BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON

In the Matter of) UM 2255
IDAHO POWER COMPANY Application for Approval of 2026 All-Source Request for Proposals to Meet 2026 Capacity Resource Need.	NORTHWEST & INTERMOUNTAIN POWER PRODUCERS COALITION'S REPLY COMMENTS ON STAFF SUPPLEMENTAL REPORT
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The Northwest & Intermountain Power Producers Coalition ("NIPPC") respectfully submits to the Oregon Public Utility Commission (the "OPUC" or "Commission") reply comments in response to the Staff's Supplemental Report on Idaho Power Company's ("Idaho Power") Draft Request for Proposals ("Draft RFP").

As stated previously, NIPPC appreciates Idaho Power's willingness to incorporate some of NIPPC's recommendations in revisions to the Draft RFP, and NIPPC appreciates Staff's recommendation that the Commission adopt NIPPC's recommendation on several additional issues. NIPPC stands by all of its prior recommendations, including those that have not been adopted by Idaho Power's revisions and/or Staff's Report and Staff's Supplemental Report. To assist the Commission and to ensure that NIPPC's current position is as clear as possible, NIPPC has provided an updated version of its previously filed table of issues that includes Staff's final recommendation, the Independent Evaluator's position, and the current status of each issue. The updated table of issue is based on Idaho Power's most recent version of the Draft RFP, which is the version filed in this docket with Idaho Power's reply comments on June 6, 2023. The updated table of issues is attached hereto.

Dated: June 6, 2023

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Table of NIPPC's Issues-Updated June 6, 2023

Draft RFP Issues

Issue	NIPPC Recommendation	NIPPC	NIPPC	IE Position	Issue Resolved or
		Recommendation	Recommendation		Unresolved/
		Adopted by Idaho	Adopted by Staff		Disputed?
		Power Reply	Reports' Conditions		
		Comments March	and Accepted by		
		24, 2023?	Idaho Power?		
1. Price/Non-Price	Change Allocation from 75%/25%	No ²	Not directly addressed	IE did not	Resolved to NIPPC's
Points Allocation	to 80%/20% ¹		by Staff, but RFP	address issue	satisfaction if Staff's
			Condition 2, in effect,		condition is adopted.
			reduces the impact of		
			five of 25 non-price		
			points, making		
			practical point		
			allocation closer to		
			80/20		
2. Imputed Debt	NIPPC Recommends Deletion of	No ⁴	Yes, adopted by Staff	IE agrees w/	Resolved to NIPPC's
	the Proposed Imputed Debt Adder ³		SMM Condition 3, but	NIPPC	satisfaction if Staff's
			IPC objects to		condition is adopted.
			condition.		
3. Portfolio Modeling	NIPPC Recommends Delaying	Yes ⁶	Yes	IE did not	Resolved
and Sensitivity	Portfolio Modeling Until After			address issue	
Analysis	Development of the Initial				
	Shortlist and the RFP Should				
	Confirm Idaho Power Will				

NIPPC Comments, pp. 4-5 (March 17, 2023). Idaho Power Reply Comments, pp. 20-21 (March 24, 2023)

³ NIPPC Comments, pp. 6-8 (March 17, 2023).

Idaho Power Reply Comments, pp. 6-15 (March 24, 2023).

Idaho Power Reply Comments, p. 21 (March 24, 2023).

	Conduct Relevant Sensitivity Analyses ⁵				
4. Utility Ownership	NIPPC Recommends Inclusion of	No ⁸	Staff Supp. Report (p.	IE appears to	Resolved to NIPPC's
Price Scores	Long-Term Service Agreement		11) requests that IE	agree w/	satisfaction if Staff's
	Requirements or Reasonable		Report will address	NIPPC that	requirement in the
	Contingency Price Adders for		LTSA provisions for	absent LTSA,	Supplemental Report
	Utility Ownership Price Scores ⁷		utility-ownership bids	contingency	adopted.
			and ensure fair scoring	adders needed ⁹	
			of prices accordingly		
5. Price Score	NIPPC Recommends Clarification	Yes ¹¹	Yes	IE did not	Resolved
Ranking	of the Proposal to Rank Price			address issue	
	Scores by Technology Type ¹⁰				
6. Term	NIPPC Recommends that the RFP	Yes ¹³	Yes. Staff Supp. SMM	IE agrees with	Resolved
Normalization	Clarify the Term Normalization		Condition 1	NIPPC	
	Method ¹²		recommends RFP		
			include a sample		
			calculation, and IPC		
			included sample		
			calculation in Draft		
			RFP's Ex. R in June 6,		
			2023 filing.		
7. Non-Price Scoring	NIPPC Recommends More Clarity	Not completely.	Yes. Staff SMM	IE agreed with	Resolved
	Be Included in the Non-Price	Revised RFP	Condition 2	NIPPC and	
	Scorecard ¹⁴	improved clarity on	recommends removal	recommended	

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⁵ NIPPC Comments, pp. 8-10 (March 17, 2023).

