1	BEFORE THE PUBLIC UTILITY COMMISSION		
2	OF OREGON		
3	UM 1810		
4			
5	In the Matter of	STAFF'S REPLY BRIEF	
6	PACIFICORP, dba PACIFIC POWER,		
7	Application for Transportation Electrification Programs.		
8			
9	I. INTRODUCTION		
10	The seven stipulating parties (Stipulating Parties) ask the Commission to adopt the		
11	collaborative settlement agreement (Stipulation) reached in this docket that tests three		
12	transportation electrification approaches, including installation of a limited number of utility-		
13	owned public DC Fast Chargers (DCFCs) in PacifiCorp's service territory, targeted outreach and		
14	education services, and grant funding for electric vehicle service equipment (EVSE), including		
15	workplace and fleet vehicle charging.		
16	Although it was filed over five months ago, the Stipulation has yet to reach the		
17	Commission for review because ChargePoint has objected to a single component of the		
18	Stipulation-the design of the Public Charging Pilot. Despite ChargePoint's long-winded brief,		
19	its objections boil down to a nonnegotiable position against PacifiCorp ownership of any public		
20	charging infrastructure based on an assumption that electric company ownership cannot		
21	stimulate competition, innovation, and customer choice. These objections are easily dispelled by		
22	two points. First, the legislature unequivocally expected electric companies to own and operate		
23	electric vehicle (EV) charging infrastructure: the bill "allows electric companies to apply to the		
24	PUC for installing and ownership of electric vehicle charging stations." ¹ Second, the evidence in		
25	the record, including testimony from EVSE market competitors, shows that the Public Charging		
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¹ House Chamber, 2016 Leg., 78th Sess. (Or. Mar. 1, 2016) (comments by Rep. Vega Pederson at 01:05:00). PAGE 1 – UM 1810 – STAFF'S REPLY BRIEF

Pilot is reasonably expected to stimulate innovation, competition, and customer choice. In fact, 1 one of ChargePoint's competitors sums it up succinctly: "the Stipulation will enhance 2 competition in the electric vehicle ("EV") charging market. Siemens has seen utility ownership 3 4 of charging stations grow the overall EV market and, with it, the opportunity for all participating 5 companies to sell their products and services, including charging equipment and services. In our testimony in this proceeding, we provided actual evidence that utility ownership grows the EV 6 market . . . ChargePoint has provided no actual evidence that any EV charging vendor has been 7 harmed by utility participation in any EV charging program."² 8 9 ChargePoint expressly supports two of the three pilot programs in the Stipulation,³ while the third pilot to which it objects falls squarely within the Commission's discretion to approve. 10 11 and is supported by unrebutted evidence presented by the seven Stipulating Parties and Siemens. 12 Therefore, the decision before the Commission is whether or not to adopt a Stipulation that tests 13 three modest approaches to transportation electrification, is supported by a wide range of experts. 14 and complies with the law. 15 **II. DISCUSSION** 16 1. The law requires the Commission to consider six factors when evaluating a 17 program; it does not impose a mandatory set of criteria, each of which must be 18 met to gain approval. 19 The Oregon legislature passed SB 1547 in March of 2016, directing electric companies to accelerate transportation electrification in their service territories and allowing electric company 20 ownership of EV charging and related infrastructure.⁴ The predominant legal dispute between 21 the Stipulating Parties and ChargePoint is over the meaning of the term "consider." 22 23 ² Siemens's Opening Brief at 1-2. 24

³ ChargePoint supports the Demonstration and Development and Outreach and Education pilots as modified by the
 Stipulation. ChargePoint/200, Packard/5, lines1-2.

⁴ Oregon Laws 2016, Chapter 28, Section 20(3) ("A program proposed by an electric company may include prudent investments in . . . electric vehicle charging and related infrastructure.") and Section 20(5)(a) ("Tariff schedules and rates allowed pursuant to subsection (3) of this section: (A) May allow a return of and a return on an investment made by an electric company").

