

May 18, 2023

## **VIA ELECTRONIC FILING**

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

Re: UM 1483(13)—PacifiCorp Application for Reauthorization for Deferred Accounting

Enclosed for filing by PacifiCorp d/b/a Pacific Power (PacifiCorp) is an Application for Reauthorization for Deferred Accounting to defer the costs associated with the photovoltaic feed-in-tariff program required by ORS 757.365.

It is respectfully requested that all formal data requests to PacifiCorp regarding this filing be addressed to the following:

By email (preferred): <a href="mailto:datarequest@pacificorp.com">datarequest@pacificorp.com</a>

By regular mail: Data Request Response Center

PacifiCorp

825 NE Multnomah Street, Suite 2000

Portland, OR 97232

Informal inquiries regarding this filing may be directed to Jennifer Angell, Regulatory Project Manager, at (503) 331-4414.

Sincerely,

Matthew McVee

Vice President, Regulatory Policy and Operations

ph Ml/n

Enclosures

# BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON

UM 1483(13)

In the Matter of

PACIFICORP d/b/a PACIFIC POWER

Application for Deferred Accounting Order

APPLICATION FOR REAUTHORIZATION FOR DEFERRED ACCOUNTING

#### I. INTRODUCTION

Per ORS 757.259, ORS 757.365(10), and ORS 469A.120(1) and (3), and in accordance with OAR 860-027-0300, PacifiCorp d/b/a Pacific Power (PacifiCorp or the Company) applies to the Public Utility Commission of Oregon (Commission) for an order reauthorizing the Company to defer the costs and expenses associated with the photovoltaic feed-in tariff pilot program, known as the Oregon Solar Incentive Program, for the 12-month period beginning May 19, 2023 (Application). Reauthorization to defer the requested costs is necessary to allow PacifiCorp to recover costs associated with compliance with ORS 757.365, as required by ORS 757.365(10).

#### II. CONTACT INFORMATION

Communications regarding this application should be addressed to:

Oregon Dockets Joseph Dallas PacifiCorp Senior Attorney

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

Portland, OR 97232 Portland, OR 97232

Email: <u>oregondockets@pacificorp.com</u> Email: <u>joseph.dallas@pacificorp.com</u>

In addition, PacifiCorp requests that all information requests regarding this

Application be sent to the following:

By email (preferred): <a href="mailto:datarequest@pacificorp.com">datarequest@pacificorp.com</a>

By regular mail: Data Request Response Center

PacifiCorp

825 NE Multnomah Street, Suite 2000

Portland, Oregon 97232

Informal questions may be directed to Jennifer Angell, Regulatory Project Manager at (503) 331-4414.

#### III. STATUTORY AND REGULATORY FRAMEWORK

## A. Oregon Solar Incentive Program

In docket AR 538, the Commission adopted rules to establish a solar photovoltaic feed-in tariff pilot program, as required by ORS 757.365.<sup>1</sup> In docket UM 1452, the Commission established volumetric incentive rates for solar photovoltaic energy systems.<sup>2</sup> PacifiCorp is implementing the solar photovoltaic feed-in tariff program (for PacifiCorp, the program is known as the Oregon Solar Incentive Program) through Schedules 136 and 137. Additionally, Schedule 204 has been adopted for recovery of the costs authorized under the deferral approved in the docket.<sup>3</sup>

## **B.** Statutory Authority

PacifiCorp files its Application under ORS 757.259, ORS 757.365(10), and ORS 469A.120(1) and (3).<sup>4</sup> As discussed in PacifiCorp's initial application for Deferred Accounting in this docket, ORS 757.365(10) provides the Commission authority,

<sup>&</sup>lt;sup>1</sup> In the Matter of a Rulemaking Regarding Solar Photovoltaic Energy Systems (HB 3039), Order No. 10-200 (May 28, 2010).

<sup>&</sup>lt;sup>2</sup> In the Matter of Public Utility Commission of Oregon Investigation into Pilot Programs to demonstrate the use and effectiveness of Volumetric Incentive Rates for Solar Photovoltaic Energy Systems, Order No. 10-198 (May 28, 2010), amended, In the Matter of Public Utility Commission of Oregon Investigation into Pilot Programs to demonstrate the use and effectiveness of Volumetric Incentive Rates for Solar Photovoltaic Energy Systems, Order No. 10-304 (Aug. 9, 2010); and In the Matter of Public Utility Commission of Oregon Solar Photovoltaic Program Draft Report Comments and Recommendations, Order No. 11-089 (Mar. 17, 2011).

