PUBLIC UTILITY COMMISSION OF OREGON STAFF REPORT PUBLIC MEETING DATE: May 15, 2014

| REGULAR | CONSENT X EFFECTIVE DATE May 15, 2014 |
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| DATE: | May 5, 2014 |
| TO: | Public Utility Commission |
| FROM: | Adam Bless My |
| THROUGH: | Jason Eisdorfer, Maury Galbraith, and Aster Adams |
| | |

SUBJECT: OREGON PUBLIC UTILITY COMMISSION STAFF: (Docket

No. UM 1538) Request by Elemental Energy on behalf of Deborah Grant

for a waiver of the 12-month solar photovoltaic system installation

requirement pursuant to OAR 860-084-0210(1).

STAFF RECOMMENDATION:

I recommend the Commission grant the request by Elemental Energy and Deborah Grant to extend the 12-month deadline to install a solar photovoltaic (SPV) system under the Portland General Electric solar payment option program by six months, to October 18, 2014.

DISCUSSION:

Issue

Elemental Energy requests a waiver of the 12-month deadline for installation of a six kilowatt SPV system at the property of Deborah Grant. The project was enrolled in the Portland General Electric (PGE) solar payment option program in April 2013, with an installation deadline of April 18, 2014. Elemental Energy requests an extension of six months, to October 18, 2014. The Commission received the request on April 22, 2014.

Rule

The applicable rule is OAR 860-084-0210(1), which states that a capacity reservation expires if the system has not been installed within 12 months of the reservation start date, unless a waiver is granted under OAR 860-084-0000(3). The evaluation criteria set forth in OAR 860-084-0000(3) for waiver of Division 84 rules is "good cause" shown. The Commission has discretion to determine what constitutes "good cause."

Docket No. UM 1538 (Elemental Energy waiver request) May 5, 2014 Page 2

Analysis

Elemental Energy explains that the project is being installed at a multi-story property in Portland, following extensive renovations to the building. Permitting for the renovations began on April 29, 2013. Elemental Energy states that construction was impeded by the city permitting process. The construction and electrical work was finished and approved by the city on February 14, 2014. However, work on the solar installation was further delayed due to a health issue faced by Elemental Energy's client, Deborah Grant.

The construction and wiring are now complete, and the design, structural engineering, and fabrication of a custom-mounted solar structure have all been paid for. Elemental Energy states that it can expedite the solar installation, but requests a six month extension to allow Ms. Grant time to recover from her health concern.

In analyzing for "good cause," I considered the applicant's circumstances, the reasons for the delay, and the likelihood that the project will be completed by the requested new deadline. The delay in city permitting and the need for surgery were unexpected and were outside the applicant's control. Elemental Energy did apply promptly for city permits. Elemental Energy has previously completed seven projects under PGE's solar incentive program, all within their original deadline.

Conclusion and Recommendation

Elemental Energy and Deborah Grant began the construction and permitting process promptly. The delays were unexpected. The Grants have paid for the engineering and structural work. Elemental Energy's prior track record suggests that they will likely complete the project if given the requested extension. I therefore recommend granting the new deadline of October 18, 2014.

PROPOSED COMMISSION MOTION:

The request by Elemental Energy, on behalf of Deborah Grant, to extend the 12-month deadline to install a solar photovoltaic system under the Portland General Electric solar payment option program be granted, and the deadline extended by six months, to October 18, 2014.

Ca6-UM 1538 Elemental Energy VIR waiver request