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1 Subsection (4) of the transportation electrification law governs transportation 2 electrification program approval. It delineates six factors for the Commission to "consider" when deciding whether to approve a utility-proposed transportation electrification program. As 3 4 discussed in greater detail in Staff's Opening Brief, when examining the text of a statute, courts presume that the legislature intended words of common usage, such as "consider," to have their 5 plain, natural, and ordinary meaning.⁵ "Consider" means "to think about carefully"; "to think of 6 especially with regard to taking some action"; and "to take into account."⁶ Therefore, the 7 legislature intended for the Commissioners to take into account and think carefully about the six 8 9 factors (a)-(f) in their decision-making process, but left the decision to approve a particular program well within the Commission's discretion.⁷ 10

11 Moreover, a review of the broader context of the statute bolsters the conclusion that 12 ample discretion has been delegated to the Commission. For example, five of the six factors say 13 "*as determined by the commission*," and "are reasonably *expected*." Likewise, the legislature 14 delegated to the Commission the *authority to prescribe* the form and manner of applications for 15 programs, as well as the responsibility to *make determinations* regarding the effect of market

16 barriers on actual utilization of charging infrastructure.⁸

Despite this unambiguous textual evidence, ChargePoint clings to select parts of so-called legislative history to prop up its theory that a program must "meet" every individual factor⁹ by emphasizing that "Ms. Smart's testimony regarding SB 1547's history stands unrebutted in this proceeding."¹⁰ This argument also fails. First, Ms. Smart is not an attorney, yet she offered testimony on legislative intent that goes well beyond the scope of her expertise, and technically

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⁵ *PGE*, 317 Or at 611; *State v. Ziska*, 355 Or 799, 804-05 (2014) (the plain meaning of the text at issue can be found in its dictionary definition).

⁶ Webster's Third New International Dictionary, Unabridged, "Consider" (2016).

^{24 &}lt;sup>7</sup> Staff testified that the programs could also be approved pursuant to the Commission's authority to approve pilot programs—SB 1547 did not remove that authority from the Commission. See Staff's Opening Brief at 9-10.

 ⁸ Oregon Laws 2016, Chapter 28, Section 20(3) and Section 20(7).
 ⁹ ChargePoint's Reply Brief at 1-2, 22 ("the Legislative Assembly directed the Commission to approve such a

²⁶ proposal only if it found that the proposal could reasonably be expected to meet six listed criteria." and "expect each TE program to meet each criterion.").
¹⁰ ChargePoint Response Brief at 14.

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should be stricken from the record.¹¹ Second, her testimony was offered nearly a year-and-a-half 1 post-enactment of SB 1547. Any cursory review of Oregon law reveals that post-enactment 2 testimony is not evidence of legislative intent.¹² Oregon courts do not even consider post-3 enactment statements of legislators as evidence of legislative intent, let alone the post-enactment 4 testimony of a non-legislator witness.¹³ In sum, there is no indication in the text, context, or 5 legislative history that "consider" means anything other than its plain meaning. ChargePoint is 6 7 grasping at straws. There are no legal concerns with adopting the Stipulation as filed.

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2. The Public Charging Pilot is reasonably expected to stimulate innovation,

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competition, and customer choice.

10 The Public Charging Pilot is an opportunity for PacifiCorp, over the course of three 11 years, to construct up to seven charging pods (synonymous with locations or sites) that feature 12 multiple dual-standard DC fast chargers (DCFCs) and at least one Level 2 port, at a cost to 13 ratepayers of no more than \$1.85 million. Despite the fact that a transportation electrification 14 program does not need to "meet" each of the six factors, the Stipulating Parties did consider 15 whether the Electric Avenue Pilot is "reasonably expected to stimulate innovation, competition and customer choice in electric vehicle charging and related infrastructure and services."14 16 With regard to stimulating innovation, PacifiCorp, CUB, Forth, and Greenlots explained 17

that the RFP process will be used to encourage bidders to propose innovative approaches to 18

integrating advanced technologies, mitigating grid impacts, future-proofing investments, and 19

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21 ¹² Salem-Keizer Assn. v. Salem Sch. Dist. 24J, 186 Or App 19, 26-28 (2003) (the rule that post-enactment statements by legislators are not probative legislative intent of statutes already in effect "is a rule that appears to have been 22 adopted by nearly every other court that has addressed the issue.") (citing Bread Political Action Committee v.