<sup>3</sup> In the matter of PacifiCorp, dba Pacific Power, Application to amortize Oregon Solar Incentive Program Deferred Costs (Schedule 204), Order No. 17-516 (Dec. 18, 2017).

<sup>&</sup>lt;sup>4</sup> Order No. 17-305 approved Staff's recommendation to approve reauthorization under all three statues: ORS 757.259, 757.365(10), and 469A.120(1) and (3).

independent of other statutes, to authorize deferral of costs associated with compliance with ORS 757.365(10). Additionally, ORS 469A.120(1) and (3) addresses costs associated with compliance with the Oregon Renewable Portfolio Standards (RPS). Finally, the Commission should reauthorize deferral under ORS 757.259.<sup>5</sup> The Commission can approve this Application under any of these statutes, and PacifiCorp requests approval under all or any one or more, in the alternative.

## **B.** Request for Reauthorization of Deferral

In this docket, pursuant to Order No. 11-021, the Commission originally authorized deferral of the costs associated with compliance of ORS 757.365 for the 12-month period beginning May 19, 2010.<sup>6</sup> The Commission has approved PacifiCorp's requests for reauthorization of the deferred accounting for the 12-month period beginning May 19 each year since. PacifiCorp's request for reauthorization was last approved by the Commission on December 14, 2022<sup>7</sup>. In this Application, PacifiCorp seeks reauthorization of this deferral for the 12-month period beginning May 19, 2022.

## IV. OAR 860-027-0300(3) REQUIREMENTS

## A. Description of Utility Expense

PacifiCorp requests reauthorization to defer costs associated with the Oregon Solar Incentive Program. After PacifiCorp filed its initial application to defer the costs on May 19, 2010, in docket UM 1483, Commission Staff convened two workshops with interested parties on August 18, 2010, and September 21, 2010, to discuss PacifiCorp's

<sup>&</sup>lt;sup>5</sup> See In the Matter of PacifiCorp Application for Deferred Accounting Order, Docket UM 1483, Initial Application (May 19, 2010) for a discussion of the applicable legal standard.

<sup>&</sup>lt;sup>6</sup> In the Matter of PacifiCorp Application for Deferred Accounting Order, Docket UM 1483, Order No. 11-021 (Jan. 12, 2011).

<sup>&</sup>lt;sup>7</sup> In the Matter of PacifiCorp Application for Deferred Accounting Order, Docket UM 1483, Order No. 22-486 (Dec. 14, 2022).

deferral application, along with Portland General Electric Company's similar deferral application. Through these workshops, the utilities, Commission Staff, and interested stakeholders reached agreement on a number of issues related to the deferrals for solar incentive programs, including the timing of filings, formats and types of costs to be recovered through the deferral. The costs to be deferred would include any administrative, marketing, metering, incentive payments and any other costs incurred by PacifiCorp for the purpose of implementing the pilot program, consistent with this agreement.

#### B. Reasons for Deferral

As described above, ORS 757.365 requires the implementation and administration of the Oregon Solar Incentive Program. The statute also provides that prudently incurred costs associated with compliance with the statute are recoverable in rates. Moreover, the renewable energy certificates associated with generation sold to the utility under ORS 757.365 may be used to comply with the Oregon RPS, which also requires cost recovery of prudently incurred costs associated with compliance. Costs associated with compliance with ORS 757.365 are not currently included in rates. Accordingly, reauthorization of the deferral application is necessary to allow for recovery of the costs as contemplated by ORS 757.365(10) and ORS 469A.120(1). Reauthorization of deferred accounting will allow PacifiCorp to continue to match the benefits that customers will be receiving with the costs to the Company of providing those benefits.

## C. Proposed Accounting.

During the period of deferral, PacifiCorp proposes to account for the deferred costs of the Oregon Solar Incentive Program by recording the deferral in Account 182.3, Other

\_

<sup>&</sup>lt;sup>8</sup> ORS 469A.120(1).

Regulatory Assets. In the absence of the Commission's approval of this Application,

PacifiCorp would not incur the cost for the program. Were such costs incurred, however,
they would be recorded in Account 908, Customer Assistance Expenses.

