# BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

In the matter of the application of Suburban	)	
Natural Gas Company for Approval of An	)	Case No. 16-0316-GA-UEX
Adjustment to Its Uncollectible Expense	)	
Rider	)	

# APPLICATION OF SUBURBAN NATURAL GAS COMPANY FOR APPROVAL OF AN ADJUSTMENT TO ITS UNCOLLECTIBLE EXPENSE RIDER

The Suburban Natural Gas Company ("Suburban") hereby submits its Annual Uncollectible Expense Rider Report and Application ("Application") to revise its Uncollectible Expense Rider ("UEX Rider") Rate. Suburban respectfully requests approval of the proposed adjustment. In support of this Application, Suburban states as follows:

- 1. On August 3, 2007, Suburban filed an Application to Increase Rates, which, among other things, sought the Public Utilities Commission of Ohio's ("Commission") approval to implement an UEX Rider. In an Opinion and Order issued on March 19, 2008, the Commission approved Suburban's Application to Increase Rates and authorized Suburban to implement an UEX Rider.
- 2. On May 22, 2009, Suburban applied for an increase in its UEX Rider from \$.07012727 per Mcf to \$.08641518. In an Entry issued on July 23, 2009, Suburban filed tariffs consistent with the Entry, which became effective on August 26, 2009.<sup>2</sup> Subsequent adjustments have been approved on an annual basis.<sup>3</sup>

<sup>&</sup>lt;sup>1</sup> In the Matter of Suburban Natural Gas Company for Authority to Increase its Rates and Charges in Certain Areas of its Territory, Case No. 07-689-GA-AIR, Opinion and Order at 5 (March 19, 2008).

<sup>&</sup>lt;sup>2</sup> In the Matter of Suburban Natural Gas Company for Approval of an Adjustment to its Uncollectable Expense Rider, Case No. 09-438-GA-UEX, Entry at 2 (July 23, 2009).

<sup>&</sup>lt;sup>3</sup> In the Matter of Suburban Natural Gas Company for Approval of an Adjustment to its Uncollectable Expense Rider, Case No. 15-316-GA-UEX, Staff Report (July 2, 2015).

- 3. The Suburban UEX Rider, as set forth in Sixth Revised Tariff Sheet No. 2A, states that "Suburban shall file an application with the Public Utilities Commission of Ohio requesting approval to change the rate if the Company determines that an adjustment of more than plus or minus ten (10) percent is needed to adjust for prior period over or undercollections."
- 4. Suburban proposes to decrease the UEX Rider by (\$0.0184) per Mcf, which will result in a charge to the customer of \$0.05817118. The rate is comprised of (1) the balance of deferred uncollectible accounts expense net of recoveries as of December 31, 2015, and (2) the actual bad debt write-offs for the year 2015. The calculation of the revised rate is shown in Attachment 1.
- 5. The charge to the customer of \$0.05817118 per Mcf amounts to a decrease of the UEX Rider greater than 10% from the previous period.

The charge of \$0.05817118 per Mcf is just and reasonable for the UEX Rider and should be approved by the Commission. A copy of the proposed UEX Rider tariff sheet 2A is included as Attachment 2 to this Application.

<sup>&</sup>lt;sup>4</sup>In the Matter of Suburban Natural Gas Company for Approval of an Adjustment to its Uncollectable Expense Rider, Case No. 14-316-GA-UEX, Filing of Fifth Revised Section V Tariff Sheet 2A (July 10, 2014).

WHEREFORE, Suburban respectfully requests that the Commission approve a decrease of the UEX Rider to the rate set forth in the revised tariff sheet contained in Attachment 2 of this Application.

Respectfully submitted,

## /s/ Christopher J. Allwein

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Attorney for Suburban Natural Gas Company

# **CERTIFICATE OF SERVICE**

I hereby certify that a copy of the foregoing Application was served upon the following parties of record or as a courtesy, via U.S. Mail, postage prepaid, on May 9, 2015.

