

LISA D. NORDSTROM Lead Counsel Inordstrom@idahopower.com

July 30, 2020

#### **VIA ELECTRONIC FILING**

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

Re:

Docket UM 1621(8)

In the Matter of Idaho Power Company's Request for Authorization for

Deferral of Costs Associated with Intervenor Funding Grants

Attention Filing Center:

Enclosed for filing in Docket No. UM 1621(8) is an electronic copy of Idaho Power Company's Application for Reauthorization of Deferred Accounting. The Notice of Application for Reauthorization of Deferred Costs Associated with Intervenor Funding Grants is attached to the Application as Attachment A. The Application and Notice have been served on the parties in Docket No. UM 1621 and Idaho Power Company's last general rate case.

If you have any questions, please do not hesitate to contact me or Senior Regulatory Analyst Courtney Waites at (208) 388-5612.

Very truly yours, Lin D. Madotron

Lisa D. Nordstrom OSB No. 97352

LDN/sh

**Enclosures** 

#### BEFORE THE PUBLIC UTILITY COMMISSION 1 OF OREGON 2 **UM** 1621(8) 3 4 **APPLICATION FOR** In the Matter of Idaho Power Company's 5 Application for Deferred Accounting of Costs **REAUTHORIZATION OF** Associated with Intervenor Funding Grants **DEFERRED ACCOUNTING** 6 7 8 I. INTRODUCTION 9 10 Pursuant to ORS 757.259, and OAR 860-027-0300, Idaho Power Company ("Idaho 11 Power" or "Company") applies to the Public Utility Commission of Oregon ("Commission") 12 for an order reauthorizing the Company to defer costs associated with intervenor funding 13 grants pursuant to ORS 757.072 and ORS 757.259(3). Idaho Power requests 14 reauthorization of the deferral of all costs incurred beginning August 1, 2020, and ending 15 July 31, 2021. In support of this Application, Idaho Power states: 1. Idaho Power is a public utility in the state of Oregon and its rates, services, 16 17 and accounting practices are subject to the regulation of the Commission. 18 2. This Application is filed pursuant to ORS 757.259(3), which allows for deferral 19 of amounts provided as financial assistance under an agreement entered into 20 under ORS 757.072 upon request of the public utility. 21 3. Communications regarding this Application should be addressed to: Lisa D. Nordstrom Regulatory Dockets 22 Idaho Power Company Idaho Power Company P.O. Box 70 P.O. Box 70 23 Boise. Idaho 83707 Boise, Idaho 83707 Inordstrom@idahopower.com 24 dockets@idahopower.com 25 26

#### II. DEFERRAL HISTORY

On February 5, 2016, the Commission issued Order No. 16-028 in UM 1757 approving the Intervenor Funding Agreement ("Agreement") between Idaho Power and the Citizens' Utility Board of Oregon ("CUB") dated January 1, 2016. Per the terms of the Agreement, it is effective from January 26, 2016, until December 31, 2020. The Agreement sets forth the amount of funding available to CUB, the procedures for budget submittals and funding requests by CUB, Commission approval of budget submittals and funding requests, and payment of the grants by Idaho Power. The Agreement provides that the Commission shall allow Idaho Power to recover all amounts paid under the Agreement and provides for amortization of amounts deferred under the Agreement.

Idaho Power filed an application with the Commission in Docket No. UM 1507 for authorization to defer costs associated with intervenor funding grants for the 12-month period beginning October 20, 2010. The Commission approved the request in Order No. 10-483. The table below summarizes Idaho Power's deferred accounting requests associated with intervenor funding grant costs since a funding agreement has been in place.

Filing Date	Deferral Period	Order No.	Approval Date
09/28/10		10-396*	10/13/10
10/20/10	10/20/10 - 10/19/11	10-483	12/20/10
07/30/12	10/20/11 – 08/01/13	12-378	10/08/12
07/30/13	08/01/13 - 07/31/14	13-323	09/03/13
07/24/14	08/01/14 - 07/31/15	14-298	09/02/14
07/31/15	08/01/15 – 07/31/16	15-371	11/17/15
07/28/16	08/01/16 - 07/31/17	16-365	09/27/16
07/25/17	08/01/17 – 07/31/18	17-315	08/23/17
07/26/18	08/01/18 – 07/31/19	18-377	10/11/18
07/26/19	08/01/19 - 07/31/20	19-314	09/26/19

\*The first CUB Intervenor Funding Agreement was approved in UM 1504.

an order reauthorizing the deferral for later ratemaking treatment of all payments made by