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¹¹ Staff's Opening Brief at 9 (citing Staff/201, Klotz/14).

FEC, 455 U.S. 577, 582 n. 3 (1982); United Telephone Employees PAC v. Secretary of State, 138 Or App. 135, 139 23

^{(1995) (}rule in Oregon is that "[s]ubsequent statements by legislators are not probative of the intent of statutes already in effect."). 24

¹³ Id. It is true that Ms. Smart offered testimony on the bill during the 2016 regular session when HB 4036/SB 1547 was working its way through the legislature, and therefore, limited parts of her testimony in this docket could 25

technically be offered as evidence of legislative intent, but non-legislator witness testimony ranks low on the established hierarchy of probative legislative history items and is the most debated type of legislative history on

²⁶ which courts sometimes rely.

¹⁴ Factor (f) at Oregon Laws 2016, Chapter 28, Section 20(4).

addressing interoperability barriers.¹⁵ Specifically, the non-cost factors will include pod design,
 deployment plan, equipment specifications, maintenance plan, visibility, data, and future
 proofing (i.e. adapting to changing charging technology).¹⁶ Siemens, an EVSE market
 competitor, agrees that the RFP process stimulates innovation.¹⁷

Similarly, PacifiCorp's RFP process, by its very nature, is reasonably expected to 5 stimulate competition.¹⁸ To that end, Eluminocity, EV Connect, ABB Inc., OpConnect, 6 SemaConnect, Control Module Inc., Efacec USA, Inc., Shorepower Technologies, and 7 Greenlots-eight companies that compete in the same market as ChargePoint-confidently state 8 that "PacifiCorp is proposing an open and competitive RFP process that will ensure innovation, 9 competition, and customer choice."19 Siemens also testified that the Stipulation would 10 "stimulat[e] the overall growth of the electric vehicle (EV) market by reducing barriers to 11 ownership and operation for EV owners."²⁰ 12

Interestingly, in its thirty-five-page brief, not once did ChargePoint attempt to refute the 13 positions offered by its market competitors. Instead, ChargePoint clamored that approval of 14 PacifiCorp's Public Charging Pilot will "allow a monopoly to take over the entire market"²¹ and 15 cause "massive market distortion."²² However, in reality, the modest scale of the Public 16 17 Charging Pilot, adding a footprint of up to seven charging pods (locations) throughout PacifiCorp's service territory, garnered zero concern from the nine market participants noted 18 above, with the exception of ChargePoint-the company offering the largest charging network in 19 North America.²³ ChargePoint goes on to claim that PacifiCorp will quickly outpace the number 20 of DCFCs that ChargePoint owns in Oregon.²⁴ However, ChargePoint is in the business of 21

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- 25 ²⁰ Siemens/100, King/4 and 6.
 - ²¹ ChargePoint's Objections at 15.
- ²² ChargePoint's Objections at 12; *see also* ChargePoint/200, Packard/22.
 ²³ Staff/200, Klotz/10.
 ²⁴ ChargePoint's Reply Brief at 4.

¹⁵ Joint Opening Brief of PacifiCorp, CUB, Forth, and Greenlots at 12.

^{23 &}lt;sup>16</sup> PAC/300, Morris/7-8, lines19-22 and 1-2.

¹⁷ Siemens/100, King/8.

