

1000 Maine Avenue, SW Suite 700 Washington, DC 20024

www.washingtongas.com

Direct Dial (202) 624-6105 cthurston-seignious@washgas.com

March 28, 2019

VIA ELECTRONIC FILING

Brinda Westbrook-Sedgwick Commission Secretary Public Service Commission of the District of Columbia 1325 "G" Street, N.W., 8th Floor Washington, D.C. 20005

Re: Fo

Formal Case No. 1137

[Washington Gas's Motion to Extend the Multi-Family Piping

Program]

Dear Ms. Westbrook-Sedgwick:

Transmitted for filing is Washington Gas Light Company's Motion to Extend the Multi-Family Piping Program.

Feel free to contact me if you have questions regarding this matter.

Sincerely,

Cathy Thurston-Seignious Supervisor, Administrative and Associate General Counsel

cc: Per Certificate of Service

BEFORE THE PUBLIC SERVICE COMMISSION OF THE DISTRICT OF COLUMBIA

IN THE MATTER OF

THE APPLICATION OF WASHINGTON GAS LIGHT COMPANY FOR AUTHORITY TO INCREASE EXISTING RATES AND CHARGES FOR GAS SERVICE

Formal Case No. 1137

WASHINGTON GAS LIGHT COMPANY'S MOTION TO EXTEND THE MULTI-FAMILY PIPING PROGRAM

Pursuant to 15 DCMR § 105.8, Washington Gas Light Company ("Washington Gas" or "Company") hereby submit this Motion to Extend the Multi-Family Piping Program ("MPP"). In support of this Motion, Washington Gas states as follows:

1. By Order No. 18712, the Public Service Commission of the District of Columbia ("Commission") approved the Company's proposed District of Columbia MPP, on a two-year pilot basis.¹ This program was designed to provide access to affordable, reliable natural gas for multi-family dwellings in the District of Columbia by offering incentives to developers and builders of multi-family buildings to install natural gas piping to help offset the required high upfront investment.

Order No. 18712 at 154 (March 3, 2017).

- 2. The Commission later amended the program, such that it would be "split into two parts: 1) enrollment; and 2) data collection. The first two years would be used for enrolling projects into the MPP and the pilot would be extended for two additional years for data collection with no new enrollment in the MPP project during the data collection period."²
- 3. Interest in the MPP is very active in both the large and small project categories. Since the approval of the program, Washington Gas has approved 20 projects, representing 1,521 meters, and an additional 32 projects, representing 7,075 meters, have been under discussion with expressed interest in entering the program. To date, no incentive dollars have been disbursed in the District of Columbia for this program. The Company seeks to extend the enrollment period to include these prospective projects and other future projects in the MPP, thereby allowing both an increase in the pool of available data to be collected and analyzed, as well as offering more customers the opportunity to become gas customers.
- 4. Washington Gas's experience in implementing the MPP has shown that the project design period can span two to five years, encompassing initial discussions with developers, developing program proposals, influencing design solutions, providing financial data for project budgets, obtaining governing agency approvals, etc.

² Order No. 19236 at 6 (January 17, 2018).

Thereafter, a project Business Case Authorization ("BCA") is developed and final designs must be obtained from the developer and finalized, which may take up to two years to complete. Washington Gas construction work may not begin until all necessary permits are issued and site readiness is established. Once the meter is installed, the Company can begin collecting data. A minimum of 12 months of data will be analyzed, which must include a full heating season.

- 5. Washington Gas proposes to expand the MPP pilot to a five-year program, concluding March 24, 2022, and will present evidence of the success of the program in a subsequent rate case using the evaluation criteria established by the Commission in Order No. 19236. For the five years of the program, the Company proposes to enroll projects while collecting any available data. By extending the MPP enrollment period for an additional three years, the Company will have more time to finalize projects currently enrolled and those expected to be included in the MPP, as well as collect more data on the benefits of the program.
- 6. The Virginia State Corporation Commission authorized a five-year pilot MPP for Washington Gas, and the Maryland Public Service Commission approved a MPP on a permanent basis. The Company's request to expand the District of Columbia pilot MPP to five years is consistent with its authorization in neighboring

jurisdictions and would allow the Company to collect, analyze and compare data on a system-wide basis within similar timelines.

7. The additional time requested in this Motion is important for the success of the MPP. For example, the successful programs and additional time period have resulted in 2,408 new meters in Maryland, with an additional 1,567 meters in the construction pipeline, and 934 new meters in Virginia, with an additional 1,200 meters in the construction pipeline. In addition, there are 2,221 meters in Maryland and 1,606 meters in Virginia currently being evaluated for enrollment in the MPP.

WHEREFORE, for the reasons discussed herein, the Commission should extend the MPP to five years and allow the Company to continue enrollments for the duration of the pilot program. This will allow the Company a reasonable period of time to enroll customers while collecting data on the program to report in the Company's rate case following the conclusion of the pilot period.

Respectfully submitted,

CATHY THURSTON-SEIGNIOUS Supervisor, Administrative and

Associate General Counsel

WASHINGTON GAS LIGHT COMPANY 1000 Maine Avenue, SW, Suite 700 Washington, DC 20024 (202) 624-6105

cthurston-seignious@washgas.com

CERTIFICATE OF SERVICE

I, the undersigned counsel, hereby certify that on this 28th day of March 2019, I caused copies of the foregoing to be hand-delivered, mailed, postage-prepaid, or electronically delivered to the following:

Kimberly Lincoln-Stewart, Esquire Public Service Commission of the District of Columbia 1325 "G" Street, NW, 8th Floor Washington, DC 20005 kstewart@psc.dc.gov

Barbara Burton, Esquire
Office of the People's Counsel
of the District of Columbia
1133 - 15th Street, NW, Suite 500
Washington, DC 20005
bburton@opc-dc.gov

Frann G. Francis, Esquire
Apartment and Office Building
Association of Metro. Washington
1025 Connecticut Avenue, NW, Suite 1005
Washington, DC 20036
ffrancis@aoba-metro.org

Brian Caldwell, Esquire
Office of the Attorney General
for the District of Columbia
441 4th Street, NW, Suite 600-S
Washington, DC 20001
brian.caldwell@dc.gov

Catherine Crow, Esquire
The U.S. General Services Administration
1800 F Street, NW, Suite 2012B
Washington, DC 20405
catherine.crow@gsa.gov

Nina Dodge DC Climate Action 6004 34th Place, NW Washington, DC 20015 ndodge432@gmail.com Donna Mullinax
Blue Ridge Consulting Services, Inc.
114 Knightsridge Road
Travelers Rest, SC 29690
donnahmullinax@gmail.com

Howard Solganick 810 Persimmon Lane Langhorne, PA 19047 howard@energytactics.com

CATHY THURSTON-SEIGNIOUS