Pursuant to the Commission Orders listed above, Idaho Power respectfully requests

Idaho Power to CUB between August 1, 2020, and July 31, 2021. Although the current			
Agreement expires on December 31, 2020, the Company anticipates an extension of the			
Agreement or the execution of a new agreement with equivalent terms that would allow			
Idaho Power to recover all amounts paid under the agreement and provides for amortization			
of amounts deferred under the agreement. Should the parties not extend the existing			
Agreement or execute a new agreement, the Company requests approval to defer those			
CUB intervenor funding amounts approved by the Commission during the January 1, 2021,			
and July 31, 2021, time period, in addition to those intervenor funding amounts approved			
under the Agreement.			
III. OREGON ADMINISTRATIVE RULE 860-027-0300(3) REQUIREMENTS			
The following information is provided pursuant to OAR 860-027-0300(3):			
A. <u>Description of Utility Expense or Revenue</u>			
For the 12-month period of August 1, 2020, through July 31, 2021, Idaho Power			
seeks reauthorization from the Commission to continue accruing, for future amortization as			
set forth in the Agreement between Idaho Power and CUB, costs associated with providing			
intervenor funding pursuant to ORS 757.072 and Order No. 16-028 to the CUB Fund and			
the Issue Fund.			
B. Reasons for Deferral			
1. Statutory Authority			
ORS 757.072 authorizes the Commission to approve an agreement for intervenor			
funding between an energy utility and a customer organization that represents broad			
customer interests. ORS 757.259(3) provides that:			
Upon request of the public utility, the commission by order			
shall allow deferral of amounts provided as financial assistance under an agreement entered into under ORS 757.072 for later incorporation in rates.			

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Amounts deferred under ORS 757.259(3) are not subject to the amortization caps or earnings review set forth in Subsections 5, 6, 7, 8, and 10 of ORS 757.259.

#### 2. Commission Approval of the Intervenor Funding Agreement

Idaho Power will continue to incur intervenor funding expenses pursuant to the Agreement approved by Commission Order No. 16-028 and anticipates incurring CUB intervenor funding expenses under a similar arrangement in the future. Idaho Power wishes to continue to use the deferral mechanism as approved. Idaho Power requests that the deferral continue and that the additional amounts the Company is required to pay to CUB during the period of August 1, 2020, through July 31, 2021, be treated similarly.

#### C. Proposed Accounting

Idaho Power proposes to record payment of intervenor funding grants in Federal Energy Regulatory Commission ("FERC") Account 182.3, Other Regulatory Assets. In the absence of a deferred accounting order from the Commission, Idaho Power would continue to record costs associated with the intervenor funding expenses to FERC Account 928.3, Regulatory Commission Expenses.

#### D. Estimate of Amounts Subject to Deferral

The Company anticipates the maximum amount deferred during each calendar year will be \$63,000—consisting of \$31,500 for the CUB Fund and \$31,500 for the Issue Fund pursuant to Section 4.2 of the Agreement, plus any rollover amounts permitted by Section 4.3 of the Agreement. Deferred amounts will accrue interest at Idaho Power's authorized rate of return. Based on this estimate for the August 1, 2020, through July 31, 2021, time period and those expenses deferred since amortization of prior deferred intervenor funding amounts began on June 1, 2020, Idaho Power estimates the total of the account balances associated with intervenor funding paid to CUB will be approximately \$67,400. The Agreement permits CUB to request grants from the funds at any time during the calendar year, though the deferral period runs August 1 to July 31. Amounts will be debited to the

- 1 deferral account as the funds are actually disbursed. Pursuant to the terms of the
- 2 Agreement, the CUB Fund Grants will be charged to and paid for by the residential customer
- 3 class.

#### 4 E. Notice

- 5 A copy of the Notice of Application for Reauthorization of Deferred Costs Associated
- 6 with Intervenor Funding Grants is attached to this Application pursuant to OAR 860-027-
- 7 0300 as Attachment A. The Application and Notice will be served on the parties in Docket
- 8 No. UM 1621 and Idaho Power's last general rate case.

### 9 IV. OREGON ADMINISTRATIVE RULE 860-027-0300(4) REQUIREMENTS

#### 10 A. Entries in the Deferred Account as of June 30, 2020

- 11 Effective June 1, 2020, with Order No. 20-176, the Commission approved amortization
- of \$37,383 in CUB intervenor funding amounts, resulting in a balance of \$4,361 in the
- 13 deferral account. Attached to this Application as Attachment B is a description and
- explanation of the entries in this deferred account as of June 30, 2020.