NIPPC Comments, pp. 11-13 (March 17, 2023).

⁸ Idaho Power Reply Comments, p. 22 (March 24, 2023).

⁹ IE's Final Report, p. 17 (May 10, 2023).

NIPPC Comments, pp. 13-14 (March 17, 2023).

Idaho Power Reply Comments, p. 15; Draft RFP, pp. 25-27 (June 6, 2023).

NIPPC Comments, pp. 14-15 (March 17, 2023).

¹³ Idaho Power Reply Comments, pp. 5, 23 (March 24, 2023).

NIPPC Comments, pp. 15-17 (March 17, 2023).

		many points but still had subjective evaluation for edits to RFP's form contracts, technical specification edits, and credit form. ¹⁵	of non-price score penalty for edits to form contracts and RFP exhibits, and IPC agrees to SMM Condition 2.	additional clarification of specific points allocated to each question on scorecard, which IPC added in Draft RFP in June 6, 2023 filing	
8. Minimum Bid Criteria: Eligibility	a. The Checklist in Exhibit C Should Be Clarified as to	a. No. b. No.	a. Yes, Staff proposed clarification as RFP	ac. IE did not address issue	a. Resolved b. Unresolved
Checklist	documentation required to demonstrate COD feasibility and requisite transmission request status ¹⁶ b. Permissible Technologies, Points of Delivery, and Interconnection Status Should Be Clarified ¹⁷ c. The RFP Should Provide More than Two Days to Cure Errors or Misunderstandings in a Bid Submission ¹⁸	c. No.	Conditions 4 & 5. NIPPC had concerns with Staff's proposed language, but IPC agreed at the May 16, 2023 public meeting to use NIPPC's proposed revision. b. No, not resolved by Staff conditions or fully resolved by IPC yet. ¹⁹ c. Yes, resolved by Staff RFP Condition 6,		c. Resolved to NIPPC's satisfaction if Staff's condition is adopted.

¹⁵ Idaho Power Reply Comments, pp. 3-4, 17; Draft RFP, Ex. D (April 5, 2023).

NIPPC Comments, pp. 18-19 (March 17, 2023).

¹⁷ NIPPC Comments, pp. 19-20 (March 17, 2023).

NIPPC Comments, pp. 20-21 (March 17, 2023).

See NIPPC Comments on Staff Report, pp. 8-9 (May 9, 2023); Draft RFP, Ex. E p. 1 (June 6, 2023) (still stating: "this Exhibit E focuses exclusively on market purchases" and provides no list of permissible points of delivery for off-system resource-based bids); Draft RFP, pp. 9-10 & 13-14 (June 6, 2023) (still containing contradictory statements regarding interconnection requirements); *id.* at 9-10 (still containing the same suggested limitations on resource technologies).

9. Benchmark Bids	NIPPC Recommends that Idaho Power Disclose the Details of the Its Benchmark Bids and Explain Whether Project Components Will Be Available for Use by Bidders ²¹	No ²²	and IPC stated it agreed to Condition 6; but Draft RFP in June 6, 2023 filing still contains two-day cure period. 20 Staff Supp. RFP Conditions 1 & 2 adopt NIPPC proposal, and IPC provided information on benchmark bids in Draft RFP Ex. S on June 6, 2023.	IE agrees w/ NIPPC	Partially resolved; NIPPC recommends the Commission reserve the right to revisit the issue at shortlist stage after stakeholders and IE have had opportunity to review and comment on Idaho Power's decision not to make utility-owned assets available.
10. Firmness of Bids	NIPPC Recommends that the RFP Clarify that Bids May be Updated at the Shortlist Stage ²³	No.	Yes. Staff Supp. RFP Condition 3 adopts NIPPC's proposal, and IPC agreed to condition and updated Draft RFP in June 6, 2023 filing.	IE did not address issue	Resolved
11. Exclusivity at Shortlist Stage	NIPPC Recommends Deletion of Idaho Power's Proposed Exclusivity Rights to Projects	No ²⁵	Yes. Staff Supp. RFP Condition 4 adopts a 60-day limit on	IE did not address issue	Resolved

Idaho Power's Reply Comments on Staff Report, p. 8 (May 9, 2023); Draft RFP, p. 18 (June 6, 2023). NIPPC Comments, pp. 21-23 (March 17, 2023).

