ELLEN F. ROSENBLUM Attorney General



FREDERICK M. BOSS Deputy Attorney General

**DEPARTMENT OF JUSTICE** GENERAL COUNSEL DIVISION

June 30, 2016

#### VIA ELECTRONIC MAIL ONLY

Attention: Filing Center Public Utility Commission of Oregon 201 High Street, Suite 100 P.O. Box 1088 Salem, OR 97308-1088

Re: In the Matter of PUBLIC UTILITY COMMISSION OF OREGON, Investigation to Determine the Resource Value of Solar OPUC Docket No.: UM 1716 DOJ File No.: 330030-GN0062-15

Filing Center:

On behalf of the Oregon Department of Energy, enclosed for filing today with the Commission in the above-captioned matter is the following document:

June 30, 2016 Response Testimony of Diane Broad, Exhibit ODOE/100.

Sincerely,

Rence Marcia (443707) for

Renee M. France Senior Assistant Attorney General Natural Resources Section

Enclosures RMF:jrs/#7501249 c: Diane Broad, ODOE

DOCKET NO. UM 1716

EXHIBIT: ODOE/100 WITNESS: DIANE BROAD

# Before the PUBLIC UTILITY COMMISSION OF OREGON

# **OREGON DEPARTMENT OF ENERGY**

## **Response Testimony of Diane Broad**

June 30, 2016

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### Q. PLEASE STATE YOUR NAME AND ORGANIZATION.

A. My name is Diane Broad. I am a Senior Policy Analyst for the Planning and Innovation Division within the Oregon Department of Energy (ODOE). The business address is 625 Marion St. NE, Salem, Oregon. I am testifying on behalf of ODOE.

Q. PLEASE SUMMARIZE YOUR QUALIFICATIONS.

A. I am a policy analyst with particular expertise in electric utility transmission and distribution systems and operations, renewable generator interconnection standards and procedures, and integration of variable energy resources. I gained this expertise through eighteen years of practice as an electrical engineer in consulting, serving electric utilities and renewable project developers, and in two years as a policy analyst at ODOE. I am a registered Professional Engineer in the State of Oregon.

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### Q. PLEASE PROVIDE YOUR TESTIMONY.

A. This testimony is in response to the Direct Testimony filed June 1, 2016, by Oregon Public Utility Commission (PUC) Staff, in particular the report by Arne Olson. Mr. Olson was hired by the PUC to create a methodology for the Resource Value of Solar (RVOS) for Oregon.

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Docket UM 1716

1		The parties to UM 1716 identified potential "security, reliability and resiliency"
2		benefits as an element of value for distributed solar. <sup>1</sup> However, the consultant
3		decided not to include these benefits in the proposed RVOS model, arguing:
4 5 6 7 8 9		There is one additional element, "Security, Reliability, and Resiliency" that could potentially have value for utility ratepayers. However, this would depend on solar being deployed in a microgrid application that would provide electric service to utility ratepayers who do not adopt solar PV. <sup>2</sup>
10		As there are no such microgrid applications in Oregon at this time, to his
11		knowledge, "I have not incorporated any quantification of these potential
12		benefits into the RVOS Model." <sup>3</sup>
13		
14		The Department believes the decision not to include this element may
15		warrant additional research, including the consideration of scenarios such as:
16	1.	Solar facilities installed near the end of feeders where they may provide
17		voltage support
18	2.	Modern smart inverter improvements which broaden voltage and frequency
19		ride through capabilities
20	3.	Storage facilities coupled with solar facilities outside of microgrid scenarios.
21		Storage may be installed for purposes other than local backup power. For
22		example, storage may be coupled with facilities that wheel power to flatten
23		the production profile and thereby reduce the capacity based fees in wheeling
24		charges.

<sup>&</sup>lt;sup>1</sup> <u>http://edocs.puc.state.or.us/efdocs/HAC/um1716hac165740.pdf</u>

<sup>&</sup>lt;sup>2</sup> Staff/200, Olson/25, lines 22-25. <sup>3</sup> Staff/200, Olson/26, lines 1-2.

Docket UM 1716

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### **Q. DOES THIS CONCLUDE YOUR TESTIMONY?**

A. Yes. The Department appreciates the work of Staff and Mr. Olson in

developing the RVOS model, and the opportunity to provide comments.