

October 20, 2021

### VIA ELECTRONIC FILING

Public Utility Commission of Oregon Attn: Filing Center 201 High Street SE, Suite 100 Salem, OR 97301-3398

RE: UM\_\_\_\_\_ — PacifiCorp's Application for Deferred Accounting for Transportation Electrification Pilots

Pursuant to ORS 757.259(2)(e), OAR 860-027-0300, and Commission Order No. 21-259, PacifiCorp d/b/a Pacific Power (PacifiCorp) submits for filing its application to establish and maintain a balancing account to record the deferral of program costs and revenues related to PacifiCorp's Transportation Electrification Pilots.

PacifiCorp respectfully requests that all communications related to this filing be addressed to:

Oregon Dockets
PacifiCorp
Nate Larsen
Associate Attorney

825 NE Multnomah Street, Suite 2000 825 NE Multnomah Street, Suite 2000

Portland, OR 97232 Portland, OR 97232

oregondockets@pacificorp.com Email: nate.larsen@pacificorp.com

Additionally, PacifiCorp requests that all formal information requests regarding this matter be addressed to:

By email (preferred): <u>datarequest@pacificorp.com</u>

By regular mail: Data Request Response Center

**PacifiCorp** 

825 NE Multnomah, Suite 2000

Portland, OR 97232

Informal inquiries may be directed to Cathie Allen, Manager, Regulatory Affairs, at (503) 813-5934.

Sincerely,

Shelley McCoy Director, Regulation

Stulley McCory

Enclosures

# BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON

In the Matter of

PACIFICORP d/b/a PACIFIC POWER

Application for Approval of Deferred Accounting for a Balancing Account Related to PacifiCorp's Transportation Electrification Pilots.

# APPLICATION FOR DEFERRED ACCOUNTING

### I. INTRODUCTION

In accordance with Oregon Revised Statutes (ORS) 757.259(2)(e) and Oregon Administrative Rules (OAR) 860-027-0300, PacifiCorp d/b/a Pacific Power (PacifiCorp or Company) submits this application to the Public Utility Commission of Oregon (Commission) for an order authorizing the Company to establish and maintain a balancing account to record the deferral of program costs and revenues related to PacifiCorp's Transportation Electrification Residential Charging Pilot, Transportation Electrification Nonresidential Charging Pilot, and Transportation Electrification Outreach and Education Pilot (TE Pilots). PacifiCorp proposes to record in the balancing account the costs associated with the TE Pilots as described in the Company's application filed per OAR 860-087-0030 in Advice No. 21-016 (docket ADV 1288) and approved by the Commission in a public meeting on August 24, 2021. In addition, PacifiCorp will record in the balancing account the revenue collected from a tariff rider recovering the cost of the TE Pilots and the revenue from the sale of Oregon Clean Fuels Program credits related to the TE Pilots.

<sup>&</sup>lt;sup>1</sup> See Docket No. ADV 1288, Letter from Public Utility Commission of Oregon to PacifiCorp, *RE: Advice No. 21-016*, August 24, 2021 (memorializing Commission approval of PacifiCorp's TE Pilots).

#### II. NOTICE

Communications regarding this application should be addressed to:

Oregon Dockets Nate Larsen

PacifiCorp Associate Attorney

825 NE Multnomah Street, Suite 2000 PacifiCorp

Portland, OR 97232 825 NE Multnomah Street, Suite 2000

Email: oregondockets@pacificorp.com Portland, OR 97232

Email: nate.larsen@pacificorp.com

In addition, PacifiCorp requests that all data requests regarding this application be sent to the following:

By email (preferred): <u>datarequest@pacificorp.com</u>

By regular mail: Data Request Response Center

**PacifiCorp** 

825 NE Multnomah Street, Suite 2000

Portland, OR 97232

Informal questions may be directed to Cathie Allen, Manager, Regulatory Affairs, at (503) 813-5934.

### III. BACKGROUND

On June 30, 2021, PacifiCorp filed Advice Letter 21-016 requesting approval of the TE Pilots, with supplemental filings proposing minor revisions filed on July 20, 2021 and August 20, 2021. The TE Pilots consist of three pilot programs: the Transportation Electrification Residential Charging Pilot (Schedule 117), the Transportation Electrification Nonresidential Charging Pilot (Schedule 118), and the Transportation Electrification Outreach and Education Pilot. The Commission adopted Commission Staff's recommendation to approve the Company's TE Pilots at a public meeting on August 24, 2021.