Idaho Power Reply Comments, pp. 2-3, 22-23 (March 24, 2023).

NIPPC Comments, pp. 23-24 (March 17, 2023). Idaho Power Reply Comments, p. 24 (March 24, 2023).

	During the Shortlist Stage, or		exclusivity, and IPC's		
	Limit Exclusivity to 60 Days ²⁴		agreed and updated		
			Draft RFP in June 6,		
			2023 filing with 60-day		
			limit on exclusivity.		
12. Final Shortlist	NIPPC Recommends Deletion of	No ²⁷	Yes, included as Staff	IE did not	Resolved
Fee	the RFP's Proposed Fee to		RFP Condition 3, and	address issue	
	Participate on the Shortlist ²⁶		agreed to by IPC.		
13. Contract	The RFP's Set of Contract Forms	No. Revised Draft	No	IE agrees w/	Unresolved
Forms/Term Sheets	Is Incomplete; NIPPC	RFP states that		NIPPC and	
	Recommends Idaho Power	bidders should		recommends	
	Provide Term Sheets for All Key	submit alternative		term sheets for	
	Terms for All Resource Types and	contract terms for		all technology	
	Bid Structures ²⁸	different		types	
		technologies and			
		bid structures. ²⁹			

<u>Issues Applicable to Both the Solar-Specific PPA Form and</u> the Battery Storage Agreement Form

Issue	NIPPC Recommendation	NIPPC	NIPPC Recommendation	IE Position	Issue Resolved
		Recommendation	Adopted by Staff Reports'		or Unresolved/
		Adopted by Idaho	Conditions and Accepted		Disputed?
		Power Reply	by Idaho Power?		_
		Comments March			
		24, 2023?			

²⁴ NIPPC Comments, pp. 24-25 (March 17, 2023).

²⁶ NIPPC Comments, p. 25 (March 17, 2023).

²⁷ Idaho Power Reply Comments, p. 24 (March 24, 2023).

NIPPC Comments, pp. 26-27 (March 17, 2023).

Idaho Power Reply Comments, pp. 24-25; Draft RFP, pp. 22-23 (June 6, 2023).

Right of First Refusal	Delete the PPA and SCA's ROFO in § 8.4, triggered by change in ownership, and ROFO in § 8.5, triggered on the Effective Date on PPA or BSA ³⁰	No	Staff RFP Condition 7 requires removal of § 8.5 ROFO on Effective Date but not with respect to the ROFO for facility ownership changes in § 8.4. IPC states it agrees to Staff's condition, but its proposed contract edits do not implement removal of the ROFO even in § 8.5.	IE agrees with Staff's proposal	Resolved to NIPPC's satisfaction as to § 8.5 if Staff's Recommendation is adopted, but § 8.4 remains disputed.
Delay Damages	Reduce Delay Damages level for PPA and BSA, and provide reduction to daily delay damages after partial completion in PPA consistent with terms of BSA ³¹	No	Staff Supp. RFP Condition 5 adopts NIPPC's recommendation in part by requiring reduction of PPA's delay damages from \$400/MWac/day to \$200/MWac/day, but does not adopt any reduction to BSA's \$100/MWh, which is equivalent to the \$400/MWac/day for a PPA; nor does Staff adopt NIPPC's proposed reduction of damages in the case of partial completion. IPC states it would agree to Staff's condition but recommends the delay	IE agrees w/ NIPPC	Resolved only in part to NIPPC's satisfaction. NIPPC continues to recommend BSA delay damages amount be reduced, and PPA and BSA damages be reduced for partial completion.

