



Portland General Electric
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October 26, 2022

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

RE: Advice No. 22-25, Schedule 134 Gresham Retroactive Privilege Tax Payment Adjustment Update

Portland General Electric Company (PGE) submits this filing pursuant to Oregon Revised Statutes (ORS) 757.205 and 757.210, and Oregon Administrative Rule (OAR) 860-022-0025(2) for filing proposed tariff sheet associated with Tariff P.U.C. No. 18, with a requested effective date of **January 1, 2023**:

First Revision of Sheet No. 134-1

The purpose of this filing is to adjust the Gresham Retroactive Privilege Tax Payment Adjustment rate to zero to approximately 48,500 City of Gresham customers since the balance is projected to be fully collect at the end of 2022.

Background:

PGE filed Schedule 134, Gresham Retroactive Privilege Tax Payment Adjustment in Advice No. 17-05 on February 24, 2017, pursuant to ORS 757.259(1) that authorizes the Commission to include such costs retroactively imposed by a government agency without requiring Commission approval for deferred accounting treatment. The purpose of the filing was to recover from Gresham customers the City of Gresham (Gresham) Privilege Tax payment of approximately \$7 million that PGE would make to Gresham for the privilege taxes assessed retroactively following an Oregon Supreme Court decision in 2016. The Commission decided there were no legal issues precluding PGE's recovery of the amounts in Order No. 17-482.

At the Prehearing Conference on December 14, 2017, the Administrative Law Judge instructed PGE to refile Advice No 17-05 no later than December 15, 2017, with an effective date of February 1, 2018, which PGE submitted the Third Supplemental Filing of Advice No. 17-05 on December 15, 2017. PGE submitted the supplemental filing to maintain the same 2% collection rate as initially proposed in order to amortize the approximate accrual amount of \$7.2 million.

The estimated collection period was extended from 59 months as initially proposed to 61 months. The slightly extended collection period reflects the fact that PGE was including the court-ordered interest payments made to Gresham and the accumulated interest related to a later commencement of collections from Gresham customers due to the additional process required in Docket No. UE 324. Order No. 18-023 approved Schedule 134 with the February 1, 2018, effective date.

The attached work papers provide detail of the balancing account of the \$7.2 million dollars collected from customers applicable to the Gresham Retroactive Privilege Tax Payment Adjustment within the City of Gresham for the time period stated above and ceasing effective January 1, 2023.

To satisfy the requirements of OAR 860-022-0025, PGE responds as follows:

The proposed revision to Schedule 134 impacts approximately 48,500 City of Gresham customers. A typical Schedule 7 Residential customer consuming 780 kWh monthly will see a bill decrease of \$0.23 or 0.2%, inclusive of rate schedules to which Schedule 134 does not apply.

Please direct questions to Mary Widman at mary.widman@pgn.com Please direct all formal correspondence and requests to the following email address pgc.opuc.filings@pgn.com

Sincerely,

\s\ Robert Macfarlane

Robert Macfarlane
Manager, Pricing & Tariffs

Enclosures

cc: Service List – UE 324

**SCHEDULE 134
GRESHAM RETROACTIVE PRIVILEGE TAX PAYMENT ADJUSTMENT**

PURPOSE

To recover from Customers in the City of Gresham the privilege taxes and court-ordered, associated interest amounts assessed retroactively by the City of Gresham following an Oregon Supreme Court decision in 2016.

APPLICABLE

All Customers receiving Electricity Service within the City of Gresham.

BALANCING ACCOUNT

The Company will establish a Balancing Account to record the difference between amounts collected under this schedule, net of uncollectible accounts and amounts authorized to be recovered. This Balancing Account will accrue interest at the Commission-authorized rate for deferred accounts. The disposition of any over- or under-recovery amount will be subject to Commission approval.

GRESHAM PRIVILEGE TAX SETTLEMENT RECOVERY RATE

The Rate is:

0.0% of the total billed amount to the Customer excluding the Public Purpose Charge (Schedule 108), Energy Efficiency Funding Adjustment (Schedule 109), Low Income Assistance Charge (Schedule 115) and all other separately stated taxes. Certain Large Nonresidential Customers with existing limitations on privilege tax obligations will be billed in accordance with these existing limitations.

(C)