ENTERED

JAN 28 2015

BEFORE THE PUBLIC UTILITY COMMISSION

OF OREGON

UM 1538

In the Matter of

RS ENERGY, LLC, on behalf of ED STAUB,

ORDER

Request for Waiver of the 12-month Solar Photovoltaic System Installation Requirement under OAR 860-084-0210(1).

DISPOSITION: STAFF'S RECOMMENDATION ADOPTED

At its public meeting on January 28, 2015, the Public Utility Commission of Oregon adopted Staff's recommendation in this matter. The Staff Report with the recommendation is attached as Appendix A.

BY THE COMMISSION:

Becky L. Beier Commission Secretary

A party may request rehearing or reconsideration of this order under ORS 756.561. A request for rehearing or reconsideration must be filed with the Commission within 60 days of the date of service of this order. The request must comply with the requirements in OAR 860-001-0720. A copy of the request must also be served on each party to the proceedings as provided in OAR 860-001-0180(2). A party may appeal this order by filing a petition for review with the Court of Appeals in compliance with ORS 183.480 through 183.484.

ITEM NO. CA11

PUBLIC UTILITY COMMISSION OF OREGON STAFF REPORT PUBLIC MEETING DATE: January 28, 2014

REGULAR CONSENT X EFFECTIVE DATE January 28, 2015

DATE:

January 20, 2015

TO:

Public Utility Commission

FROM:

Michael Breish Min

THROUGH: Jason Eisdorfer and Aster Adams

SUBJECT:

OREGON PUBLIC UTILITY COMMISSION STAFF: (Docket

No. UM 1538) Request by RS Energy, LLC, on behalf of their customer Ed Staub, for a waiver of the 12-month solar photovoltaic system installation

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

STAFF RECOMMENDATION:

Staff recommends the Commission grant the request by RS Energy, LLC (RS Energy) to waive the 12-month deadline to install one solar photovoltaic (SPV) system under Pacific Power's Oregon Solar Incentive Program (OSIP) by an additional six months, to June 15, 2015.

DISCUSSION:

Issue

RS Energy requests an extension for three SPV systems they are installing on behalf of their customer, Ed Staub, who is located in Klamath County. The projects have reserved spots in Pacific Power's OSIP. The permitting is being processed, the interconnection agreement has been received and approved by Pacific Power and the equipment is on purchase order. Due to a financing issue that arose from a difficult crop growing season, the project was not going to be completed by the deadline of October 15, 2014. The Commission received this request on November 13, 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 twelve months of the reservation

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start date, unless a waiver is granted under OAR 860-084-0000." 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."

Analysis and Recommendation

After receiving the reservation, Mr. Staub and RS Energy began siting the three planned SVPs as well as working on the necessary documentation and permitting. Due to the complexity of planning three separate projects, the entire process lasted into early Spring 2014. Mr. Staub, who is taking care of financing himself, heavily depends on the spring and summer crop growing season for income. Because of water issues farmers faced this past growing season, Mr. Staub had to delay the three SVP projects until he was sure he could comfortably proceed. After confirming he had a profitable crop and positive cash flow, he decided to proceed with the three SPV projects. Unfortunately, this decision arrived too close to the October 2014 installation deadline.

Staff was concerned that the request was filed after the project completion deadline. However, Staff considered the significant progress in completing the installation prerequisites, i.e., prepared permitting, submitted interconnection agreement and parts on purchase order. For this reason, Staff believes that the customer has shown good cause to waive the 12-month deadline to install the SPV system.

Based on this analysis, Staff recommends the extension be granted.

PROPOSED COMMISSION MOTION:

The request by RS Energy to waive the 12-month installation requirement for the SPV system under Pacific Power's OSIP be granted, and the deadline extended to June 15, 2015.

Ca11-UM 1538 RS Energy waiver request