#### 15 B. Reason for Continuation of Deferred Accounting

- 16 Idaho Power is seeking approval to continue the intervenor funding deferral as
- 17 described in Section II above.

#### 18 V. <u>SUMMARY OF FILING CONDITIONS</u>

19 The following is information related to future amortization:

#### 20 A. Earnings Review

- None required. Amounts deferred under ORS 757.259 are not subject to the
- amortization caps or earnings review set forth in Subsections 5, 6, 7, 8, and 10 of ORS
- 23 757.259.

#### 24 B. Prudence

A prudence review will be performed prior to amortization.

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1	C.	Sharing (Percents)	
2		None applicable.	
3	D.	Rate Spread/Rate Design	
4		Please see Section III.D above.	
5		VI. CONC	CLUSION
6		Idaho Power respectfully requests that	at, consistent with ORS 757.259(3) and Orde
7	No.	o. 16-028, the Commission authorize the	e Company to record and defer additiona
8	inte	ervenor funding grants incurred by the Co	mpany beginning August 1, 2020, and ending
9	July	ly 31, 2021.	
10	DA	ATED: July 30, 2020.	0 0 1
11			Lisa D. Madotram
12			SA D. NORDSTROM
13		At	torney for Idaho Power Company
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## **UM 1621(8)**

# APPLICATION FOR REAUTHORZIATION OF DEFERRED ACCOUNTING

**ATTACHMENT A** 

1	BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON			
2	UM 1621(8)			
3				
4	In the Matter of Idaho Power Company's REAUTHORIZATION OF DEFERRED			
5	Application for Deferred Accounting of Costs Associated with Intervenor Funding Grants  COSTS ASSOCIATED WITH INTERVENOR FUNDING GRANTS			
6				
7				
8	On July 30, 2020, Idaho Power Company ("Idaho Power") filed an application with			
9	the Public Utility Commission of Oregon ("Commission") for an order authorizing deferral of			
10	intervenor funding grants pursuant to ORS 757.259(3), ORS 757.072, and Order No. 16-028.			
11	Approval of Idaho Power's Application will not authorize a change in Idaho Power's			
12	rates but will permit the Commission to consider allowing such deferred amounts in rates in			
13	a subsequent proceeding.			
14	Idaho Power's Application will be posted on the Commission website for persons			
15	who wish to obtain a copy or they may contact the following:			
16	Lisa D. Nordstrom			
17	Idaho Power Company P.O. Box 70			
18	Boise, Idaho 83707 Inordstrom@idahopower.com			
19	Any person who wishes to submit written comments to the Commission on Idaho			
20	Power's Application must do so no later than August 27, 2020.			
21	DATED: July 30, 2020.			
22	Lisa D. Madotram			
23	LISA D. NORDSTROM Attorney for Idaho Power Company			
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26				