#### **D.** Estimate of Amounts

Costs and expenses of the Oregon Solar Incentive Program include the payment of volumetric incentive rates and program administration costs to implement and administer the program. Attachment 2 to PacifiCorp's Advice No. 10-0229 contains a description of the types of incremental costs, by cost category, to be included in the deferral. PacifiCorp estimates that the costs may range from \$4.6 million to \$4.8 million during the May 19, 2023, through May 18, 2024, deferral period. Changes in the incentive rate established by the Commission, as well as differences between actual and projected generation due to weather conditions, may impact this estimate.

#### E. Notice.

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

## V. OAR 860-027-0300(4) REQUIREMENTS

## A. Description and Explanation of the Entries in the Deferred Account

For this program year through April 2023, PacifiCorp has deferred approximately \$1.29 million of costs associated with the Oregon Solar Incentive Program. Please refer to Exhibit B for the entries in the deferred account to date.

<sup>&</sup>lt;sup>9</sup> Advice No. 10-022 approved in Commission Public Meeting on December 28, 2010, effective with service rendered on and after January 1, 2011.

# B. Reason for Continuation of Deferred Accounting

Continued deferral of the costs described in this Application is necessary to allow recovery of prudently incurred costs associated with compliance with ORS 757.365 and the Oregon RPS.

## VI. CONCLUSION

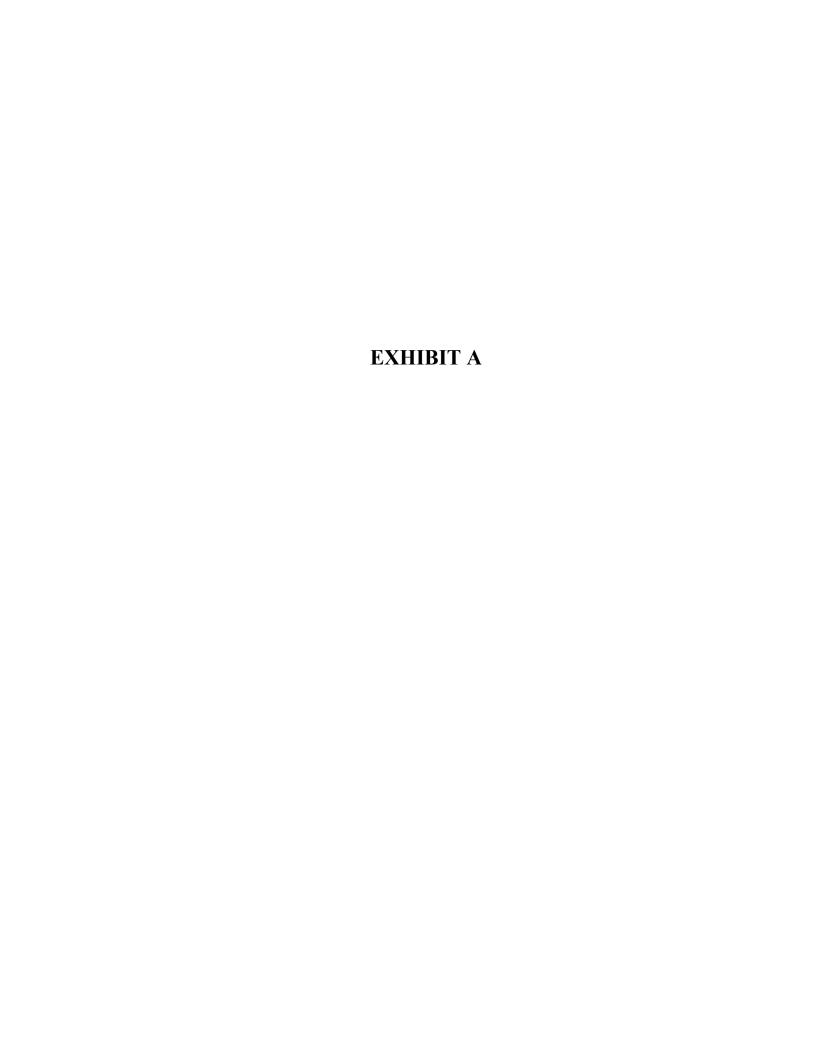
PacifiCorp's Application is appropriate under the applicable statutes and meets the requirements of OAR 860-027-0300. For the reasons stated above, PacifiCorp respectfully requests that the Commission reauthorize PacifiCorp to defer costs associated with compliance with ORS 757.365(10), ORS 469A.120(1) and (3), or ORS 757.259.