In this application, PacifiCorp seeks Commission authorization to establish and maintain a balancing account to record the deferral of program costs and revenues related to

PacifiCorp's TE Pilots. PacifiCorp will record in the balancing account the revenue collected from a tariff rider (once approved), and the revenue from the sale of Oregon Clean Fuels Program credits related to the TE Pilots.

In the application for each of the three pilot programs, PacifiCorp proposed cost recovery "through a general rate case or a rate rider specific to transportation electrification programs."

The Company files this deferral application to obtain approval for the deferred accounting necessary to establish a balancing account to enable the use of a cost-of-service automatic adjustment clause.

#### IV. DEFERRAL OF COSTS

PacifiCorp respectfully requests authorization under ORS 757.259(2)(e) to establish and maintain a balancing account to record costs and credits related to the Company's TE Pilots, along with related interest at the Modified Blended Treasury Rate, consistent with the treatment of interest rates described in Order No. 08-263 as modified by Order No. 10-279.

As required by OAR 860-027-0300(3), PacifiCorp provides the following:

## A. Description of Utility Expense

PacifiCorp proposes to establish and maintain a balancing account to record the costs related to its TE Pilots, the collection of cost recovery through a rate rider, the receipt of monetized credits from the Oregon Clean Fuels Program, and related interest. Tracking the costs and revenues of the TE Pilots in a balancing account will enable PacifiCorp to accurately incorporate program costs into rates or employ a rate schedule with a cost-of-service automatic adjustment clause, ensuring that PacifiCorp will not under- or over-collect amounts related to the TE Pilots.

PacifiCorp anticipates incurring the following costs related to the TE Pilots:

- Customer incentives,
- Program administration,
- Outreach & marketing,
- Evaluation,
- Decision making support, Technical assistance and EV experiences, and
- Planning and studies.

PacifiCorp anticipates that it will begin to incur costs in October 2021, which costs will continue to accrue through three program years of the TE Pilots.

#### B. Reasons for Deferral

ORS 757.259(2)(e) allows the deferral of identifiable utility expenses in order to minimize the frequency of rate changes or the fluctuation of rate levels or to match appropriately the costs borne and benefits received by customers. In this application PacifiCorp seeks the use of a balancing account to match the costs borne and benefits received by customers.

### C. Proposed Accounting

If this application is approved, PacifiCorp will record deferred expense amounts arising from the TE Pilots by crediting FERC account 906, Customer Service and Informational Expenses, and debiting the TE Pilots balancing account, in FERC Account 182.3, Other Regulatory Assets. The deferral balance will be reduced monthly by the amount collected through rates or the tariff rider. In addition, revenues from monetized credits from the Oregon Clean Fuels Program related to the TE Pilots will be credited to the proposed TE Pilots balancing account. A carrying charge calculated at the current Modified

Blended Treasury rate will be recorded each month on the deferral balance. If this application is denied, the cost of the TE Pilots will remain in FERC account 906 and the revenues from monetized credits from the Oregon Clean Fuels Program related to the TE Pilots will be recorded in FERC account 456, Other Electric Revenues.

#### D. Estimate of Amounts

As detailed in the applications for its TE Pilots, PacifiCorp expects to incur a total of \$6.83 million over the three year life of the TE Pilots, including \$2.27 million in Year 1, \$2.25 million in Year 2, and \$2.32 million in Year 3. Those costs are broken out by pilot program by year in the table below.

