowledge and belief.

Further the Affiant sayeth not.

Hari Poudel, PhD

JURAT

Subscribed and sworn before me, a duly constituted and authorized Notary Public, in and for the County of Cole, State of Missouri, at my office in Jefferson City, on this 16th day of March, 2022.

Dianie L. Vaught Notary Public

DIANNA L. VAUGHT
Notary Public - Notary Seal
State of Missouri
Commissioned for Cole County
My Commission Expires: July 18, 2023
Commission Number: 15207377