 ¹⁸ Joint Opening Brief of PacifiCorp, CUB, Forth, and Greenlots at 12-13.
 ¹⁹ Forth/102, Allen/1-3.

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selling EVSE, meaning that generally the site-host becomes the owner of the charging 1 2 equipment, not ChargePoint. In other words, the number of DCFC that ChargePoint "owns" is not indicative of its actual market share. Moreover, the visible "footprint" of the Public 3 Charging Pilot is smaller than ChargePoint portrays. Because several chargers will be co-located 4 together at one site, the Public Charging Pilot will have seven visible locations to site-hosts and 5 EV drivers, not twenty-eight. Finally, when asked to provide evidence supporting its claim that 6 28 DCFCs will cause PacifiCorp to dominate and control the public charging market, 7 ChargePoint again came up empty handed, responding: "it is ChargePoint's contention that 8

9 Pacific Power would dominate and control the public charging market "²⁵

10 Finally, with regard to stimulating customer choice, the Public Charging Pilot will offer 11 up to seven charging pods (locations) throughout PacifiCorp's service territory that will feature multiple dual-standard DCFC, at least one Level 2 port, and visible signage.²⁶ The innovative 12 design of the Pilot alone will help reduce range anxiety and provide EV drivers with increased 13 charging options beyond home charging and public Level 2 charging.²⁷ Not only do the new 14 pods increase the number of charging locations, they also offer the latest in EV quick charging 15 technology, especially in more remote areas where access to charging infrastructure remains 16 extremely limited. Further, the DCFCs will have dual heads, meaning that the DCFCs are 17 compatible with all makes and models of electric vehicles, which is not true of most installed 18 19 public charging infrastructure today.

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3. ChargePoint offers no evidence to support its claims.

ChargePoint makes sweeping claims in this docket, backed by the assurance that the
statements are based on Mr. Packard's numerous years of experience in the EV charging
industry. What draws skepticism from customer advocates and industry experts alike is Mr.
Packard's inability to offer any data, studies, analyses, workpapers, or other concrete evidence to

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 ²⁵ PAC/415 (ChargePoint Response to PacifiCorp DR No. 17).
 ²⁶ Supplemental Application at 36.
 ²⁷ Supplemental Application at 37.

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support the outlier claims he has made in this docket. To mention just a few of many examples, 1 2 Mr. Packard could produce *no evidence* to support his claim that: (1) "Pacific Power's 3 participation in the publically available charging station market would severely distort and hamper the market over the medium- and long-term"²⁸; (2) "Pacific Power does not have the 4 experience to define the necessary features for the network of DCFC stations it proposes to 5 deploy in Oregon"²⁹; and (3) "(EVSE) vendors would also be less likely to invest in their own 6 publically available charging stations when they learned that Pacific Power was providing 7 charging stations."³⁰ Further, when Staff asked why PacifiCorp could not simply work 8 9 collaboratively with a site-host to learn about the site-host's customers and needs, ChargePoint responded: "Mr. Packard did not assert that 'a utility could not gain information regarding 10 11 customer preferences of the site-host by working [sic] collaboratively with the site-host" and "Mr. Packard did not state that site hosts know EV drivers' needs and preferences best."³¹ 12 13 ChargePoint either has no evidence, or contradicts its prior line of argument.

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4. <u>The multi-party Stipulation is a reasonable resolution of all issues in this docket</u> and provides the opportunity to pilot two different ownership models for EV

charging infrastructure.

17 The Stipulation before the Commission is supported by the utility, consumer advocates, 18 EV advocates, and numerous competitors in the EV charging market. Beyond the three pilots 19 that test different transportation electrification approaches, including the opportunity for both 20 utility owned and site-host owned public charging, the Stipulation requires the collection of data, 21 completion of a system impact study, and regular reporting and evaluation deadlines. No party 22 doubts the importance of gathering EV charging data relevant to PacifiCorp's service territory, 23 including ChargePoint: "additional data will doubtless improve the value and effectiveness of TE 24

^{25 &}lt;sup>28</sup> PAC/414 (ChargePoint Response to PacifiCorp DR No. 16); see Staff 201/Klotz/2 (ChargePoint Response to Staff DR No. 4).

