ENTERED FEB 2 2 2018

BEFORE THE PUBLIC UTILITY COMMISSION

OF OREGON

UM 1856

In the Matter of

PORTLAND GENERAL ELECTRIC COMPANY,

ORDER

Draft Storage Potential Evaluation.

DISPOSITION: PROPOSED BUDGET FOR ISSUE FUND GRANT APPROVED

On February 14, 2018, the Industrial Customers of Northwest Utilities (ICNU) filed a Notice of Intent to Request Issue Fund Grant and a proposed budget for an Issue Fund Grant in this proceeding. Also on February 14, 2018, ICNU filed a motion to designate this proceeding as an "eligible proceeding for issue funds." ICNU seeks an Issue Fund Grant in the amount of \$20,000.

The Fourth Amended and Restated Intervenor Funding Agreement (IFA), approved by the Commission in Order No. 18-017, provides that a proceeding is eligible for issue funds if it is:

- 1) A general rate case;
- 2) The proposed acquisition or merger of one of the Participating Public Utilities;
- 3) An Integrated Resource Plan;
- 4) An annual power cost or purchase gas adjustment request; or
- A proceeding affecting one or more of the Participating Public Utilities and is anticipated to have a substantial impact on utility rates or service, a significant impact on utility customers or the operations of the utility, is likely to result in a s significant change in regulatory policy, or raises novel question s of fact or law.

The IFA also provides that precertified intervenors must submit a proposed issue fund budget to the Commission that contains, at a minimum, the following information:

- 1) A statement of the work to be performed;
- 2) A description of the areas to be investigated;
- 3) A description of the particular customer class(es) that will benefit from the intervenor's participation;

- 4) Identification of the specific fund accounts from which the intervenor is seeking monies and an estimate of the amount of available funds in that account;
- A budget showing estimated attorney, consultant and expert witness fees, which may include the cost for appropriate support staff and operations support; and
- 6) A representation that the intervenor will use matching funds in the form of either in-house resources or outside funding to account for or pay at least 20 percent of the eligible expenses for which the intervenor is seeking an Issue Fund Grant.

Once a proposed budget is received, the Commission decides whether Issue Fund Grants are available for use based on factors identified in the agreement. The Commission has the authority to accept, deny or partially deny the request, and may place reasonable conditions on the grant.

This proceeding qualifies as an eligible proceeding because it directly affects Portland General Electric Company, and the program that is the subject of the proceeding is anticipated to have a significant impact on the utility rates. ICNU states that for many of its members, the proposed energy storage program would increase their cost of doing business by \$120,000 or more per year.

ICNU became precertified on August 21, 2003, in Order No. 03-502. ICNU's proposed budget, which shows eligible expenses of \$37,500, includes the requisite information and reflects the current schedule adopted in this docket.

In light of the issues being addressed, the complexity of the issues and the significant policy decisions to be made, the Commission believes that ICNU's proposed budget is reasonable and should be approved.

ORDER

IT IS ORDERED that:

- 1. This proceeding is designated as a proceeding eligible for Issue Funds.
- The Industrial Customers of Northwest Utilities' proposed budget for an Issue Fund Grant is approved.
- 3. An Issue Fund Grant is approved up to \$20,000.

Made, entered, and effective

FEB 2 2 2018

Michael Grant

Chief Administrative Law Judge Administrative Hearings Division