# Public Utility Commission

### e-FILING REPORT COVER SHEET

# Send completed Cover Sheet and the Report in an email addressed to: <a href="mailto:PUC.FilingCenter@state.or.us">PUC.FilingCenter@state.or.us</a>

REPORT NAME:	NW Natural's 2019 Smart Energy™ Reconciliation Report
COMPANY NAME	: NW Natural
DOES REPORT CO	ONTAIN CONFIDENTIAL INFORMATION? ⊠No ☐Yes
• •	submit only the cover letter electronically. Submit confidential information as directed in or the terms of an applicable protective order.
If known, please sele	ect designation: RE (Electric) RG (Gas) RW (Water) RO (Other)
Report is required by	y: OAR
	Statute
	Order
Is this report associa	ted with a specific docket/case?  No  Yes
If yes, enter of	docket number: RG 2
•	Words for this report to facilitate electronic search: Energy <sup>™</sup> , offsets, reconciliation report, POC, Portfolio Options Committee, 2019
DO <u>NO</u> T electronic	cally file with the PUC Filing Center:
	nnual Fee Statement form and payment remittance or
	US or RSPF Surcharge form or surcharge remittance or
\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	ny other Telecommunications Reporting or
\ \ \ / /	ny daily safety or safety incident reports or ccident reports required by ORS 654.715
• A	celucin reports required by OKS 034.713

Please file the above reports according to their individual instructions.

PUC FM050 (Rev. 6/29/12)



250 SW Taylor Street Portland, OR 97204 503-226-4211 nwnatural.com

March 24, 2020

### **VIA ELECTRONIC FILING**

Public Utility Commission of Oregon Attention: Filing Center 201 High Street SE, Suite 100 Post Office Box 1088 Salem, Oregon 97308-1088

### Re: RG 2 - NW Natural's 2019 Smart Energy™ Reconciliation Report

Northwest Natural Gas Company, dba NW Natural (Company), files herewith its 2019 Smart Energy™ Reconciliation Report for the program year January 1, 2019 through December 31, 2019, as requested by the Portfolio Options Committee, which oversees and advises the Company's offset program.

Please address any correspondence on this matter to me with copies to the following:

eFiling Rates & Regulatory Affairs NW Natural 250 SW Taylor Street Portland, Oregon 97204 Telephone: (503) 610-7330 eFiling@nwnatural.com

Sincerely,

/s/ Rebecca T. Brown

Rebecca T. Brown Regulatory Consultant 503-610-7326

Enclosure:

RG 2-NWNs-2019-Smart-Energy-ReconRpt-03.24.2020

# **Smart Energy Product Reporting**

### **Demand** Reconciliation

For the period of January 1, 2019 – December 31, 2019

Table 1: Participating Customer Billings & Resulting Greenhouse Gas Offsets

Calendar	Smart Energy	Therms to	Obligation
Year	Funds Billed	be offset	short tons
2019	\$3,163,7140.33 <sup>1</sup>	30,170,802.31	176,499.19

11.7 pounds per therm based on the recognized standard of U.S. Energy Information Administration 170.94 therms per short ton

<sup>&</sup>lt;sup>1</sup> Collections, net of uncollectable allowance

# **Smart Energy Product Reporting**

# **Supply** Reconciliation

For the period of January 1, 2019 – December 31, 2019

 Table 2: Offset Obligations & Retirements

Calendar	Offset Activity	Short Tons
Year	Obligations	282,547.05
2019	Retirements	159,424.55

