

**PUBLIC NOTICE OF HEARING ON ALLIANT GAS, L.L.C.’S  
APPLICATION FOR A DETERMINATION OF THE FAIR VALUE OF ITS  
UTILITY PLANTS AND PROPERTY AND FOR INCREASES IN ITS  
RATES AND CHARGES FOR UTILITY SERVICE BASED THEREON  
AND FOR AUTHORITY TO (1) ISSUE EVIDENCE OF INDEBTEDNESS  
IN AN AMOUNT NOT TO EXCEED \$7,000,000; AND (2) ENCUMBER ITS  
REAL PROPERTY AND PLANT AS SECURITY FOR SUCH INDEBTEDNESS.  
(DOCKET NOS. G-20889A-19-0200 AND G-20889A-19-0252)**

**Summary**

On August 22, 2019, Alliant Gas, LLC (“Alliant Gas” or “Company”) filed an Application with the Arizona Corporation Commission (“Commission”) for an increase in rates for service provided in its Payson and Page Divisions. By its application, **Alliant Gas is requesting Commission approval of rates that would generate an annual revenue increase of \$1.36 million, or 21.12 percent, for its Payson Division and an increase of \$0.356 million, or 15.15 percent, for its Page Division.** By separate application filed October 16, 2019, the Company is also requesting Commission authorization to incur up to \$7,000,000 in new long-term debt financing. The purpose of the financing request is to balance Alliant Gas’s capital structure and to fund the construction of replacement pipeline in the Company’s Payson Division.

**Alliant Gas’s application also seeks authority to modify its Purchased Gas Adjustor (“PGA”) mechanism for its Page Division by expanding the authorized propane bandwidth from \$0.16 to \$0.20 per therm and increasing the PGA over-collection threshold from \$60,000 to \$110,000. Alliant Gas further requests that the Commission approve a Rate Case Expense surcharge mechanism, which would allow the Company to recover the cost of rate case expense. Alliant Gas has calculated the proposed Rate Case Expense surcharge to be \$1.28 per month per customer in the Payson Division and \$1.48 per month per customer in the Page Division.**

Alliant Gas’s proposed rates and charges, without the Rate Case Expense surcharge, are intended to produce the following revenue increases within each service area:

Service Area	Fair Value Rate Base	Revenue Increase	Percentage Increase
Payson Division	\$9,555,320	\$1,360,735	21.12%
Page Division	\$1,019,411	\$356,598	15.15%
Total	\$10,574,731	\$1,717,333	19.52%

Alliant Gas’s proposed rates and charges, excluding the Rate Case Expense surcharge, would result in the following monthly bills for a typical customer of the indicated customer class with the indicated usage:

Service Area	Median Therm Usage	Current Rates	Proposed Rates [excluding rate case expense surcharge]	Percentage Increase
Payson – Residential	9	\$28.50	\$37.30	30.85%
Payson – Commercial	8	\$25.42	\$33.60	32.19%
Payson – Schools	35	\$76.11	\$80.88	6.27%
Payson – Contract	350	\$660.52	\$693.75	5.03%
Page – Residential	13	\$30.75	\$39.61	28.81%
Page – Commercial	65	\$135.25	\$152.78	12.96%

Examples are illustrative only, and the actual dollar and percentage increases for individual customers could vary depending on the type of customer served and the quantity of gas consumed during a given month.

**NEITHER THE COMMISSION'S UTILITIES DIVISION STAFF ("STAFF") NOR ANY INTERVENOR HAS YET MADE ANY RECOMMENDATION REGARDING THE COMPANY'S APPLICATION. THE COMMISSION IS NOT BOUND BY THE PROPOSALS OF THE COMPANY, STAFF, OR ANY INTERVENORS. THE COMMISSION WILL DETERMINE THE APPROPRIATE RELIEF TO BE GRANTED IN RESPONSE TO THE COMPANY'S APPLICATION BASED ON THE EVIDENCE PRESENTED IN THIS MATTER. THE FINAL RATES APPROVED BY THE COMMISSION MAY BE HIGHER, LOWER, OR DIFFERENT THAN THE RATES PROPOSED BY THE COMPANY OR BY OTHER PARTIES.**

If you have any questions concerning how the Application may affect your bill or other substantive questions about the Application, you may contact Alliant Gas–Payson Division at 200 W. Longhorn Road, Payson, AZ 85541; Phone: (928) 474-2294; Email: [Payson@AlliantGas.com](mailto:Payson@AlliantGas.com); and Alliant Gas–Page Division at 2000 E. Frontage Road, Page, AZ 86040; Phone: (928) 645-2391; Email: [Page@AlliantGas.com](mailto:Page@AlliantGas.com).