Respectfully submitted this 18th day of May, 2023.

By:

Joseph Dallas Senior Attorney

PacifiCorp d/b/a Pacific Power



#### **EXHIBIT A**

#### **NOTICE**

# BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON

UM 1483(13)

In the Matter of

PACIFICORP d/b/a PACIFIC POWER

Application for Deferred Accounting Order

NOTICE OF APPLICATION FOR REAUTHORIZATION FOR DEFERRED ACCOUNTING

On May 18, 2023, PacifiCorp d/b/a Pacific Power (PacifiCorp or the Company) filed an application with the Public Utility Commission of Oregon (Commission) for an order reauthorizing the use of deferred accounting for expenses associated with a photovoltaic pilot program required by ORS 757.365. If granted, the reauthorization will not authorize a change in rates, but will permit the Commission to consider allowing such deferred amounts in rates in a subsequent proceeding. 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 to the Commission written comment on the application, in accordance with the procedures prescribed by the Commission. The deadline for comments on the application is 25 days from the filing of the application.

Respectfully submitted on May 18, 2023.

By:

Joe Dallas

Senior 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 Reauthorization for Deferred Accounting** on the parties listed below via electronic mail in compliance with OAR 860-001-0180.

# Service List UE 399

PACIFICORP							
PACIFICORP, DBA PACIFIC POWER	KATHERINE A MCDOWELL						
825 NE MULTNOMAH ST, STE 2000	MCDOWELL RACKNER & GIBSON PC 419						
PORTLAND, OR 97232	SW 11TH AVE., SUITE 400						
oregondockets@pacificorp.com	PORTLAND, OR 97205						
	katherine@mrg-law.com						
CARLA SCARSELLA (C)							
PACIFICORP							
825 NE MULTNOMAH ST STE 2000							
PORTLAND, OR 97232							
carla.scarsella@pacificorp.com							
STAFF							
JILL D GOATCHER (C)	MATTHEW MULDOON (C)						
PUC STAFFDEPARTMENT OF JUSTICE	PUBLIC UTILITY COMMISSION OF OREGON						
BUSINESS ACTIVITIES SECTION	PO BOX 1088						
1162 COURT ST NE	SALEM, OR 97308						
SALEM, OR 97301-4096	matt.muldoon@state.or.us						
jill.d.goatcher@doj.state.or.us							
JOHANNA RIEMENSCHNEIDER (C)							
PUC STAFF - DEPARTMENT OF JUSTICE							
BUSINESS ACTIVITIES SECTION							
1162 COURT ST NE							
SALEM, OR 97301-4796							
johanna.riemenschneider@doj.state.or.us							
AWEC							
BRENT COLEMAN (C)	JESSE O GORSUCH (C)						
DAVISON VAN CLEVE, PC	1750 SW HARBOR WAY STE 450						
1750 SW HARBOR WAY, SUITE 450	PORTLAND, OR 97201						
PORTLAND, OR 97201	jog@dvclaw.com						
<u>blc@dvclaw.com</u>							