 ²⁹ Staff 201/Klotz/3 (ChargePoint Response to Staff DR No. 6).
 ³⁰ PAC/412 (ChargePoint Response to PacifiCorp DR No. 14).
 ³¹ Staff 201/Klotz/5 (ChargePoint Response to Staff DR No. 13).

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programs."³² However, ChargePoint argues that PacifiCorp does not have to own the charging 1 2 stations to gain the data sought by the parties, rather, it could require the site-host and charging 3 station vendor to provide the data. But ChargePoint's assurances are hollow. In discovery, ChargePoint explained that it is "unable to provide Staff with actual data from its existing DC 4 fast chargers in Oregon because its existing customer agreements prevent it from dong so."³³ 5 6 Further, ChargePoint objected to parties' requests for ChargePoint's investment plans in 7 PacifiCorp's Oregon service territory, exclaiming: "This proceeding does not concern ChargePoint's investment plans, and regardless, ChargePoint is not subject to regulation by the 8 Oregon Public Utilities Commission."³⁴ This response precisely illustrates the Stipulating 9 Parties' concern-under the site-host ownership model, the Commission would have limited to 10 no oversight over ratepayer-subsidized-charging stations, including the pricing used and the data 11 12 collected, nor would there be a public forum for review of the data collected, and opportunities for evaluation and redirection, as exists with a regulated utility. 13

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III. CONCLUSION

There is no doubt that private investment in publically available fast charging has been exceedingly slow to develop in PacifiCorp's service territory, particularly outside highway corridors and Portland,³⁵ where many communities lack public charging infrastructure entirely.³⁶ The multi-party Stipulation aims to change this fact and drives us closer toward electrifying Oregon's transportation sector in a manner consistent with the legislature's directive, balances the interests of Oregon ratepayers with cost caps and offsetting Clean Fuels Program credits, supports installation of public charging by both PacifiCorp and site-hosts, and requires regular

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³² ChargePoint's Reply Brief at 26.

^{23 &}lt;sup>33</sup> See ChargePoint's Reply Brief at 13 and 28.

^{24 &}lt;sup>34</sup> Staff/201, Klotz/7 (ChargePoint Response to Staff DR No. 14). This information was sought to analyze ChargePoint's *future* market presence as compared to PacifiCorp's *future* market presence.

^{25 &}lt;sup>35</sup> Supplemental Application at 36; PAC/300, Morris/3, lines15-20 ("the proposed Public Charging Pilot program develops new publically available charging locations, including in areas of the state that have not attracted private

²⁶ investment to date. Importantly, the Public Charging Pilot does not preclude other parties from entering the market, a fact that ChargePoint does not dispute.").

³⁶ Joint Opening Brief of PacifiCorp, CUB, Forth, and Greenlots at 12 (citing PAC/100, Morris/8).

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1	reporting to the Commission. It is well within the Commission's discretion to adopt the three		
2	pilots, all of which are modest in cost and scale, but are expected to produce new data to assist		
3	with the development of attribution and cost-effectiveness methodologies essential for future,		
4	more robust programs. Staff, PacifiCorp, Oregon Citizens' Utility Board, Industrial Consumers		
5	of Northwest Utilities, Oregon Department of Energy, Forth, and Greenlots are eager to offer the		
6	collaborative agreement reached in this inaugural docket and respectfully request that the		
7	Commission approve the Stipulation.		
8	DATED this 24 th day of January 2018.		
9	Respectfully submitted,		
10	ELLEN F. ROSENBLUM		
11	Attorney General		
12	Kaylie Klein, OSB # 143614		
13	Assistant Attorney General Of Attorney for Staff of the Public Utility		
14	Commission of Oregon		
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