### **How You Can View or Obtain a Copy of the Application**

Copies of the Application are available from Alliant Gas at its offices, 200 W. Longhorn Road, Payson, AZ 85541 (Payson Division) and 2000 E. Frontage Road, Page, AZ 86040 (Page Division), and on the Internet via its website, [www.alliantgas.com](http://www.alliantgas.com); at the Commission's Docket Control Center at 1200 West Washington Street, Phoenix, Arizona, and the Commission's office at 400 West Congress Street, Suite 218, Tucson, Arizona, during regular business hours; and on the Commission website ([www.azcc.gov](http://www.azcc.gov)) using the e-Docket function.

### **Arizona Corporation Commission Public Hearing Information**

The Commission will hold a hearing on this matter beginning **June 22, 2020, at 10:00 a.m.**, at the Commission's offices, 1200 West Washington Street, Phoenix, Arizona. Public comments will be taken on the first day of the hearing.

Written public comments may be submitted by mailing a letter referencing **Docket Nos. G-20889A-19-0200 and G-20889A-19-0252** to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by submitting comments on the Commission's website ([www.azcc.gov](http://www.azcc.gov)) using "Cases and Open Meetings" and "Make a Public Comment in a Docket." If you require assistance, you may contact the Consumer Services Section at 602-542-4251 or 1-800-222-7000.

**If you do not intervene in this proceeding, you will receive no further notice of the proceedings in this docket unless you sign up to Follow the Docket. However, all documents filed in this docket are available online** (usually within 24 hours after docketing) at the Commission's website ([www.azcc.gov](http://www.azcc.gov)) using the e-Docket function. **Information on how to Follow a Docket is available on the Commission's website by clicking on "Cases and Open Meetings" and "Follow a Docket."**

### **About Intervention**

The law provides for an open public hearing at which, under appropriate circumstances, interested persons may intervene. An interested person may be granted intervention if the outcome of the case will directly and substantially impact the person, and the person's intervention will not unduly broaden the issues in the case. Intervention, among other things, entitles a party to present sworn evidence at hearing and to cross-examine other parties' witnesses. **Intervention is not required for you to appear at the hearing and provide public comment, to file written comments in the record of the case, or to receive emailed notice of each filing made in the case by following the docket.**

**Information about what intervention means, including an explanation of the rights and responsibilities of an intervenor, is available on the Commission’s website (www.azcc.gov) by clicking on “Cases and Open Meetings” and then clicking on “Intervene in a Case.”** The information includes a Sample Intervention Request and a Fillable Intervention Request Form.

To request intervention, you must file a written request to intervene, either (a) by filing a hard copy request (meeting filing requirements) with Docket Control (Docket Control, 1200 West Washington, Phoenix, AZ 85007), or (b) by eFiling the request. **Your request must be filed or eFiled no later than March 2, 2020.** Instructions and restrictions for eFiling are available on the Commission’s website at <http://azcc.gov/hearing/efile-for-utilities-instruction>. You also **must** serve a copy of the request to intervene on each party of record, on the same day that you file the request to intervene with the Commission.

Your request to intervene **must** contain the information below:

1. Your name, address, and telephone number;
2. The docket number for the case in which you are requesting to intervene;
3. A short statement explaining:
  - a. Your interest in the proceeding (e.g., a customer of the regulated company, etc.),
  - b. How you will be directly and substantially affected by the outcome of the case, and
  - c. Why your intervention will not unduly broaden the issues in the case;
4. If a hearing has not been scheduled, whether and why you believe a hearing is needed;
5. A statement certifying that you have sent a copy of your request to intervene to the regulated company or its attorney and to all other parties of record in the case; and
6. If you are not represented by an attorney who is an active member of the Arizona State Bar, and you are not representing yourself as an individual, sufficient information and any appropriate documentation to demonstrate compliance with Arizona Supreme Court Rules 31, 38, 39, and 42, as applicable. This only applies if you are NOT representing yourself and you are not a licensed attorney.

The granting of motions to intervene shall be governed by A.AC. R14-3-105, except that all motions to intervene must be filed on or before **March 2, 2020.**

#### **ADA/Equal Access Information**

The Commission does not discriminate on the basis of disability in admission to its public meetings. Persons with a disability may request a reasonable accommodation such as a sign language interpreter, as well as request this document in an alternative format, by contacting the ADA Coordinator, Kacie Cannon, E-mail [KCannon@azcc.gov](mailto:KCannon@azcc.gov), voice phone number 602-542-3931. Requests should be made as early as possible to allow time to arrange the accommodation.