BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of Liberty Utilities (Midstates Natural Gas) Corp. d/b/a Liberty Filing of its Revised Weather Normalization Adjustment Rider Tariff

File No. GT-2024-0240 Tracking No. JG-2024-0122

STAFF RECOMMENDATION FOR APPROVAL OF TARIFF SHEETS TO ADJUST THE WEATHER NORMALIZATION ADJUSTMENT RIDER RATES OF LIBERTY NORTHEAST, 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 4, 2024, 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, 2024. On March 4, 2024, the Commission issued its *Order Directing Staff Recommendation and Setting Time for Responses* (Order) ordering Staff to file its Recommendation no later than March 13, 2024. These tariff sheets have issue dates of March 1, 2024 and effective dates of April 1, 2024.

2. Accompanying this pleading, and incorporated herein by reference, is Staff's Memorandum recommending Commission approval of the WNAR rates Liberty filed in its March 1, 2024 tariff sheets.

3. The effect of Liberty's WNAR tariff sheet filings means that residential customers of Liberty's Northeast and West Districts who used 100 Ccf¹ of natural gas in a given billing month would see an approximate \$4.74 bill increase from current effective rates. The effect on Liberty's residential customers of its Southeast District who

¹ Ccf stands for one hundred cubic feet of gas.

used 100 Ccf of natural gas would see an approximate \$3.45 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 filed March 1, 2024:

P.S.C. MO. No. 2

Twelfth Revised Sheet No. 67.2 Cancelling Eleventh Revised Sheet No. 67.2

P.S.C. MO. No. 2

Twelfth Revised Sheet No. 67.3 Cancelling Eleventh Revised Sheet No. 67.3

P.S.C. MO. No. 2

Twelfth Revised Sheet No. 67.4 Cancelling Eleventh Revised Sheet No. 67.4

P.S.C. MO. No. 2

Twelfth Revised Sheet No. 67.5 Cancelling Eleventh Revised Sheet No. 67.5.

Respectfully submitted,

/s/ J. Scott Stacev

J. Scott Stacey Deputy Counsel Missouri Bar No. 59027 Missouri Public Service Commission P.O. Box 360 Jefferson City, MO 65102 573-522-6279 573-751-9285 (Fax) scott.stacey@psc.mo.gov

ATTORNEY FOR STAFF OF THE PUBLIC SERVICE COMMISSION

CERTIFICATE OF SERVICE

I hereby certify that copies of the foregoing have been transmitted by electronic mail to counsel of record this 11th day of March, 2024.

/s/ J. Scott Stacey

MEMORANDUM

- TO: Missouri Public Service Commission Official Case File File No. GT-2024-0240, Tariff Tracking No. JG-2024-0122 Liberty Utilities
- FROM: Francisco Del Pozo, Economist

<u>/s/ Francisco Del Pozo</u> <u>3/11/2024</u> Tariff/Rate Design / Date

SUBJECT: Staff Recommendation for the **Approval** of the Tariff Sheets Filed by Liberty Utilities to adjust its Weather Normalization Adjustment Rider (WNAR) to go into effect on April 1, 2024.

DATE: March 11, 2024

On March 4, 2024, Liberty Utilities (Midstates Natural Gas) Corp. d/b/a Liberty ("Liberty") filed four tariff sheets for its weather normalization adjustment rider (WNAR) rates with a requested effective date of April 1, 2024. On March 4, 2024, the Commission directed Staff to file a recommendation regarding Weather Normalization Adjustment Rider (WNAR) tariff sheets in Tariff Tracking No. JG-2024-0122 no later than March 13, 2024. On March 4, 2024, the Commission issued an order in this file that required Staff to file a Recommendation regarding Liberty's tariff. Staff's Recommendation is based on these four tariff sheets, workpaper, and the accuracy presumed therein.

Liberty's WNAR became effective on July 1, 2018. The purpose of the tariff is to accurately represent the semi-annual adjustment made pursuant to Liberty's WNAR for the six month period ending September 30, 2024. Liberty calculated the rates semiannually to account for variations in temperature within service areas. The calculation of temperature is derived from the difference between the actual heating degree days and the normal heating degree days. Liberty's current and proposed rates are included in Table 1 below.

Current Proposed Residential Small General Service Residential Small General Service District (SGS) (SGS) Northeast and West -0.02315 0.02426 0.01431 -0.01883 -0.00494 0.02952 0.01053 Southeast 0.00542

Table 1: Current and Proposed WNAR Rates (\$/Ccf) by District and Class.

MO PSC Case No. GT-2024-0240 Official Case File Memorandum March 11, 2024 Page 2 of 2

Based on the weather variations in Liberty's service areas, proposed residential rates for the both the Northeast and West district and Southeast service areas will increase customer bills. This means a residential customer that used 100 Ccf¹ of natural gas in a given billing month would see an approximate \$4.74 increase in their bill from the currently effective WNAR rate if located in the Northeast or West rate districts. Likewise, a residential customer in the Southeast rate district using 100 Ccf of gas would see an approximate \$3.45 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 filed on March 4 and to go into effect for service on and after April 1, 2024, the requested effective date:

P.S.C. MO. No. 2 ^{12th} Revised Sheet No. 67.2 Cancelling 11th Revised Sheet No. 67.2 ^{12th} Revised Sheet No. 67.3 Cancelling 11th Revised Sheet No. 67.3 ^{12th} Revised Sheet No. 67.4 Cancelling 11th Revised Sheet No. 67.4 ^{12th} Revised Sheet No. 67.5 Cancelling 11th 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 before the Commission that affects or is affected by this tariff filing.

¹ Ccf stands for one hundred cubic feet of gas.

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

)

)

)

)

In the Matter of Liberty Utilities (Midstates Natural Gas Corp d/b/a Liberty Filing of its Revised Weather Normalization Adjustment Rider (WNAR) Tariff <u>File No. GT-2024-0240</u> Tariff No. JG-2024-0122

AFFIDAVIT OF FRANCISCO DEL POZO

STATE OF MISSOURI)
) ss
COUNTY OF COLE)

COMES NOW, FRANCISCO DEL POZO, 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.

	$\hat{\mathbf{v}}$.
FRANCISC	DEL POZO

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 $\cancel{114}$ day of March 2024.

Dianna L. Vaupe Notary Public)

DIANNA L. VAUGHT Notary Public - Notary Seal State of Missouri Commissioned for Cole County My Commission Expires: July 18, 2027 Commission Number: 15207377