# Smart Energy Offset Project Obligations Totals By Project

	Author	rized	Retire	ed	Balan	ice
Project	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons
Bettencourt Dairy - B6	63,021	69,468.04	53,021	58,445.05	(10,000)	(11,022.99)
City of Astoria - Bear Creek	100,000	110,230.00	0	0.00	(100,000)	(110,230.00)
Castelanelli Brothers Dairy - Castelanelli	15,000	16,534.50	0	0.00	(15,000)	(16,534.50)
Element Markets - Davis LFG	130,000	143,299.00	65,000	71,649.50	(65,000)	(71,649.50)
Revolution Energy Solutions - Lochmead Farms	17,199	18,958.46	17,199	18,958.46	0	0.00
Farm Power - Lynden	20,000	22,046.00	20,000	22,046.00	0	0.00
Farm Power - Misty Meadow	119,134	131,321.41	79,134	87,229.41	(40,000)	(44,092.00)
J.R. Simplot - Moses Lake	126,476	139,414.50	128,320	141,447.14	1,844	2,032.64
J.R. Simplot - Moses Lake 2	108,810	119,941.26	33,810	37,268.76	(75,000)	(82,672.50)
Revolution Energy Solutions - Oak Lea	23,250	25,628.46	11,507	12,684.17	(11,743)	(12,944.29)
Farm Power - Rexville	57,364	63,232.31	57,364	63,232.34	0	0.03
Farm Power - Tillamook	91,173	100,500.00	54,719	60,316.75	(36,454)	(40,183.25)
TMF Biofuels - TMF Biofuels	15,000	16,534.50	15,000	16,534.50	0	0.00
Mass Energy Works - Van Warmerdam	39,174	43,181.50	23,610	26,025.30	(15,564)	(17,156.20)
Intrepid Technology Resources - Whitesides Dairy	17,067	18,812.95	17,067	18,812.95	0	0.00
Total:	942,668	1,039,102.89	575,751	634,650.33	(366,917)	(404,452.56)

# Smart Energy Offset Vintage Obligations

## Totals By Project and Authorization

Begin Date: 1/1/2019

End Date: 12/31/2019

Bettencourt D	Bettencourt Dairy - B6, Site Location: Gooding ID Project Type: Dairy									
BD-B6-SE-2		Autho	orized	Retir	ed	Bala	nce			
9/17/2019	Vintage	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons			
	2017	11,813	13,021.47	11,813	13,021.47	0	0.00			
	Total Auth:	11,813	13,021.47	11,813	13,021.47	0	0.00			

Project Total: 11,813 13,021.47 11,813 13,021.47 0 0.00

City of Astoric	City of Astoria - Bear Creek, Site Location: Astoria Oregon Project Type: IFM								
COA-BC-SE-1	COA-BC-SE-1 Authorized		Retir	ed	Bala	nce			
7/31/2019	Vintage	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons		
	2020	100,000	100,000 110,230.00		0.00	(100,000)	(110,230.00)		
	Total Auth:	100,000	110,230.00	0	0.00	(100,000)	(110,230.00)		

Project Total: 100,000 110,230.00 0 0.00 (100,000) (110,230.00)

Element Markets - Davis LFG, Site Location: Layton UT Project Type: LFG								
EM-DLG-SE-1		Autho	orized	Retir	ed	Balance		
6/24/2019	Vintage	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	
	2018	65,000	71,649.50	65,000	71,649.50	0	0.00	
	2019	65,000	65,000 71,649.50		0.00	(65,000)	(71,649.50)	
	Total Auth:	130,000	143,299.00	65,000	71,649.50	(65,000)	(71,649.50)	

Project Total: 130,000 143,299.00 65,000 71,649.50 (65,000) (71,649.50)

Page 5 of 12

# Smart Energy Offset Vintage Obligations

# Totals By Project and Authorization

Begin Date: 1/1/2019

12/31/2019

Farm Power -	Farm Power - Misty Meadow, Site Location: Tillamook OR Project Type: Dairy									
FP-MM-SE-7		Autho	orized	Retired		Balance				
7/17/2019	Vintage	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons			
	2018	9,568	10,546.81	9,568	10,546.81	0	0.00			
	Total Auth:	9,568	10,546.81	9,568	10,546.81	0	0.00			

**Project Total:** 9,568 10,546.81 9,568 10,546.81 0 0.00

Farm Power	Farm Power - Rexville, Site Location: Mt. Vernon WA Project Type: Dairy								
FP-RX-SE-3	X-SE-3 Authorized Retired		Bala	nce					
4/22/2019	Vintage	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons		
	2018	4,944	4,944 5,449.77		5,449.77	0	0.00		
	Total Auth:	4,944	5,449.77	4,944	5,449.77	0	0.00		

**Project Total:** 4,944 5,449.77 4,944 5,449.77 0 0.00

**Grand Total:** 256,325 282,547.05 91,325 100,667.55 (165,000) (181,879.50)

# Smart Energy Offset Projects Retirement Detail (1/1/2019 - 12/31/2019)

Bettencourt Dairy - B6 Site Location: Gooding Project Type: Dairy

Estimated Total Project Volume

Metric Tonnes
Short Tons
164,081
180,866.49
Standard:
Protocol:

Standard: Climate Action Reserve

4.0

Registry: Climate Action Reserve

Duration: 10 years

Crediting Period:

Initial

Greenhouse Gas: Me

Methane

Project Authorizations	Authorized		Retired		Balance	
	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons
Buyer: Smart Energy	63,021	69,468.04	53,021	58,445.05	(10,000)	(11,022.99)

Project	Retirements							
Vintage	Reporting	Reporting	Verifier	Verification	Verification	Metric Tonnes	Short Tons	Retirement
	Start Date	End Date		Start Date	End Date			Effective Date
2017	1/1/2017	12/31/2017	First Environment, Inc.	4/5/2018	5/30/2018	11,813	13,021.47	9/25/2019

Serial Number: CAR-1-US-593-5-207-ID-2017-5484-43810 to 55622

Registry Listing URL: https://thereserve2.apx.com/

RG-2 - NWN's 2019 Reconciliation Report Page 7 of 12

#### Element Markets - Davis LFG Project Type: LFG **Site Location: Layton**

400 000	440 920 00
Metric Tonnes	Short Tons
Estimated Total	Project volume

Climate Action Reserve Standard:

Registry: Climate Action Reserve

Duration: 10 years

440,920.00

Protocol: 5.0 Crediting Period: Second Greenhouse Gas: Methane

Project Authorizations	Autho	orized	Reti	red	Bal	ance
	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons
Buyer: Smart Energy	130,000	143,299.00	65,000	71,649.50	(65,000)	(71,649.50)

#### **Project Retirements** Vintage Reporting Reporting Verifier Verification Verification Metric Tonnes Short Tons Retirement Effective Date Start Date **End Date** Start Date End Date 2018 1/1/2018 12/31/2018 8/6/2019 12/4/2019 65,000 71,649.50 12/24/2019 GHD Services, Inc.

Serial Number: CAR-1-US-473-4-288-UT-2018-5893-1 to 65000

Registry Listing URL: http://www.climateactionreserve.org

RG-2 - NWN's 2019 Reconciliation Report Page 8 of 12

# Farm Power - Misty Meadow Site Location: Tillamook Project Type: Dairy

Estimated Total Project Volume

Metric Tonnes Short Tons

93,100 102,624.13

Standard: Climate Action Reserve

Version 3.0

Registry: Climate Action Reserve

Duration: 10 years

Protocol: U.S. Livestock Project Protocol,

Crediting Period: Initial

Greenhouse Gas:

Methane

Project Authorizations	Au	thorized	Ret	ired	Bal	ance
	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons
Buyer: Sma	rt Energy 119,134	131,321.41	79,134	87,229.41	(40,000)	(44,092.00)

Project	Retirements							
Vintage	Reporting	Reporting	Verifier	Verification	Verification	Metric Tonnes	Short Tons	Retirement
	Start Date	End Date		Start Date	End Date			Effective Date
2018	1/1/2018	12/31/2018	First Environment, Inc.	2/19/2019	5/30/2019	19,568	21,569.81	7/19/2019

Serial Number: CAR-1-US-996-5-212-OR-2018-5798-1 to 19568

 $Registry\ Listing\ URL:\ https://protect2.fireeye.com/url?k=c080d1f2-9c277ff5-c081f075-ac1f6b1e94f6-3a91b22ce914b92a\&q=1\&u=https://s3A%2F%2Fthereserve2.apx.com%2Fmymodule%2Fmypage.asp$ 

RG-2 - NWN's 2019 Reconciliation Report Page 9 of 12

## J.R. Simplot - Moses Lake 2 Site Location: Moses Lake Project Type: OWD

Estimated Total Project Volume

Metric Tonnes Short Tons

196,000 216,050.80

Standard: Verified Carbon Standard

Registry: Markit

Duration: 7 years

Crediting Period:

Second

Greenhouse Gas:

Methane

Project Authorizations	Autho	orized	Reti	red	Bal	ance
	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons
Buyer: Smart Energy	108,810	119,941.26	33,810	37,268.76	(75,000)	(82,672.50)

# **Project Retirements**

Vintage	Reporting	Reporting	Verifier	Verification	Verification	Metric Tonnes	Short Tons	
	Start Date	End Date		Start Date	End Date			Effective Date
2018	1/1/2018	7/31/2018	Ruby Canyon Engineering	8/23/2018	10/28/2019	15,000	16,534.50	12/24/2019