PacifiCorp TE Pilots – Total Budget

|                                | Year 1      | Year 2      | Year 3      | Total       |
|--------------------------------|-------------|-------------|-------------|-------------|
| Transportation Electrification | \$796,252   | \$877,828   | \$941,364   | \$2,615,444 |
| Residential Charging Pilot     | \$ 190,232  | \$677,828   | \$941,304   | \$2,613,444 |
| Transportation Electrification | \$629,900   | \$684,900   | \$724,500   | \$2,039,300 |
| Nonresidential Charging Pilot  |             |             |             |             |
| Transportation Electrification | \$840,000   | \$682,500   | \$656,250   | \$2,178,750 |
| Outreach & Education Pilot     |             |             |             |             |
| Total                          | \$2,266,152 | \$2,245,228 | \$2,322,114 | \$6,833,494 |

As mentioned above, deferred costs associated with the TE Pilots will be recorded in the proposed balancing account along with interest calculated at the Modified Blended Treasury Rate and will be offset by the amount collected for the TE Pilots through rates or the tariff rider. In addition, revenues collected from monetized credits from the Oregon Clean Fuel Program will be credited to the proposed balancing account. Generally, it is expected that the balancing account will zero out over time.

# E. Notice

A copy of the Notice of Application and a list of persons served with the notice are attached as Exhibit A to this application.

# V. CONCLUSION

PacifiCorp respectfully requests that, in accordance with ORS 757.259(2)(e), the Commission authorize the Company to establish and maintain a balancing account related to PacifiCorp's TE Pilots to record costs, amortization through a future cost recovery mechanism, revenues from the sale of Oregon Clean Fuel Program credits and interest.

Respectfully submitted this 20th day of October, 2021

By:

Nate Larsen

Associate Attorney

PacifiCorp d/b/a Pacific Power

# **EXHIBIT A**

# NOTICE

#### **EXHIBIT A**

#### **NOTICE**

# BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON

In the Matter of

PACIFICORP d/b/a PACIFIC POWER

Application for Approval of Deferred Accounting for a Balancing Account Related to PacifiCorp's Transportation Electrification Pilots.

NOTICE OF
APPLICATION FOR
AUTHORIZATION OF DEFERRED
ACCOUNTING

On October 20, 2021, PacifiCorp d/b/a Pacific Power (PacifiCorp) filed an application with the Public Utility Commission of Oregon (Commission) for an order authorizing deferral of program costs and revenues related to PacifiCorp's Transportation Electrification Residential Charging Pilot, Transportation Electrification Nonresidential Charging Pilot, and Transportation Electrification Outreach and Education Pilot. PacifiCorp respectfully requests authorization for 12 months beginning October 20, 2021. To obtain a copy of the application, contact the following:

Oregon Dockets 825 NE Multnomah Street, Suite 2000 Portland, OR 97232

Email: oregondockets@pacificorp.com

Any person may submit written comments to the Commission regarding the application within 25 days of the date of this filing.

Respectfully submitted on October 20, 2021.

By:

Nate Larsen

Associate Attorney

PacifiCorp d/b/a Pacific Power

# **CERTIFICATE OF SERVICE**

I certify that I delivered a true and correct copy of PacifiCorp's **NOTICE OF APPLICATION FOR AUTHORIZATION OF DEFERRED ACCOUNTING** on the parties listed below via electronic mail in compliance with OAR 860-001-0180.

# Service List UE 374

| BILL EHRLICH (C) (HC)  | STEVE ELZINGA (C)                  |
|--|------------------------------------|
| TESLA  | CHARGEPOINT INC                    |
| 3500 DEER CREEK RD   | 693 CHEMEKETA ST NE                |
| PALO ALTO CA 94304   | SALEM OR 97301                     |
| wehrlich@tesla.com   | steve@shermlaw.com                 |
| William Control of the Control of th | <u>500 (0,5110111114 ) 10 5111</u> |
| FRANCESCA WAHL (C) (HC)  | LLOYD REED (C) (HC)                |
| TESLA  | REED CONSULTING                    |
| 6800 DUMBARTON CIRCLE  | 10025 HEATHERWOOD LANE             |
| FREMONT CA 94555   | HIGHLANDS RANCH CO 80126           |
| fwahl@tesla.com  | lloyd.reed@lloydreedconsulting.com |
|  |                                    |
| CRYTAL RIVERA (C) (HC)   | PAUL S SIMMONS (C)                 |
| SOMACH SIMMONS & DUNN  | SOMACH SIMMONS & DUNN, PC          |
| 500 CAPITOL MALL STE 1000  | 500 CAPITOL MALL, STE 1000         |
| SACRAMENTO CA 95814  | SACRAMENTO CA 95814                |
| crivera@somachlaw.com  | psimmons@somachlaw.com             |
|  |                                    |
| AWEC   |                                    |
| TYLER C PEPPLE (C) (HC)  | BRENT COLEMAN (C) (HC)             |
| DAVISON VAN CLEVE, PC  | DAVISON VAN CLEVE, PC              |
| 1750 SW HARBOR WAY STE 450   | 1750 SW HARBOR WAY STE 450         |
| PORTLAND OR 97201  | PORTLAND OR 97201                  |
| tcp@dvclaw.com   | blc@dvclaw.com                     |
|  |                                    |
| CALPINE SOLUTIONS  |                                    |
| GREGORY M. ADAMS (C)   | GREG BASS                          |
| RICHARDSON ADAMS, PLLC   | CALPINE ENERGY SOLUTIONS, LLC      |
| PO BOX 7218  | 401 WEST A ST, STE 500             |
| BOISE ID 83702   | SAN DIEGO CA 92101                 |
| greg@richardsonadams.com   | greg.bass@calpinesolutions.com     |
|  |                                    |
| KEVIN HIGGINS (C)  |                                    |
| ENERGY STRATEGIES LLC  |                                    |
| 215 STATE ST - STE 200   |                                    |
| SALT LAKE CITY UT 84111-2322   |                                    |
| khiggins@energystrat.com   |                                    |
|  |                                    |

