# BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Regulations of the	)	
Purchased Gas Adjustment Clauses Contained	)	Case No. 14-209-GA-GCR
Within the Rate Schedules of Northeast Natural	)	
Gas Corporation and Related Matters.	)	

### MOTION TO INTERVENE BY THE OFFICE OF THE OHIO CONSUMERS' COUNSEL

The Office of the Ohio Consumers' Counsel ("OCC") moves to intervene in this case involving a review of the natural gas purchasing policies and practices that can affect the natural gas bills of customers of Northeast Ohio Natural Gas Corp. ("Northeast"). OCC is filing on behalf of Northeast's 14,000 residential utility customers. A concern for customers is that Northeast's proposals for a gas cost recovery rate and an expected gas cost rate appear to exceed current market prices and conditions.

The reasons the Public Utilities Commission of Ohio ("PUCO") should grant OCC's Motion are further set forth in the attached Memorandum in Support.

<sup>&</sup>lt;sup>1</sup> See R.C. Chapter 4911, R.C. 4903.221 and Ohio Adm. Code 4901-1-11.

## Respectfully submitted,

### BRUCE J. WESTON OHIO CONSUMERS' COUNSEL

## /s/ Joseph P. Serio

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#### MEMORANDUM IN SUPPORT

This case involves the PUCO's review of the natural gas purchasing policies and practices that can affect the natural gas bills of customers of Northeast. OCC has authority under law to represent the interests of all the approximately 14,000 residential utility customers of Northeast, pursuant to R.C. Chapter 4911.

R.C. 4903.221 provides, in part, that any person "who may be adversely affected" by a PUCO proceeding is entitled to seek intervention in that proceeding. The interests of Ohio's residential customers may be "adversely affected" by this case, especially if the customers were unrepresented in a proceeding in which Northeast is requesting a gas cost recovery rate and an expected gas cost rate that appear to exceed current market prices and conditions. Thus, this element of the intervention standard in R.C. 4903.221 is satisfied.

R.C. 4903.221(B) requires the PUCO to consider the following criteria in ruling on motions to intervene:

- (1) The nature and extent of the prospective intervenor's interest:
- (2) The legal position advanced by the prospective intervenor and its probable relation to the merits of the case;

- (3) Whether the intervention by the prospective intervenor will unduly prolong or delay the proceeding; and
- (4) Whether the prospective intervenor will significantly contribute to the full development and equitable resolution of the factual issues.

First, the nature and extent of OCC's interest is representing the residential customers of Northeast in this case involving the PUCO's review of the natural gas purchasing policies and practices that can affect the natural gas bills of customers of Northeast. This interest is different than that of any other party and especially different than that of the utility whose advocacy includes the financial interest of stockholders.

Second, OCC's advocacy for residential customers will include advancing the position that the rates that Northeast's customers pay for natural gas should be no more than what is just and reasonable under Ohio law. OCC's concerns for customers include Northeast's requests for a gas cost recovery rate and an expected gas cost rate that appear to exceed current market prices and conditions. OCC's position is therefore directly related to the merits of this case that is pending before the PUCO, the authority with regulatory control of public utilities' rates and service quality in Ohio.

Third, OCC's intervention will not unduly prolong or delay the proceedings.

OCC, with its longstanding expertise and experience in PUCO proceedings, will duly allow for the efficient processing of the case with consideration of the public interest.

Fourth, OCC's intervention will significantly contribute to the full development and equitable resolution of the factual issues. OCC will obtain and develop information that the PUCO should consider for equitably and lawfully deciding the case in the public interest.

OCC also satisfies the intervention criteria in the Ohio Administrative Code (which are subordinate to the criteria that OCC satisfies in the Ohio Revised Code). To intervene, a party should have a "real and substantial interest" according to Ohio Adm. Code 4901-1-11(A)(2). As the advocate for residential utility customers, OCC has a very real and substantial interest in this case where OCC will advocate for residential consumers who should be protected from having to pay GCR rates that are not just and reasonable.

In addition, OCC meets the criteria of Ohio Adm. Code 4901-1-11(B)(1)-(4). These criteria mirror the statutory criteria in R.C. 4903.221(B) that OCC already has addressed and that OCC satisfies.

Ohio Adm. Code 4901-1-11(B)(5) states that the PUCO shall consider the "extent to which the person's interest is represented by existing parties." While OCC does not concede the lawfulness of this criterion, OCC satisfies this criterion in that it uniquely has been designated as the state representative of the interests of Ohio's residential utility customers. That interest is different from, and not represented by, any other entity in Ohio.

Moreover, the Supreme Court of Ohio confirmed OCC's right to intervene in PUCO proceedings, in deciding two appeals in which OCC claimed the PUCO erred by denying its interventions. The Court found that the PUCO abused its discretion in denying OCC's interventions and that OCC should have been granted intervention in both proceedings.<sup>2</sup>

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<sup>&</sup>lt;sup>2</sup> See Ohio Consumers' Counsel v. Pub. Util. Comm., 111 Ohio St.3d 384, 2006-Ohio-5853, ¶¶13-20 (2006).

OCC meets the criteria set forth in R.C. 4903.221, Ohio Adm. Code 4901-1-11, and the precedent established by the Supreme Court of Ohio for intervention. On behalf of Ohio residential customers, the PUCO should grant OCC's Motion to Intervene.

Respectfully submitted,

BRUCE J. WESTON OHIO CONSUMERS' COUNSEL

/s/ Joseph P. Serio

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#### **CERTIFICATE OF SERVICE**

I hereby certify that a copy of the *Motion to Intervene* was provided to the persons listed below via electronic service this 26<sup>th</sup> day of March 2014.

/s/ Joseph P. Serio

Joseph P. Serio Assistant Consumers' Counsel

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Summary: Motion Motion to Intervene by the Office of the Ohio Consumers' Counsel electronically filed by Patti Mallarnee on behalf of Serio, Joseph P.