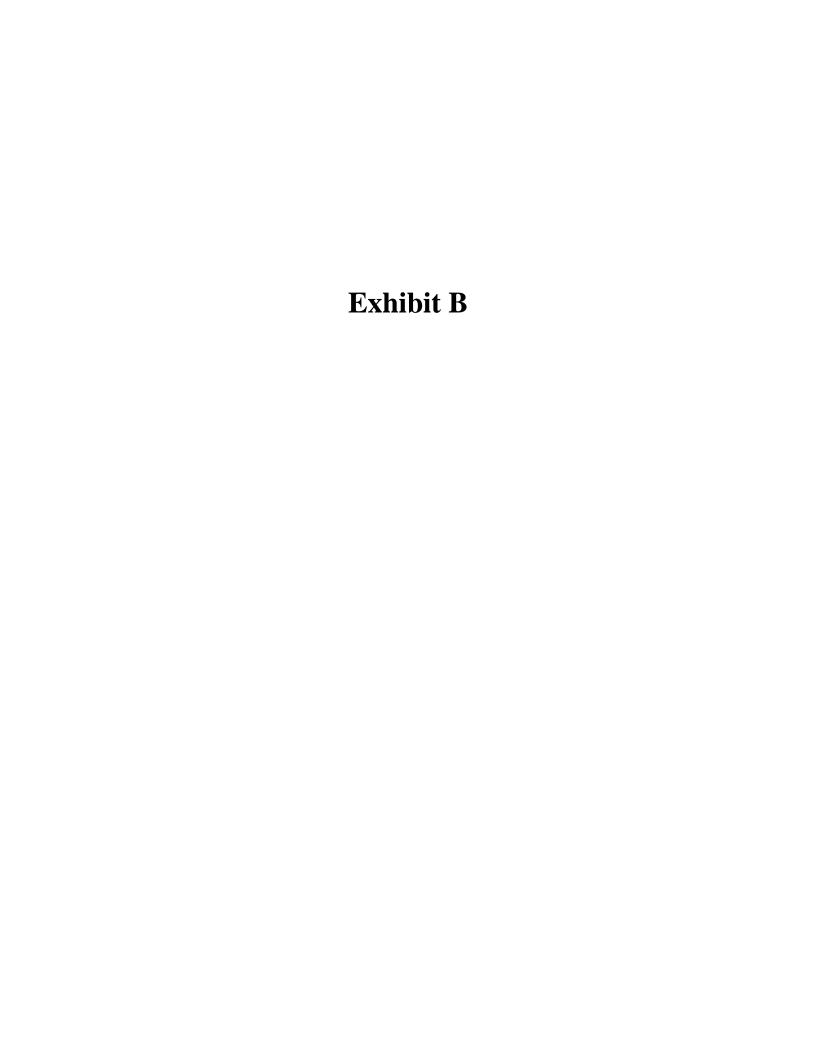
	<u>,                                      </u>
TYLER C PEPPLE (C)	
DAVISON VAN CLEVE, PC	
1750 SW HARBOR WAY STE 450	
PORTLAND, OR 97201	
tcp@dvclaw.com	
<u> </u>	
CALPINE SOLUTIONS	
GREGORY M. ADAMS (C)	GREG BASS
RICHARDSON ADAMS, PLLC	CALPINE ENERGY SOLUTIONS, LLC
PO BOX 7218	401 WEST A ST, STE 500
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	
Kinggins(w)chergystrat.com	
CUB	
MICHAEL GOETZ (C)	WILLIAM GEHRKE (C)
OREGON CITIZENS' ÚTILITY BOARD	OREGON CITIZENS' UTILITY BOARD
610 SW BROADWAY STE 400	610 SW BROADWAY, STE 400
PORTLAND, OR 97205	PORTLAND, OR 97205
mike@oregoncub.org	will@oregoncub.org
<u>imketajoregoneuo.org</u>	windooregoneuo.org
OREGON CITIZENS' UTILITY BOARD	
610 SW BROADWAY, STE 400	
PORTLAND OR 97205	
dockets@oregoncub.org	
dockets(tr)oregoneur.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
<u>,                                    </u>	
JODY KYLER COHN (C)	
BOEHM KURTZ & LOWRY	
36 E SEVENTH ST - STE 1510	
CINCINNATI, OH 45202	
jkylercohn@bkllawfirm.com	
JKyterconnia/oknawinini.com	
	1

KWUA							
LLOYD REED (C)	CRYTAL RIVERA (C)						
REED CONSULTING	SOMACH SIMMONS & DUNN						
10025 HEATHERWOOD LANE	500 CAPITOL MALL STE 1000						
HIGHLANDS RANCH, CO 80126	SACRAMENTO, CA 95814						
<u>lloyd.reed@lloydreedconsulting.com</u>	crivera@somachlaw.com						
NEWSUN ENERGY							
JACOB (JAKE) STEPHENS	MAX YOKLIC						
NEWSUN ENERGY	NEW SUN ENERGY LLC						
3500 S DUPONT HWY	2033 E. SPEEDWAY BLVD, SUITE 200						
DOVER, DE 19901	TUCSON, AZ 85719						
jstephens@newsunenergy.net							
<u>Jstephens@newsunenergy.net</u>	myoklic@newsunenergy.net						
MARIE P BARLOW							
NEWSUN ENERGY LLC							
390 SW COLUMBIA ST STE 120							
BEND OR 97702							
mbarlow@newsunenergy.net							
<u>intoariow(c)newsunenergy.net</u>							
NIPPC							
CARL FINK	SPENCER GRAY						
BLUE PLANET ENERGY LAW LLC	NIPPC						
628 SW CHESTNUT ST, STE 200	sgray@nippc.org						
PORTLAND, OR 97219							
cmfink@blueplanetlaw.com							
OREGON FARM BUREAU							
PAUL S SIMMONS (C)	MARY ANNE COOPER (C)						
OREGON FARM BUREAU FEDERATION	OREGON FARM BUREAU FEDERATION						
550 CAPITOL MALL STE 1000	1320 CAPITOL ST NE STE 200						
SACREAMENTO, CA 95814	SALEM, OR 97301						
psimmons@somachlaw.com	maryanne@oregonfb.org						
SBUA GRANT HART (C)	DIANE HENKELS						
SMALL BUSINESS UTILITY ADVOCATES	SMALL BUSINESS UTILITY ADVOCATES						
grant@utilityadvocates.org	621 SW MORRISON ST. STE 1025						
	PORTLAND, OR 97205						
	diane@utilityadvocates.org						
WILLIAM STEELE (C)							
BILL STEELE AND ASSOCIATES, LLC							
PO BOX 631151							
HIGHLANDS RANCH, CO 80164							
w.steele1@icloud.com							
w.steeter(w)teroud.com							

