

BEFORE THE TENNESSEE PUBLIC UTILITY COMMISSION

NASHVILLE, TENNESSEE

January 8, 2019

IN RE:

PETITION OF PIEDMONT NATURAL GAS  
COMPANY FOR APPROVAL OF AN INTEGRITY  
MANAGEMENT RIDER TO ITS APPROVED RATE  
SCHEDULES AND SERVICE REGULATIONS

)  
)  
)  
)  
)  
)

DOCKET NO.  
18-00126

---

ORDER GRANTING THE PETITION TO INTERVENE FILED BY THE  
CONSUMER ADVOCATE

---

This matter is before the Hearing Officer of the Tennessee Public Utility Commission (“Commission” or “TPUC”) to consider the *Petition to Intervene* filed by the Consumer Advocate Unit of the Office of the Attorney General (“Consumer Advocate”) on December 7, 2018.

**RELEVANT BACKGROUND**

Piedmont Natural Gas Company, Inc.’s (“Piedmont”) Integrity Management Rider (“IMR”) was approved by the Commission in Docket No. 13-00118. Under the IMR, Service Schedule No. 317, Piedmont “will adjust its rates effective January 1<sup>st</sup> of each year in order to recover the costs associated with the Company’s prior year’s integrity management capital investment not yet reflected in Piedmont’s base rates.”<sup>1</sup> The filing must be made no later than November 30<sup>th</sup> of each year. Piedmont filed its IMR annual filing on November 30, 2018.

**CONSUMER ADVOCATE’S *PETITION TO INTERVENE***

On December 7, 2018, the Consumer Advocate filed a *Petition to Intervene* seeking to intervene in the docket pursuant to Tenn. Code Ann. § 65-4-118, which qualifies the Consumer

---

<sup>1</sup> IMR Mechanism Annual Filing, p. 1 (November 30, 2018).

Advocate to represent the interests of Tennessee consumers of public utility services in proceedings before the Commission. The Consumer Advocate asserts that “[t]he interests of consumers, including without limitation the proposed change in rates to be paid by Piedmont’s consumers under this filing, may be affected by determinations and orders made by the TPUC with respect to (a) the interpretation, application, and implementation of Tenn. Code Ann. § 65-5-103 and other relevant statutory and regulatory provisions and (b) the review and analysis of the documentation, financial spreadsheets, and materials provided by Piedmont.”<sup>2</sup> As such, the Consumer Advocate seeks to intervene in these proceedings to represent the interests of Tennessee consumers. Piedmont did not oppose the Consumer Advocate’s intervention in these proceedings.

## **FINDINGS & CONCLUSIONS**

Tenn. Code Ann. § 4-5-310 establishes the following criteria for granting petitions to intervene:

- (a) The administrative judge or hearing officer shall grant one (1) or more petitions for intervention if:
  - (1) The petition is submitted in writing to the administrative judge or hearing officer, with copies mailed to all parties named in the notice of the hearing, at least seven (7) days before the hearing;
  - (2) The petition states facts demonstrating that the petitioner's legal rights, duties, privileges, immunities or other legal interest may be determined in the proceeding or that the petitioner qualifies as an intervenor under any provision of law; and
  - (3) The administrative judge or hearing officer determines that the interests of justice and the orderly and prompt conduct of the proceedings shall not be impaired by allowing the intervention.
- (b) The agency may grant one (1) or more petitions for intervention at any time, upon determining that the intervention sought is in the interests of justice and shall not impair the orderly and prompt conduct of the proceedings.<sup>3</sup>

Although it is not an automatic or absolute right to participate in proceedings before the

---

<sup>2</sup> *Petition to Intervene*, p. 2 (December 7, 2018).

<sup>3</sup> Tenn. Code Ann. § 4-5-310.

Commission, Tenn. Code Ann. § 65-4-118(b)(1) provides a general basis for the qualification of the Consumer Advocate to be permitted to intervene as a party to represent the interests of Tennessee public utility consumers. It provides as follows:

The consumer advocate division has the duty and authority to represent the interests of Tennessee consumers of public utilities services. The division may, with the approval of the attorney general and reporter, participate or intervene as a party in any matter or proceeding before the commission or any other administrative, legislative or judicial body and initiate such proceeding, in accordance with the Uniform Administrative Procedures Act, compiled in title 4, chapter 5, and the rules of the commission.<sup>4</sup>

In the instant proceeding, Piedmont seeks approval of its IMR annual filing which may result in a change in rates for its customers. Therefore, as Piedmont's requests will directly impact the rates and charges paid by its customers, the Hearing Officer finds that there is a sufficient factual basis to find that legal rights or interests held by those consumers may be determined in this proceeding.

Upon due consideration, the Hearing Officer concludes that the legal rights, duties, privileges, immunities or other legal interest of Piedmont's customers may be determined in this proceeding. Further, the Hearing Officer finds that the Consumer Advocate qualifies under law as an intervenor for the purpose of representing those consumer interests, there is no objection to its intervention, and its *Petition to Intervene* was timely-filed and should not impair the interests of justice or the orderly and prompt conduct of the proceedings. For these reasons, the Hearing Officer concludes that the Consumer Advocate's *Petition to Intervene* should be granted.


**IT IS THEREFORE ORDERED THAT:**

The *Petition to Intervene* filed by the Consumer Advocate Unit of the Office of the Attorney General is granted. The Consumer Advocate Unit of the Office of the Attorney General may intervene and participate as a party in this proceeding and, as such, shall receive copies of any

---

<sup>4</sup> Tenn. Code Ann. § 65-4-118(b)(1).

notices, orders, or other documents filed herein.

  
Monica Smith-Ashford, Hearing Officer