### STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 14<sup>th</sup> day of February, 2019.

In The Matter of Summit Natural Gas of Missouri, Inc. Changes to Company's Purchased Gas Adjustment (PGA) Clause

File No. GR-2018-0106

# **ORDER ESTABLISHING ACA BALANCE**

Issue Date: February 14, 2019

Effective Date: February 24, 2019

## **Procedural History**

This file was opened on October 25, 2017, to receive the 2016-2017 Actual Cost

)

Adjustment ("ACA") filing of Summit Natural Gas of Missouri (hereafter "Summit"). On

December 17, 2018, Staff filed a recommendation.

Staff proposed adjustments to Summit's Southern Service area. Staff also had several recommendations concerning Summit's billed revenue and actual gas cost, reliability analysis, gas supply planning, and hedging. Staff asked the Commission to order Summit to respond to Staff's concerns.

As ordered, Summit responded on February 1, 2019. Staff replied on February 4, 2019. Staff stated that the parties have no issues that require a procedural schedule, and asks that the Commission set Summit's ACA balance as reflected in its Recommendation, and close this case.

## Decision

The Commission has reviewed the pleadings. The Commission determines that the ending balances agreed upon by Staff and Summit are reasonable and should be approved. The below ACA balances are ordered.

| SMNG Service Area<br>Description<br>(+) Under-recovery<br>(-) Over-recovery | Ending Staff<br>Adjustments<br>Balances for<br>Per Filing 2016-<br>2017<br>ACA |     | Staff<br>Recommended<br>Ending Balances |
|---|--|-----|---|
| Prior ACA Balance 8-31-16   | \$(286,331) \$0  |     | \$(286,331)                             |
| Cost of Gas/Storage   | \$3,607,798  | \$0 | \$3,607,798                             |
| Cost of Transportation  | \$2,313,347  | \$0 | \$2,313,347                             |
| Revenues - PGA billed   | \$(5,160,707)  | \$0 | \$(5,160,707)                           |
| ACA Approach for Interest Calculation                                       | \$(103)  | \$0 | \$(103)                                 |
| Cash Outs   | \$(141,606)  | \$0 | \$(141,606)                             |
| Total ACA Balance 8-31-17   | \$(332,398)  | \$0 | \$(332,398)                             |

Former SMNG service area (Rogersville and Branson Division):

Summit's Northern service area (Gallatin Division):

| Northern Service<br>Area Description<br>(+) Under-recovery<br>(-) Over-recovery | Ending<br>Balances<br>Per Filing | Staff<br>Adjustments<br>for<br>2016-<br>2017<br>ACA | Staff<br>Recommended<br>Ending Balances |
|---|----------------------------------|---|---|
| Prior ACA Balance 8-31-16   | \$(12,821)                       | \$0   | \$(12,821)                              |
| Cost of Gas/Storage   | \$509,364                        | \$0   | \$509,364                               |
| Cost of Transportation  | \$146,433                        | \$0   | \$146,433                               |
| Revenues - PGA billed   | \$(517,158)                      | \$0   | \$(517,158)                             |
| ACA Approach for Interest Calculation   | \$0                              | \$0   | \$0                                     |

| Cash Outs                 | \$(48,139) | \$0 | \$(48,139) |
|---------------------------|------------|-----|------------|
| Total ACA Balance 8-31-17 | \$77,679   | \$0 | \$77,679   |

Summit's Southern service area (Warsaw and Lake of the Ozarks Division):

| Southern Service<br>Area Description<br>(+) Under-<br>recovery (-)<br>Over-recovery | Ending<br>Balances<br>Per<br>Filing | Staff<br>Adjustment<br>from<br>2015-<br>2016 | Staff<br>Adjustments<br>for<br>2016-2017<br>ACA | Staff<br>Recommended<br>Ending<br>Balances |
|---|-------------------------------------|--|---|--|
| Prior ACA Balance<br>8-31-16  | \$(170,127)                         | \$(50)                                       | \$0   | \$(170,177)                                |
| Cost of Gas/Storage   | \$1,207,757                         | \$0  | \$0   | \$1,207,757                                |
| Cost of Transportation  | \$551,229                           | \$0  | \$0   | \$551,229                                  |
| Revenues – PGA billed   | \$(1,669,126)                       | \$0  | \$0   | \$(1,669,126)                              |
| ACA Approach for<br>Interest Calculation  | \$(1,657)                           | \$0  | \$0   | \$(1,657)                                  |
| Cash Outs   | \$(12,453)                          | \$0  | \$(49)  | \$(12,502)                                 |
| Total ACA Balance<br>8-31-17  | \$(94,377)                          | \$(50)                                       | \$(49)  | \$(94,476)                                 |

# THE COMMISSION ORDERS THAT:

1. Summit Natural Gas of Missouri, Inc., shall establish the Actual Cost Adjustment account balances in its next Actual Cost Adjustment filing as discussed herein.

2. This order shall become effective on February 24, 2019.

3. This file shall be closed on February 25, 2019.



# BY THE COMMISSION

Torris I Woodruff

Morris L. Woodruff Secretary

Silvey, Chm., Kenney, Hall, Rupp, and Coleman, CC., concur.

Pridgin, Deputy Chief Regulatory Law Judge

STATE OF MISSOURI

OFFICE OF THE PUBLIC SERVICE COMMISSION

I have compared the preceding copy with the original on file in this office and I do hereby certify the same to be a true copy therefrom and the whole thereof.

WITNESS my hand and seal of the Public Service Commission, at Jefferson City, Missouri, this 14<sup>th</sup> day of February 2019.



000

Morris L. Woodruff Secretary

### MISSOURI PUBLIC SERVICE COMMISSION

### February 14, 2019

#### File/Case No. GR-2018-0106

#### Missouri Public Service Commission Staff Counsel Department 200 Madison Street, Suite 800 P.O. Box 360 Jefferson City, MO 65102 staffcounselservice@psc.mo.gov

Office of the Public Counsel Marc Poston 200 Madison Street, Suite 650 P.O. Box 2230 Jefferson City, MO 65102 opcservice@ded.mo.gov

Missouri Public Service Commission Bob Berlin 200 Madison Street, Suite 800 P.O. Box 360 Jefferson City, MO 65102 bob.berlin@psc.mo.gov

#### Summit Natural Gas of

Missouri, Inc. Dean L Cooper 312 East Capitol P.O. Box 456 Jefferson City, MO 65102 dcooper@brydonlaw.com

Enclosed find a certified copy of an Order or Notice issued in the above-referenced matter(s).

Sincerely,

orris I Woodruff

Morris L. Woodruff Secretary

Recipients listed above with a valid e-mail address will receive electronic service. Recipients without a valid e-mail address will receive paper service.