E.g., PPA §§ 8.1-8.8 & 9.4; NIPPC Comments, p. 28 (March 17, 2023). PPA §1.25; BSA §§ & 1.28 & 1.56; NIPPC Comments, pp. 28-29 (March 17, 2023).

			damages amount remain blank in the form PPA. ³²		
Development Security	Clarify that development security may be established with cash ³³	No	Yes. Staff Supp. RFP Condition 6 adopts NIPPC's recommendation, and IPC agreed to Staff's condition and amended form contracts with reply comments on June 6, 2023.	IE agrees w/ NIPPC	Resolved
IPUC Approval	Provide a day-for-day extension to Scheduled Commercial Operation Date in the instance that IPUC approval of the contract takes more than six months and a right to terminate without damages by Seller for longer delays and remove references to OPUC approvals and waivers ³⁴	No	Yes. Staff Supp. RFP Condition 7 amends PPA and BSA to extend Scheduled COD day for day for delays beyond six months in IPUC contract approval, and IPC agreed to Staff's condition and amended PPA and BSA in June 6, 2023 filing.	IE agrees w/ NIPPC	Resolved
Network Resource Interconnection Service	Revise the contract forms to allow use of ERIS, consistent with changes already made to the RFP itself to allow ERIS ³⁵	No	No	IE did not address issue	Unresolved
PUC Jurisdiction and Jury Trial Waiver	Delete "Governmental Authorities" provision and the Jury Trial Waiver provisions ³⁶	No	No	IE did not address issue	Unresolved

Idaho Power's Reply Comments to Supp. Staff Report, pp. 3-4 (June 6, 2023); Draft RFP, Ex. H, Form PPA, § 1.25 (June 6, 2023) (specifying a blank space for amount of delay damages); Draft RFP, Ex. H, Form BSA, § 1.28 (still specifying \$100/MWh for delay damages).

E.g., PPA §§ 9.1, 9.2; NIPPC Comments, p. 29 (March 17, 2023).

³⁴ E.g., PPA § 3.1; NIPPC Comments, pp. 29-30 (March 17, 2023).

³⁵ E.g., PPA § 7.3; NIPPC Comments, p. 30 (March 17, 2023).

³⁶ E.g., PPA §§ 20 & 26.4; NIPPC Comments, p. 30 (March 17, 2023).

Limitation of Idaho Power Transmission Liability	Delete provisions attempting to absolve Idaho Power of responsibility for delays caused by Idaho Power's interconnection department ³⁷	No	Yes, in part. Staff Supp. RFP Condition 8 adopts NIPPC's recommendation, and IPC agrees but proposed edits to form PPA and BSA in June 6, 2023 filing that do not fully resolve NIPPC's concerns. ³⁸	IE agrees w/ NIPPC	Resolved to NIPPC's satisfaction with IPC's PPA/BSA edits for purposes of this case only and with the understanding bidders can propose further edits without scoring penalty.
Limits on Seller's Damages	Include Seller's lost tax credits as part of liquidated damages owing to Seller if Idaho Power breaches ³⁹	No	No	IE did not address issue	Unresolved
Qualified Operator	Relax the unreasonable requirements for five years operating 1,000 MW of solar facilities and five years' operating 500 MW of BESS ⁴⁰	No	Yes. Staff Supp. RFP Condition 9 adopts NIPPC's recommendation, and IPC accepted condition and amended form contracts with June 6, 2023 filing.	IE agrees w/ NIPPC	Resolved
Force Majeure	Revise 180-day limit on force majeures to at least a year ⁴¹	No	No	IE did not address issue	Unresolved

³⁷ *E.g.*, PPA §§1.145, 7.2.1, 15.1; NIPPC Comments, pp. 30-31 (March 17, 2023). Idaho Power's Reply Comments to Supp. Staff Report, p. 6 (June 6, 2026).

³⁸

³⁹ E.g., PPA §§ 1.18, 1.42, 1.43, 1.72, 1.126, 12.2.2 & 12.4; NIPPC Comments, p. 31 (March 17, 2023).

⁴⁰ PPA § 1.105; BSA § 1.108; NIPPC Comments, p. 31 (March 17, 2023).

⁴¹ E.g., PPA § 15.5; NIPPC Comments, p. 32 (March 17, 2023).

