

ATCO Pipelines, a division of ATCO Gas and Pipelines Ltd.

2010-2011 Unaccounted for Gas and Fuel Gas Rates – Rider "D"

Cost Awards

The Alberta Utilities Commission

Decision 2011-108: ATCO Pipelines, a division of ATCO Gas and Pipelines Ltd. 2010-2011 Unaccounted for Gas and Fuel Gas Rates – Rider "D" Application No. 1606509 Proceeding ID No. 1023

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Calgary, Alberta

ATCO Pipelines, A division of ATCO Gas and Pipelines Ltd. 2010-2011 Unaccounted for Gas and Fuel Gas Rates – Rider "D"

Decision 2011-108 Application No. 1606509 Proceeding ID No. 1023

1 Introduction

- 1. ATCO Pipelines (AP), a division of ATCO Gas and Pipelines Ltd., filed an application (the Application) on August 30, 2010 with the Alberta Utilities Commission (AUC or Commission) with respect to the determination of unaccounted for gas (UFG) and fuel gas (UFG/Fuel) charges (Rider "D") for the North and South service territories for the 2010/2011 gas year.
- 2. The Commission dealt with this Application by way of a written proceeding. On October 26, 2010 the Commission issued Decision 2010-504¹.
- 3. On December 23, 2010, a summary of the costs being claimed was circulated to interested parties. Parties were advised that any comments regarding the figures listed in the summary or the merits of the total costs claimed were to be filed by January 6, 2011. The Commission did not receive any comments. Accordingly, the Commission considers the cost process to have closed on January 6, 2011.

2 Views of the Commission – Authority to Award Costs

4. When assessing a cost claim pursuant to Section 21 of the *Alberta Utilities Commission Act* (AUC Act), the Commission applies Rule 022, *Rules on Intervener Costs in Utility Rate Proceedings* (Rule 022).

- 5. In exercising its discretion to award costs, the Commission will, in accordance with section 11 of Rule 022, consider whether an eligible participant acted responsibly and contributed to a better understanding of the issues before the Commission, and whether the costs claimed are reasonable and directly and necessarily related to the proceeding. The Commission considers these factors in light of the scope and nature of the issues in question.
- 6. In the Commission's view, the responsibility to contribute positively to the process is inherent in the choice to intervene in a proceeding. The Commission expects that those who choose to participate will prepare and present a position that is reasonable in light of the issues arising in the proceeding and necessary for the determination of those issues. To the extent reasonably possible, the Commission will be mindful of participants' willingness to co-operate with the Commission and other participants to promote an efficient and cost-effective proceeding.

¹ Decision 2010-504: ATCO Pipelines a

¹ Decision 2010-504: ATCO Pipelines, a division of ATCO Gas and Pipelines Ltd., 2010-2011 Unaccounted for Gas and Fuel Gas Rates – Rider "D", Application No. 1606509, Proceeding ID No. 802, Released: October 26, 2010.

7. As the costs of a utility proceeding are generally passed on to customers, it is the Commission's duty to ensure that customers receive fair value for a party's contribution. As such, the Commission only approves those costs that are reasonable and directly and necessarily related to the party's participation in the proceeding.

3 Views of the Commission – Assessment

- 8. The Consumers' Coalition of Alberta (CCA) submitted a cost claim totaling \$4,948.44. The claim is comprised of consulting fees incurred by Regulatory Services Inc. in the amount of \$4,700.00, together with disbursements and GST of \$12.80 and \$235.64, respectively.
- 9. The Commission has considered the costs submitted by the CCA. The Commission finds that the participation of the CCA was effective and of assistance in reviewing the Application. The Commission also notes that the claims for professional fees and other claims were in accordance with the *Scale of Costs*. Accordingly, the Commission considers the CCA's claims for fees, disbursements and applicable GST in the total amount of \$4,948.44 to be reasonable. The costs submitted by the CCA were allocated equally amongst ATCO Pipelines North (APN) and ATCO Pipelines South (APS).

4 GST

- 10. In accordance with the Commission's treatment of the GST on cost awards, AP is required to pay only that portion of the GST paid by interveners that may not be recoverable through the GST credit mechanism. Accordingly where parties are eligible for a GST credit the Commission has reduced this particular portion of their claim. Eligible GST approved by the Commission amounts to \$235.64. The GST allowed by the Commission may also be charged against AP's Hearing Cost Reserve Account.
- 11. The Commission emphasizes that its treatment of the GST claimed in no way relieves participants or their lawyers and consultants from their GST obligations pursuant to the *Excise Tax Act*, R.S.C. 1985, c. E-15.

5 Order

It is hereby ordered that:

- 1. ATCO Pipelines North shall pay intervener costs in the amount of \$2,474.22.
- 2. ATCO Pipelines North shall record in its Hearing Cost Reserve Account the allowed intervener costs in the amount of \$2,474.22.
- 3. ATCO Pipelines South shall pay intervener costs in the amount of \$2,474.22.
- 4. ATCO Pipelines South shall record in its Hearing Cost Reserve Account the allowed intervener costs in the amount of \$2,474.22.

Dated on March 21, 2011.

The Alberta Utilities Commission

(Original signed by)

Carolyn Dahl Rees Vice-Chair

(Original signed by)

Bill Lyttle Commission Member

(Original signed by)

Anne Michaud Commission Member