| CHADCEDOINT                       |                                       |
|-----------------------------------|---------------------------------------|
| CHARGEPOINT                       | GGGTT DANG AND AND AG                 |
| ALEXANDRA LEUMER (C)              | SCOTT DUNBAR (C)                      |
| CHARGEPOINT                       | KEYES FOX & WIEDMAN LLP               |
| alexandra.leumer@chargepoint.com  | 1580 LINCOLN ST, STE 880              |
|                                   | DENVER CO 80203                       |
|                                   | sdunbar@kfwlaw.com                    |
|                                   |                                       |
| OREGON CITIZENS UTILITY BOARD     | •                                     |
| OREGON CITIZENS' UTILITY BOARD    | MICHAEL GOETZ (C) (HC)                |
| 610 SW BROADWAY, STE 400          | OREGON CITIZENS' UTILITY BOARD        |
| PORTLAND, OR 97205                | 610 SW BROADWAY STE 400               |
| dockets@oregoncub.org             | PORTLAND, OR 97205                    |
| dockets(w)oregoricub.org          | mike@oregoncub.org                    |
|                                   | mike@oregoncuo.org                    |
| DODEDT IENIZC (C) (UC)            |                                       |
| ROBERT JENKS (C) (HC)             |                                       |
| OREGON CITIZENS' UTILITY BOARD    |                                       |
| 610 SW BROADWAY, STE 400          |                                       |
| PORTLAND, OR 97205                |                                       |
| bob@oregoncub.org                 |                                       |
|                                   |                                       |
| FRED MEYER                        |                                       |
| JUSTIN BIEBER (C)                 | KURT J BOEHM (C)                      |
| FRED MEYER/ENERGY STRATEGIES LLC  | BOEHM KURTZ & LOWRY                   |
| 215 SOUTH STATE STREET, STE 200   | 36 E SEVENTH ST - STE 1510            |
| SALT LAKE CITY UT 84111           | CINCINNATI OH 45202                   |
| jbieber@energystrat.com           | kboehm@bkllawfirm.com                 |
|                                   |                                       |
| JODY KYLER COHN (C)               |                                       |
| BOEHM, KURTZ & LOWRY              |                                       |
| 36 E SEVENTH ST STE 1510          |                                       |
| CINCINNATI OH 45202               |                                       |
| jkylercohn@bkllawfirm.com         |                                       |
| Jan 2011 (September 1111111 Voll) |                                       |
| PACIFICORP                        | 1                                     |
| PACIFICORP, DBA PACIFIC POWER     | MATTHEW MCVEE (C)                     |
| 825 NE MULTNOMAH ST, STE 2000     | PACIFICORP                            |
| PORTLAND, OR 97232                | 825 NE MULTNOMAH ST STE 2000          |
| oregondockets@pacificorp.com      | PORTLAND, OR 97232                    |
| oregondockets(wpacificorp.com     | · · · · · · · · · · · · · · · · · · · |
|                                   | matthew.mcvee@pacificorp.com          |
| ETTA LOCKEY (C)                   |                                       |
| ETTA LOCKEY (C)                   |                                       |
| PACIFIC POWER                     |                                       |
| 825 NE MULTNOMAH ST., STE 2000    |                                       |
| PORTLAND OR 97232                 |                                       |
| etta.lockey@pacificorp.com        |                                       |
|                                   |                                       |