## **UM 1621(8)**

# APPLICATION FOR REAUTHORZIATION OF DEFERRED ACCOUNTING

	INTERVENOR FUNDING DEFERRED ACCOUNT	IT MONTHLY ENTRIES	
Account	DB2DATE   DISTDESC	Descr	TOTAMT
182385	12/31/2015 BALANCE OF INT FUNDING TO NEV	V INT FUNDING TO NEW ACCT	5,472.81
182385	2/29/2016 CUB FUNDING INTEREST	CARRYING CHARGES	35.38
182385	2/29/2016 CUB FUND GRANT	CUB FUND GRANT	31,500.00
182385	3/31/2016 CUB FUNDING INTEREST	CARRYING CHARGES	137.30
182385	4/30/2016 CUB FUNDING INTEREST	CARRYING CHARGES	239.67
182385	5/31/2016 CUB FUNDING INTEREST	CARRYING CHARGES	240.89
182385	6/30/2016 CUB FUNDING INTEREST	CARRYING CHARGES	242.44
182385	7/31/2016 CUB FUNDING INTEREST	CARRYING CHARGES	244,00
182385	8/31/2016 CUB FUNDING INTEREST	CARRYING CHARGES	245,58
182385	8/31/2016 CUB ISSUE FUND 16-281	CARRYING CHARGES	1,944.00
182385	8/31/2016 CUB ISSUE FUND 16-284	CARRYING CHARGES	30,000.00
182385	8/31/2016 CUB ISSUE FUND 16-285	CARRYING CHARGES	7,784.00
182385	9/30/2016 CUB FUNDING INTEREST	CARRYING CHARGES	375.56
182385	10/31/2016 CUB FUNDING INTEREST	CARRYING CHARGES	505.98
182385	11/30/2016 CUB FUNDING INTEREST	CARRYING CHARGES	508,82
182385	12/31/2016 CUB FUNDING INTEREST	CARRYING CHARGES	512,10
182385	1/31/2017 CUB FUNDING INTEREST	CARRYING CHARGES	515.40
182385	1/31/2017 CUB FUND GRANT 17-006	CUB FUND GRANT	31,500.00
182385	2/28/2017 CUB FUNDING INTEREST	CARRYING CHARGES	620.54
182385	3/31/2017 CUB FUNDING INTEREST	CARRYING CHARGES	726.02
182385	4/30/2017 CUB FUNDING INTEREST	CARRYING CHARGES	730.37
182385	5/31/2017 CUB FUNDING INTEREST	CARRYING CHARGES	735.08
182385	6/30/2017 CUB FUNDING INTEREST	CARRYING CHARGES	739.81
182385	6/30/2017 CUB FUND FOR AMORTIZATION	Rate Related Amortization	(112,003.93)
182385	7/31/2017 CUB FUNDING INTEREST	CARRYING CHARGES	382.57
182385	7/31/2017 CUB ISSUE FUND 17-278	Carrying Charges	4,000.00
182385	B/31/2017 CUB FUNDING INTEREST	CARRYING CHARGES	37.12
182385	B/31/2017 CUB ISSUE FUND 17-294	CARRYING CHARGES	4,400.00
182385	9/30/2017 CUB ISSUE FUND 17-294	CARRYING CHARGES	40.00
182385	9/30/2017 CUB FUNDING INTEREST	CARRYING CHARGES	65.63
182385	9/30/2017 CUB FUND GRANT 17-353	Carrying Charges	4,003.00
182385	10/31/2017 CUB FUND 17-425	Carrying Charges	591.00
182385	10/31/2017 CUB FUNDING INTEREST	CARRYING CHARGES	93,25
182385	11/30/2017 CUB FUNDING INTEREST	CARRYING CHARGES	108.74
182385	11/30/2017 CUB INT FND 17-430	CARRYING CHARGES	2,774.58
182385	11/30/2017 CUB INT FND 17-468	CARRYING CHARGES	9,295,00
182385	12/31/2017 CUB FUNDING INTEREST	CARRYING CHARGES	150.31
182385	1/31/2018 CUB FUNDING INTEREST	CARRYING CHARGES	190.16
182385	1/31/2018 CUB FUND 18-011	CARRYING CHARGES	31,500.00
182385	2/28/2018 CUB FUNDING INTEREST	CARRYING CHARGES	293.07
182385	2/28/2018 CUB FUND 18-048	CARRYING CHARGES	3,000.00
182385	3/31/2018 CUB FUNDING INTEREST	CARRYING CHARGES	406.14
182385	4/30/2018 CUB FUNDING INTEREST	CARRYING CHARGES	418.10
182385	5/31/2018 CUB FUNDING INTEREST	CARRYING CHARGES	420.76
182385	6/30/2018 CUB FUNDING INTEREST	CARRYING CHARGES	423.47
182385	6/30/2018 CUB FUND 18-218	CARRYING CHARGES	3,920.00
182385	6/30/2018 CUB FUND 18-211	CARRYING CHARGES	4,510.00
182385	6/30/2018 CUB FUND FOR AMORTIZATION	Rate Related Amortizations	(61,183,18)
182385	7/31/2018 CUB FUNDING INTEREST	CARRYING CHARGES	255.70
182385	8/31/2018 CUB FUNDING INTEREST	CARRYING CHARGES	87.39
182385	8/31/2018 CUB FUND 18-287	CARRYING CHARGES	2,000.00
182385	9/30/2018 CUB FUNDING INTEREST	CARRYING CHARGES	94.96
182385	10/31/2018 CUB FUNDING INTEREST	CARRYING CHARGES	102.02
182385	11/30/2018 CUB FUNDING INTEREST	CARRYING CHARGES	102.65
182385	11/30/2018 CUB FUNDING 18-406	CARRYING CHARGES	457.00
182385	11/30/2018 CUB FUNDING 18-436	CARRYING CHARGES	1,610.00
182385	12/31/2018 CUB FUNDING INTEREST	CARRYING CHARGES	110.00
182385	1/31/2019 CUB FUNDING INTEREST	CARRYING CHARGES	117.37
182385	1/31/2019 CUB FUND GRANT 19-003	CARRYING CHARGES	31,500,00
182385	2/28/2019 CUB FUNDING INTEREST	CARRYING CHARGES	219.91
182385	3/31/2019 CUB FUNDING INTEREST	CARRYING CHARGES	322,81
182385	4/30/2019 CUB FUNDING INTEREST	CARRYING CHARGES	324,57
182385	5/31/2019 CUB FUNDING INTEREST	CARRYING CHARGES	326.66
182385	5/31/2019 CUB ISSUE FUND 19-143	CARRYING CHARGES	2,000.00
182385	6/30/2019 CUB TXFR TO AMORT	Rate Related Amortization	(49,828,63)
182385	6/30/2019 CUB FUNDING INTEREST	CARRYING CHARGES	335.23
182385	7/31/2019 CUB FUNDING INTEREST	CARRYING CHARGES	182,78
182385	8/31/2019 CUB FUNDING INTEREST	CARRYING CHARGES	23.40
182385	1/31/2020 CUB FUNDING INTEREST	CARRYING CHARGES	24,70
182385	1/31/2020 CUB FUND GRANT 20-005	CARRYING CHARGES	31,500.00
182385	2/29/2020 CUB FUNDING INTEREST	CARRYING CHARGES	126.66
182385	3/31/2020 CUB FUNDING INTEREST	CARRYING CHARGES	228.96
182385	4/30/2020 CUB FUNDING INTEREST	CARRYING CHARGES	230.11
182385	5/31/2020 CUB FUNDING INTEREST	CARRYING CHARGES	231.60
182385	5/31/2020 CORRECT ACCT	CARRYING CHARGES	3,300.00
182385	6/30/2020 CUB FUNDING INTEREST	CARRYING CHARGES	
182385	6/30/2020 CUB TXFR	Rate Related Amortization	243,76
		CARRYING CHARGES	(35,357,27)
182385	12/31/2019 CUB FUNDING INTEREST		24 54
182385	9/30/2019 CUB FUNDING INTEREST	CARRYING CHARGES	24,07
182385	10/31/2019 CUB FUNDING INTEREST	CARRYING CHARGES	24 22
182385	11/30/2019 CUB FUNDING INTEREST	CARRYING CHARGES	24 38
			4,361 09