Serial Number: 7575-408068532-408083531-VCU-043-MER-US-13-448.01012018-31072018-0

Protocol:

Registry Listing URL: http://www.climateactionreserve.org

#### Farm Power - Rexville **Site Location: Mt. Vernon** Project Type: Dairy

**Estimated Total Project Volume** Metric Tonnes Short Tons Standard: Climate Action Reserve

Protocol 2.0

Registry: Climate Action Reserve

Duration: 10 years

116,524 128,444.41 Protocol: Climate Action Reserve Livestock Crediting Period:

Greenhouse Gas: Initial

Methane

Project Authorizations	Autho	orized	Reti	red	Bal	ance
	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons
Buyer: Smart Energy	57,364	63,232.31	57,364	63,232.34	0	0.03

Vintage	Reporting	Reporting	Verifier	Verification	Verification	Metric Tonnes	Short Tons	Retirement
	Start Date	End Date		Start Date	End Date			Effective Date
2017	9/1/2017	12/31/2017	Ruby Canyon Engineering	10/24/2018	4/19/2019	3,052	3,364.22	5/8/2019
	Serial Number: CAF	R-1-US-416-5-212-W	/A-2017-5709-1 to 3052					
	Registry Listing URL: https://	://thereserve2.apx.com/n	nymodule/mypage.asp					
2018	1/1/2018	8/31/2018	Ruby Canyon Engineering	10/24/2018	4/19/2019	752	828.93	5/8/2019
	Serial Number: CAR	R-1-US-416-5-212-W	/A-2018-5749-1 to 752					
	Registry Listing URL: https://	:://thereserve2.apx.com/n	nymodule/mypage.asp					
2018	1/1/2018	8/31/2018	Ruby Canyon Engineering	10/24/2018	4/19/2019	12,851	14,165.66	5/8/2019
	Serial Number: CAF	R-1-US-416-5-212-W	/A-2018-5708-1 to 12851					

RG-2 - NWN's 2019 Reconciliation Report Page 11 of 12

### Farm Power - Tillamook Site Location: Tillamook Project Type: Dairy

Estimated Total Project Volume

Metric Tonnes Short Tons

88,400 97,443.32

Standard: Climate Action Reserve

Version 3.0

Registry: Climate Action Reserve

Duration: 10 years

Protocol: U.S. Livestock Project Protocol,

Crediting Period: Initial

Greenhouse Gas:

Methane

Project Authorizations	Autho	orized	Reti	red	Bal	ance
	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons
Buyer: Smart Energy	91,173	100,500.00	54,719	60,316.75	(36,454)	(40,183.25)

Project	Retirements							
Vintage	Reporting	Reporting	Verifier	Verification	Verification	Metric Tonnes	Short Tons	Retirement
	Start Date	End Date		Start Date	End Date			Effective Date
2018	1/1/2018	12/31/2018	First Environment, Inc.	2/19/2019	5/10/2019	11,369	12,532.05	7/18/2019

Serial Number: CAR-1-US-988-5-212-OR-2018-5768-1 to 11369

 $Registry\ Listing\ URL:\ https://protect2.fireeye.com/url?k=93e729c9-cf4087ce-93e6084e-ac1f6b1e94f6-09eeedfaad9940af&q=1&u=https://s42f2f2epercet.apx.com/2Fmypage.asp$ 

#### Mass Energy Works - Van Warmerdam **Site Location: Galt** Project Type: Dairy **Estimated Total Project Volume** Standard: Climate Action Reserve Registry: Climate Action Reserve Duration: 10 years Metric Tonnes Short Tons Protocol: U.S. Livestock Project Protocol, Crediting Period: Greenhouse Gas: Methane Initial 60,227 66,388.22 Version 4.0

Project Authorizations	Autho	rized	Reti	red	Bala	ance
	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons	Metric Tonnes	Short Tons
Buyer: Smart Energy	39,174	43,181.50	23,610	26,025.30	(15,564)	(17,156.20)

Vintage	Reporting Start Date	Reporting End Date	Verifier	Verification Start Date	Verification End Date	Metric Tonnes	Short Tons	Retirement Effective Date
2018	5/1/2018	12/31/2018	First Environment, Inc.	5/14/2019	11/6/2019	2,788	3,073.21	12/4/2019
	Serial Number: CAF Registry Listing URL: http:		A-2018-5885-1 to 2788 ve.org					