VITESSE	
DENNIS BARTLETT	LIZ FERRELL
META PLATFORMS, INC.	META PLATFORMS, INC.
1 HACKER WAY	1 HACKER WAY
MENLO PARK, CA 94025	MENLO PARK, CA 94025
dbart@fb.com	eferrell@fb.com
IRION A SANGER	
SANGER LAW PC	
1041 SE 58TH PLACE	
PORTLAND, OR 97215	
irion@sanger-law.com	
WALMART	
VICKI M BALDWIN (C)	STEVE W CHRISS (C)
PARSONS BEHLE & LATIMER	WAL-MART STORES, INC.
201 S MAIN ST STE 1800	2001 SE 10TH ST
SALT LAKE CITY, UT 84111	BENTONVILLE, AR 72716-0550
vbaldwin@parsonsbehle.com	stephen.chriss@wal-mart.com
ALEX KRONAUER (C)	
WALMART	
alex.kronauer@walmart.com	

Dated this 18<sup>th</sup> day of May 2023.

Santiago Gutierrez
Coordinator, Regulatory Operations



	- OR Solar Feed-In	Tariff 2023											
Account#	187395												
Effective v	vith Qualifying Cust	omers beginnii	ng October, 2	2022									
Amortizati	on Delayed.										2022 -	7.137%	
	•										2023 -	7.190%	
			**	Collections - Sch 136		327343	327344	327247		Amortization			End
								Program					
			Interest				Meter	Administratio			Actual -		
Month	Beginning Balance	Adjustments	Trueup	Metering Costs	Energy Value	Incentive Payments	Charges	n	Estimated	Reversals	Sch 204	Interest	Balance
Oct-22	-		·		<u> </u>	384,598.23	(8,356.28)	19,630.00				1,177.22	397,049.17
Nov-22	397,049.17				(89,391.96)	252,082.57	(8,322.33)					2,861.19	571,698.64
Dec-22	571,698.64		11.12		(71,327.30)	237,206.60	(7,952.00)	19,695.00				3,926.21	753,258.27
Jan-23	753,258.27		2.23		(153,170.96)	140,503.35	(8,123.33)	16,120.00				4,491.42	753,080.99
Feb-23	753,080.99		7.87		(61,696.73)	188,593.39	(8,412.36)	19,454.50				4,910.54	895,938.20
Mar-23	895,938.20		14.96		(66,756.84)	211,038.44	(8,147.33)	18,943.50				5,832.84	1,056,863.77
Apr-23	1,056,863.77				(75,464.71)	290,106.53	(8,002.66)	22,703.00				7,019.45	1,293,225.38
May-23	1,293,225.38						-					-	1,293,225.38
Jun-23	1,293,225.38											-	1,293,225.38
Jul-23	1,293,225.38											-	1,293,225.38
Aug-23	1,293,225.38											-	1,293,225.38
Sep-23												-	1,293,225.38
Oct-23	1,293,225.38											-	1,293,225.38
Nov-23	1,293,225.38											-	1,293,225.38
Dec-23	1,293,225.38											-	1,293,225.38
				-	(517,808.50)	1,704,129.11	(57,316.29)	133,966.00					