| SBUA                            |                                   |
|---------------------------------|-----------------------------------|
| WILLIAM STEELE (C)              | DIANE HENKELS (C)                 |
| BILL STEELE AND ASSOCIATES, LLC | SMALL BUSINESS UTILITY ADVOCATES  |
| PO BOX 631151                   | 621 SW MORRISON ST. STE 1025      |
| HIGHLANDS RANCH CO 80164        | PORTLAND OR 97205                 |
| wa.steele@hotmail.com           | diane@utilityadvocates.org        |
|                                 |                                   |
| SIERRA CLUB                     |                                   |
| ANA BOYD (C) (HC)               | GLORIA D SMITH (C) (HC)           |
| SIERRA CLUB                     | SIERRA CLUB LAW PROGRAM           |
| 2101 WEBSTER ST STE 1300        | 2101 WEBSTER ST STE 1300          |
| OAKLAND CA 94612                | OAKLAND CA 94612                  |
| ana.boyd@sierraclub.org         | gloria.smith@sierraclub.org       |
| una.ooya(a)siciraciao.org       | gioria.siminio/sierraeiae.org     |
| CHRISTOPHER M BZDOK (C) (HC)    |                                   |
| OLSON BZDOK & HOWARD            |                                   |
| 420 EAST FRONT ST               |                                   |
| TRAVERSE CITY MI 49686          |                                   |
|                                 |                                   |
| chris@envlaw.com                |                                   |
| STAFF                           |                                   |
| MARIANNE GARDNER (C)            | SOMMER MOSER (C)                  |
| PUBLIC UTILITY COMMISSION OF    | PUC STAFF - DEPARTMENT OF JUSTICE |
| OREGON                          | 1162 COURT ST NE                  |
| PO BOX 1088                     | SALEM, OR 97301                   |
|                                 |                                   |
| SALEM, OR 97308-1088            | sommer.moser@doj.state.or.us      |
| marianne.gardner@puc.oregon.gov |                                   |
| TESLA INC                       |                                   |
| KEVIN AUERBACHER (C) (HC)       | JOHN DUNBAR (C) (HC)              |
| TESLA, INC.                     | DUNBAR LAW LLC                    |
| 601 13TH ST NW, 9TH FL NORTH    | 621 SW MORRISION STREET STE 1025  |
| WASHINGTON DC 20005             |                                   |
|                                 | PORTLAND OR 97205                 |
| kauerbacher@tesla.com           | jdunbar@dunbarlawllc.com          |
| VITESSE LLC                     | 1                                 |
| R BRYCE DALLEY (C)              | LIZ FERRELL (C)                   |
| FACEBOOK INC                    | FACEBOOK, INC.                    |
| 2400 S BERTSINGER RD            | 1 HACKER WAY                      |
| RIDGEFIELD WA 98642             |                                   |
|                                 | MENLO PARK CA 94205               |
| <u>rbd@fb.com</u>               | eferrell@fb.com                   |
| IRION A SANGER (C)              |                                   |
| SANGER LAW PC                   |                                   |
| 1041 SE 58TH PLACE              |                                   |
| PORTLAND OR 97215               |                                   |
|                                 |                                   |
| <u>irion@sanger-law.com</u>     |                                   |
|                                 |                                   |

# WALMART

VICKI M BALDWIN (C)
PARSONS BEHLE & LATIMER
201 S MAIN ST STE 1800
SALT LAKE CITY UT 84111
vbaldwin@parsonsbehle.com

STEVE W CHRISS (C)
WAL-MART STORES, INC.
2001 SE 10TH ST
BENTONVILLE AR 72716-0550
stephen.chriss@wal-mart.com

Dated this 20<sup>th</sup> day of October, 2021.

Katie Savarin

Coordinator, Regulatory Operations