

FILED  
September 2, 2014  
Data Center  
Missouri Public  
Service Commission

Issue: Revised Tariffs to Increase Annual Revenues for Natural Gas Service  
Exhibit No.: 403  
Exhibit Type: Direct  
Sponsoring Party: Missouri School Boards' Association  
Case No.: GR-2014-0086  
Date: August 19, 2014

**MISSOURI PUBLIC SERVICE COMMISSION**

**CASE NO. GR-2014-0086**

**EXHIBIT 403**

**STAFF RESPONSE TO MSBA DR 0234**

**ON BEHALF OF**

**MISSOURI SCHOOL BOARDS' ASSOCIATION**

**Jefferson City, Missouri  
August 19, 2014**

MSBA Exhibit No. 403  
Date 8-20-14 Reporter RF  
File No. GR-2014-0086

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**Staff Response to DR 234**

Questions: Regarding Staff's proposed CCOS and proposed rate design:

1. (a) Please provide the resultant rate schedule for all classes?

**Response: Staff assumes this question applies to the Rogersville District. The information below summarizes what the rate schedules would look like for Rogersville district per Staff's recommended rate design for GS, LGS, LVS, and Transport Classes.**

**GS – Customer Charge (per month) - \$ 88**

**LGS – Customer Charge (per month) – \$ 66.175**

**Maximum Commodity Charge (per Ccf) – \$ .5691**

**Minimum Commodity Charge (per Ccf) - \$ .113821**

**LVS – Customer Charge (per month) - \$ 397.05**

**Maximum Commodity Charge (per Ccf) - \$ .553223**

**Minimum Commodity Charge (per Ccf) - \$.066175**

**Transport – Customer Charge (per month) - \$ 397.05**

**Maximum Transportation Charge (per MMBtu) - \$ 4.7646**

**Minimum Transportation Charge (per MMBtu) - \$ .436755**

2. (b) Please provide the resultant percentage test year increases for the sub-class of school transportation customers at the Staff's proposed CCOS and rate design, including the Company's actual propane discount during the test year?

**Response: Staff is uncertain as to what is specifically "referenced" by Company's actual propane discount. Below are the results of the percentage increase for school transportation customers based on Staff's recommended rate increase as of August 7, 2014.**

	Total % Increase
Ava School District	70.18%
Rogersville School District	53.90%
Mansfield School District	54.87%
West Plains School District	48.41%
Willow Springs School District	72.47%
Mountain Grove School District	48.04%
Fordland School District	28.94%
Cabool School District	45.08%
Norwood School District	19.47%
Lebanon School District	59.12%
Seymour School District	33.53%

\*This percentage increase represents the increase from what the Schools are currently being charged on the Transportation Tariff to what the schools would be charged by shifting them to their applicable retail rate schedule and increasing rates based on Staff's rate design proposal including SFV for the GS class.

\*Retail rates were increased based upon Staff's overall rate increase for the Rogersville Rate District as of August 7<sup>th</sup>, 2014 which was 32.35%.

\*These are approximate percentage increases.

\*Actual test year usage was used to compute percent increase.

3. (c) Please provide the Test Year addition percentage increase to Transportation schools as a result of Staff's position on cashouts?

**Response:** School transport imbalances and the resultant cashouts are costs associated with the purchase of natural gas. School transport imbalances for the period of January 2013 through April 2014 are included in Jenkins Rebuttal, Schedule LJ-6. For January 2013 through April 2014, school transport customers were not cashed out, but carried the imbalances forward to work off in future months. Staff has not calculated the costs that would have been incurred had the school transport customers been cashed out in these months. The school transport nominations may have been different had they been cashed out, and thus the imbalances could have been different.

**It is not known what the school transport imbalances will be on a moving forward basis with cashouts in effect. Natural gas costs on a moving forward basis are also unknown.**

4. (d) Please provide the total percentage increase under a, b, and c for Transportation schools under Staff's proposed CCOS, rate design and cashout mechanism?

**Response:** Please see Staff responses to questions A, B, and C.

	Total % Increase (SFV)	Total % Increase (Two Part Rate)
<b>Ava School District</b>	68.11%	51.64%
<b>Rogersville School District</b>	53.90%	55.79%
<b>Mansfield School District</b>	54.87%	52.19%
<b>West Plains School District</b>	48.41%	56.29%
<b>Willow Springs School District</b>	72.47%	57.92%
<b>Mountain Grove School District</b>	48.04%	49.42%
<b>Fordland School District</b>	28.94%	28.94%
<b>Cabool School District</b>	45.08%	45.08%
<b>Norwood School District</b>	19.47%	19.47%
<b>Lebanon School District</b>	59.12%	59.23%
<b>Seymour School District</b>	33.53%	37.46%

\*This percentage increase represents the increase from what the Schools are currently being charged on the Transportation Tariff to what the schools would be charged by shifting them to their applicable retail rate schedule and increasing rates based on Staff's rate design proposal 1) including SFV for the GS class, 2) maintaining the two part rate with equal percentage across the board.

\*Retail rates were increased based upon Staff's overall rate increase for the Rogersville Rate District as of August 7<sup>th</sup>, 2014 which was 32.35%.

\*These are approximate percentage increases.

\*Actual test year usage was used to compute percent increase.