#### 1 **CERTIFICATE OF SERVICE UM** 1621(8) 2 3 I hereby certify that on July 30, 2020, I served a true and correct copy of Idaho Power Company's Intervenor Funding Deferral Application on the parties in Docket Nos. UM 1621 and UE 233 by email to said person(s) as indicated below. **OPUC Dockets** Robert Jenks 7 Citizens' Utility Board of Oregon Citizens' Utility Board of Oregon bob@oregoncub.org dockets@orecioncub.org 8 Lisa F. Rackner Stephanie S. Andrus 9 McDowelll Rackner & Gibson PC Department of Justice dockets@mcd-law.com **Business Activities Section** 10 stephanie.andrus@state.or.us 11 Dr. Don Reading Kathy Zarate Public Utility Commission of Oregon dreading@mindspring.com 12 kathy.zarate@state.or.us 13 Erik Colville Gregory M. Adams Public Utility Commission of Oregon Richardson Adams, PLLC 14 erik.colville@state.or.us greg@richardsonadams.com Peter J. Richardson Joshua D. Johnson 15 Richardson Adams, PLLC Attorney at Law peter@richardsonadams.com idi@racinelaw.net 16 Renewable Northwest Project Anthony J. Yankel 17 dockets@renewablenw.org Utility Net, Inc. tony@yankel.net 18 Randy Dahlgren Douglas C. Tingey 19 Portland General Electric Company Portland General Electric Company pge.opuc.filings@pgn.com doug@tingey@pgn.com 20 Irion A. Sanger Wendy Gerlitz 21 Davison Van Cleve, PC NW Energy Coalition ias@sanger-law.com wendy@nwnergy.org 22 Etta Lockey Sarah Link Pacific Power 23 Pacific Power etta.lockey@pacificorp.com sarah.link@pacificorp.com

24

7	Oregon Dockets PacifiCorp, d/b/a Pacific Power	Donald W. Schoenbeck Regulatory & Cogeneration Services, Inc.
8	oregondockets@pacificorp.com	dws@r-c-s-inc.com
9		
	John W. Stephens	
10	Esler Stephens & Buckley stephens@eslerstephens.com	
11	ortez@eslerstephens.com	
12	DATED: July 30, 2020	
13	57 (125. daily 50, 2020	
IJ		
14		Skucker
15		Stephanie L. Buckner, Executive Assistant
1.6		Engage / Ideidian
1 <b>6</b>		