# PUBLIC SERVICE COMMISSION OF THE DISTRICT OF COLUMBIA 1325 "G" STREET, NW, 8<sup>TH</sup> FLOOR, WASHINGTON, D.C. 20005

# **PUBLIC NOTICE**

# FORMAL CASE NO. 1137 - IN THE MATTER OF THE APPLICATION OF WASHINGTON GAS LIGHT COMPANY FOR AUTHORITY TO INCREASE EXISTING RATES AND CHARGES FOR GAS SERVICE

The Public Service Commission of the District of Columbia ("Commission") hereby gives notice, pursuant to D.C. Code § 34-901 and 34-909, that on February 26, 2016, Washington Gas Light Company ("Washington Gas" or "Company") filed an Application requesting authority to increase existing rates and charges for gas service in the District of Columbia. The requested rates are designed to collect approximately \$171.7 million in total revenues, which represents an increase in the Company's weather-normalized annual revenues of no more than \$17.4 million, reflecting an overall increase of approximately 7.6% in revenues over and above current bills. The revenue increase includes \$4.5 million associated with natural gas system upgrades previously approved by the Commission and currently paid by customers through monthly surcharges.

The proposed changes in base rates for firm customers' Customer Charge and Distribution Charges are summarized below.

The first element of a firm customer's bill is the Customer Charge, and the proposed changes are as follows:

	Current	Proposed
	Monthly	Monthly
	Customer	Customer
Type of Customer	Charge	Charge
RESIDENTIAL		
Heating/Cooling	\$9.90	\$12.40
Non-Heating/Non-		
Cooling:		
Individually		
Metered Apts.	\$5.30	\$6.60
Other	\$6.30	\$7.90
COMMERCIAL & IN	DUSTRIAL	
Heating/Cooling:		
Small	\$17.10	\$21.40
Large	\$33.00	\$41.30
Non-Heating/Non-		
Cooling	\$14.00	\$17.50
<b>GROUP METERED</b>		
<b>APARTMENTS</b>		
Heating/Cooling:		

Small	\$17.10	\$21.40
Large	\$33.00	\$41.30
Non-Heating/Non- Cooling	\$14.00	\$17.50
INTERRUPTIBLE		
All Customers	\$80.00	\$100.00

The second element of a firm customer's bill is the Distribution Charge per therm. The current and proposed basic charges are:

		D 1
	Current	Proposed
	Distribution	Distribution
	Charge	Charge
Type of Customer	Per Therm	Per Therm
RESIDENTIAL		
All gas used during the	billing month	
Heating/Cooling	\$0.4067	\$0.4873
Non-Heating/Non-		
Cooling	\$0.4434	\$0.5373
COMMERCIAL & IND	DUSTRIAL	
All gas used during the		
Heating/Cooling:	oming month	
Small	\$0.3802	\$0.4246
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Large	\$0.3802	\$0.4037
Non-Heating/Non-		
Cooling	\$0.3789	\$0.3873
GROUP METERED	ψ0.5707	ψ0.3073
APARTMENTS		
Heating/Cooling	Φ0 2002	Φ0 2010
Small	\$0.3802	\$0.3819
Large	\$0.3802	\$0.4138
Non-Heating/Non-		
Cooling	\$0.3789	\$0.3989

The third element of a Commercial & Industrial and Group Metered Apartments firm customer's bill is the Peak Usage Charge. The current and proposed charges are:

	<u>Present</u>	Proposed
Rate per therm of peak		
month usage from prior year	\$0.0272	\$0.0308

If granted in full, the average monthly effects of the proposed increase on the average residential sales service customer will be:

Type of Customer  RESIDENTIAL Heating/Cooling  Therm Usage Increase Increase  811 \$7.94 9.6%	
Heating/Cooling 811 \$7.94 9.6%	
	6
Non-Heating/Non-	
Cooling:	
Individually Metered	
Apts. 64 \$1.80 16.0%	%
Other 445 \$5.08 10.7%	%
COMMERCIAL &	
INDUSTRIAL	
Heating/Cooling:	
Small 2,346 \$13.71 6.0%	6
Large 17,865 \$48.78 3.0%	6
Non-Heating/Non-	
Cooling 5,680 \$8.64 1.7%	6
GROUP METERED	
APARTMENTS	
Heating/Cooling:	
Small 2,702 \$5.55 2.1%	6
Large 16,621 \$59.97 3.9%	6
Non-Heating/Non-	
Cooling 5,266 \$13.51 2.8%	6

In its application, Washington Gas proposes rate design innovations for the benefit of customers and the Company, including the following:

- Revenue Normalization Adjustment: Washington Gas has included a request to establish a revenue normalization adjustment ("RNA") in its proposed rate structure. The proposed RNA would reduce fluctuations in customers' bills resulting from extreme weather patterns. Washington Gas operates with similar normalization adjustments in its Maryland and Virginia service territories.
- Combined Heat and Power: Washington Gas has proposed a commercial framework for the delivery of natural gas for Combined Heat and Power ("CHP") systems. Fueled by natural gas, highly efficient CHP systems capture vented heat during the power generation process

- and use this heat for space heating and cooling. CHP systems are up to 80 percent energy efficient and require less fuel to produce energy.
- Multifamily Development: Washington Gas has proposed an incentive program for developers of multifamily housing projects in the District of Columbia. These would bring the benefits of natural gas, including lower energy bills and reduced carbon emissions, to more residents in the District of Columbia.

Washington Gas's Application is available for inspection at the Public Service Commission's Office of the Commission Secretary, 1325 G Street, N.W., 8<sup>th</sup> Floor, Washington, D.C. 20005 between the hours of 9:00 a.m. and 5:00 p.m., Monday through Friday. Copies of the Application can be purchased at the Commission at a cost of \$0.15 per page, actual reproduction cost. Washington Gas's Application can be viewed on the Commission's website, <a href="https://www.dcpsc.org">www.dcpsc.org</a>. Washington Gas's Application may also be inspected at the following public libraries:

<b>Ward</b> Main	Name and Address Martin Luther King Memorial Library 9 <sup>th</sup> & "G" Streets, NW
Ward 1	Mount Pleasant Library 16 <sup>th</sup> & Lamont Street, NW
Ward 2	Southwest Library Wesley Place & "K" Street, SW
Ward 3	Cleveland Park Library Connecticut Avenue & Macomb Street, NW
Ward 4	Petworth Library Georgia Avenue & Upshur Street, NW
Ward 5	Woodridge Library Rhode Island Avenue & 18 <sup>th</sup> Street, NE
Ward 6	Southeast Library 7 <sup>th</sup> & "D" Streets, SE
Ward 7	Capitol View Library Central Avenue & 50 <sup>th</sup> Street, SE
Ward 8	Washington-Highlands Library Atlantic Street & South Capitol Terrace, SW

Any person desiring to intervene in the proceeding shall file a petition to intervene with the Commission no later than **March 21, 2016**. All petitions shall conform to the requirements of the Commission's Rules of Practice and Procedure as set forth in Chapter 1, Section 106 of Title 15 of the District of Columbia Municipal Regulations (15 DCMR § 106, *et seq.* (1998)). All written comments and petitions for intervention should be sent to Brinda Westbrook-Sedgwick, Commission Secretary, Public Service Commission of the District of Columbia, 1325 "G" Street, NW, 8<sup>th</sup> Floor, Washington, D.C. 20005.

The Public Service Commission will hold a Pre-Hearing Conference on the Application at 11:30 a.m., on **March 23, 2016**, 1325 "G" Street, NW, 8<sup>th</sup> Floor, Washington, DC, 20005. At the Pre-Hearing Conference, Participants shall be prepared to discuss proposed issues and procedural schedules. The Commission encourages parties to submit a joint proposed list of issues and a joint proposed procedural schedule. If the parties are unable to develop joint submissions, parties must make individual filings. The list of issues and order of procedure must be submitted at least five (5) calendar days before the pre-hearing conference (15 DCMR § 121.2).