Issue Unique to Solar-Specific PPA Form

Issue	NIPPC Recommendation	NIPPC Recommendation Adopted by Idaho Power Reply Comments March 24, 2023?	NIPPC Recommendation Adopted by Staff Reports' Conditions and Accepted by Idaho Power?	IE Position	Issue Resolved or Unresolved/ Disputed?
Forecasting Costs	Delete provision requiring Seller to pay a share of Idaho Power's portfolio wide solar forecasting service or allow Seller to elect to supply its own forecasting to Idaho Power ⁴²	No	No	IE agrees w/ NIPPC	Unresolved
Performance Guarantee	Delete ambiguous termination provision and include no termination for falling below the 90% monthly guarantee because liquidated damages apply in that case to keep Idaho Power whole ⁴³	No	No	IE agrees w/ NIPPC	Unresolved
Compensated Curtailment	Include lost tax credit value to the Seller as part of payment to Seller for compensated curtailment events ⁴⁴	No	No	IE did not address issue	Unresolved
"Special Contract" Provisions	Delete confusing provisions designed for a green tariff PPA ⁴⁵	No	No	IE agrees w/ NIPPC	Unresolved

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PPA § 7.7; NIPPC Comments, p. 32 (March 17, 2023). PPA §§ 7.12 & 12.1.2.8; NIPPC Comments, pp. 32-33 (March 17, 2023). 43

⁴⁴ PPA § 6.1.3; NIPPC Comments, p. 33 (March 17, 2023).

⁴⁵ NIPPC Comments, p. 33 (March 17, 2023).

Issues Unique to Battery Storage Agreement Form

Issue	NIPPC Recommendation	NIPPC Recommendation Adopted by Idaho Power Reply Comments March 24, 2023?	NIPPC Recommendation Adopted by Staff Reports' Conditions and Accepted by Idaho Power?	IE Position	Issue Resolved or Unresolved/ Disputed?
Roundtrip Efficiency	Allow bidders to propose a lower RTE than the BSA Form's 87% without any scoring penalty, or ensure appropriate bid adders are applied to utility-owned BESS bids to maintain 87% RTE during entire life of BESS bid ⁴⁶	No	Yes. Staff Supp. RFP Condition 10 adopts NIPPC's recommendation, and IPC accepted condition and amended form BSA with June 6, 2023 filing.	IE agrees w/ NIPPC	Resolved
Charging Management	Revise charging management protocols to give Seller reasonable time to respond to Idaho Power's charge/discharge instructions ⁴⁷	No	Staff Supp. RFP Condition 11 adopts NIPPC's recommendation; but IPC objects to Staff's proposed 120-minute notice requirement and indicates it will agree to reasonable protocols submitted by bidders in BSA Ex. 4.48	IE agrees w/ NIPPC	Resolved to NIPPC's satisfaction if Staff's condition is adopted; alternatively, NIPPC would not oppose IPC's proposed reliance on bidder

⁴⁶ BSA §§ 1.52, 4.5.3, 12.1.2.8; NIPPC Comments, p. 34 (March 17, 2023).

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BSA § 7.7; NIPPC Comments, pp. 34-35 (March 17, 2023). Idaho Power's Reply Comments on Supp. Staff Report, pp. 6-7 (June 6, 2023). 48

		protocols in
		BSA Ex. 4.

<u>Issues Unique to Build Transfer Agreement Form</u>

Issue	NIPPC Recommendation	NIPPC Recommendation Adopted by Idaho Power Reply Comments March 24, 2023?	NIPPC Recommendation Adopted by Staff Reports' Conditions and Accepted by Idaho Power?	IE Position	Issue Resolved or Unresolved/ Disputed?
O&M Agreement	No form O&M Agreement or term sheet is required; minimum terms equally protective of the PPA/BSA forms should be required, or appropriate contingency price adders included for such bids ⁴⁹	No	Staff Supp. Report (p. 11) proposes that IE Report will address LTSA provisions for utility-ownership bids and ensure fair scoring of prices accordingly.	IE agrees w/ NIPPC	Resolved to NIPPC's satisfaction if Staff's requirement in the Supplemental Report adopted.
Long Term Service Agreement	No form LTSA or term sheet is required; minimum terms equally protective of the PPA/BSA forms should be required, or appropriate contingency price adders included for such bids ⁵⁰	No	Staff Supp. Report (p. 11) requests that IE Report will address LTSA provisions for utility-ownership bids and ensure fair scoring of prices accordingly.	IE agrees w/ NIPPC	Resolved to NIPPC's satisfaction if Staff's requirement in the Supplemental Report adopted.

⁴⁹ NIPPC Comments, p. 35 (March 17, 2023). NIPPC Comments, p. 35 (March 17, 2023).

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