<u>/s/ Christopher J. Allwein</u> Christopher J. Allwein

Thomas G. Lindgren Werner L. Margard Attorney General Public Utilities Commission of Ohio 180 East Broad Street Columbus, OH 43215

# SUBURBAN NATURAL GAS COMPANY BAD DEBT TRACKER 2015

Line				
No.				
1	Actual Annual Sales		\$ 1,759,137	MCF
2	Actual Bad Debt Deferral as of:	12/31/2015	\$ 79,177	
3	Recovery Period		 1	Year
4	Recovery Amount (Line 2 / Line 3)		79,177	_
5	Recovery Rate (Line 4 / Line 1)		\$ 0.04500882	per MCF
6	Actual Annual Bad Debt Write-Off		23,154	_
7	Recovery Rate (Line 6 / Line 1)		\$ 0.01316236	per MCF
8	Total Bad Debt Tracker (Line 5 + Line 7)		\$ 0.05817118	per MCF
9	Tracker Rate Approved		\$ 0.07653603	per MCF
10 11	Change (Line 8 - Line 9) Percent Change (Line 10 / Line 9)		\$ (0.0184) 24%	

Suburban Attachment 1: Page 2 of 2

SUBURBAN NATURAL GAS COMPANY CASE NO. 16-316-GA-UEX UNCOLLECTIBLE ACCOUNTS EXPENSE RIDER 2015

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Balance - End of Month (7 + 8)	Carrying Charges	Balance Subtotal (1 + 6)	Incremental Bad Debts (2-(3+4+5)	Recovery - Other	Recovery - Bad Debt Ride	Recovery - Base Rates	Bad Debts Writen Off	1 Balance - Beginning of Month	
\$ 80,342		80,342	(1,801)		410		(1,391)	82,143	January February
\$ 80,342 \$ 79,223 \$ 88,597 \$ 87,977 \$ 87,346 \$ 90,946 \$		79,223	(1,119)		459		(659)	80,342	February
88,597 \$		88,597	9,373		503		9,877	79,223	March
87,977 \$		87,977	(620)		265		(355)	88,597	April
87,346 \$		87,346	(632)		131		(500)	87,977	May
90,946 \$		90,946	3,601		34		3,634	87,346	June
		90,068	(878)		26		(852)	90,946	July
89,716 \$		89,716	(352)		22		(330)	90,068	August September
92,844 \$		92,844	3,128		2,632		5,761	89,716	eptember
89,134 9		89,134	(3,710)		3,170		(541)	92,844	October
90,068 \$ 89,716 \$ 92,844 \$ 89,134 \$ 81,561 \$ 79,177		81,561	(7,573)		6,638		(935)	89,134	October November December
\$ 79,177		79,177	(2,384)		11,829		9,445	81,561	December

## Suburban Attachment 2: Page 1 of 2

Suburban Natural Gas Company Cygnet, Ohio SECTION V Seventh Revised Sheet No. 2A Cancels Sixth Revised Sheet No. 2A

#### **UNCOLLECTABLE EXPENSE**

RIDER APPLICABLE:

To all customers.

### **UNCOLLECTABLE EXPENSE RIDER:**

A charge of \$0.05817118 per Mcf shall be applied to all volumes for service rendered to those customers responsible for paying the Uncollectible Expense Rider. Suburban shall file an application with the Public Utilities Commission of Ohio requesting approval to change the rate if the Company determines that an adjustment of more than plus or minus ten (10) percent is needed to adjust for prior period over or under-collections.

ISSUED:	, 2016	EFFECTIVE:	_, 2016
		suant to Entries es Commission of Ohio in	
Case Nos.	07-689-GA-AIR, date Dated	d March 19, 2008 and 16-316-GA- , 2016	UEX

ISSUED BY ANDREW J. SONDERMAN, PRESIDENT

### Suburban Attachment 2: Page 2 of 2

Suburban Natural Gas Company Cygnet, Ohio

SECTION V
FifthSeventh Revised Sheet No. 2A
Cancels
FourthSixth Revised Sheet No. 2A

#### **UNCOLLECTABLE EXPENSE RIDER**

APPLICABLE:

To all customers.

#### **UNCOLLECTABLE EXPENSE RIDER:**

A charge of \$0.0013310505817118 per Mcf shall be applied to all volumes for service rendered to those customers responsible for paying the Uncollectible Expense Rider. Suburban shall file an application with the Public Utilities Commission of Ohio requesting approval to change the rate if the Company determines that an adjustment of more than plus or minus ten (10) percent is needed to adjust for prior period over or undercollections.

ISSUED: _	, 201 <u>6</u>	EFFECTIVE:	, 201 <u>6</u>

Filed pursuant to Entries
of the Public Utilities Commission of Ohio in
Case Nos. 07-689-GA-AIR, dated March 19, 2008 and 16-316-GA-UEX
dated \_\_\_\_\_\_, 2016

ISSUED BY ANDREW J. SONDERMAN, PRESIDENT

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Case No(s). 16-0316-GA-UEX

Summary: Tariff Application of Suburban Natural Gas Company for Approval of An Adjustment to Its Uncollectible Expense Rider electronically filed by Mr. Christopher J. Allwein on behalf of Suburban Natural Gas Company