1	BEFORE THE PUBLIC	UTILITY COMMISSION
2	OF O	REGON
3	UN	1 1810
4	In the Matter of	
5		STAFF'S OPENING BRIEF
6	PACIFICORP, dba PACIFIC POWER,	
7	Application for Transportation Electrification Programs.	
8		
9	I. INTRO	DDUCTION
10	This past summer, seven of the eight pa	rties to this docket reached a collaborative
1	settlement agreement (Stipulation) that is a mea	asured and important first step for PacifiCorp in

12 transportation electrification. Such broad consensus was possible despite the parties' disparate 13 interests because the Stipulation is modest in scope and cost, yet pilots three different 14 transportation electrification approaches that include deployment of utility owned public DC Fast 15 Chargers (DCFC), targeted outreach and education services, and grant funding to support 16 innovative electric vehicle service equipment (EVSE) projects that include workplace charging 17 and fleet vehicle electrification. Additionally, the Stipulation requires PacifiCorp to develop 18 attribution and cost-effectiveness methodologies essential to the design and evaluation of more 19 robust future programs, imposes regular reporting and pilot evaluation deadlines, and limits 20 program costs to ratepayers through cost caps and offsetting Clean Fuels Program credits. For 21 these reasons and more to be discussed in this brief, Staff of the Public Utility Commission of Oregon (Staff), PacifiCorp, Oregon Citizens' Utility Board (CUB), Industrial Consumers of 22 23 Northwest Utilities (ICNU), Oregon Department of Energy (ODOE), Forth, and Greenlots (the 24 Stipulating Parties) respectfully request that the Commission adopt the multi-party Stipulation 25 filed in this inaugural docket.

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II. BACKGROUND

In March of 2016, the Oregon legislature passed SB 1547, directing electric companies to accelerate transportation electrification in their service territories and allowing electric company ownership of electric vehicle (EV) charging and related infrastructure.¹ PacifiCorp filed an application seeking approval of three transportation electrification programs on December 27, 2016, and later supplemented its initial application (Supplemental Application) and submitted opening testimony. On May 24, 2017, the other seven parties filed reply testimony.

8 Staff's position in this docket has evolved over time, especially given the novelty of the subject matter and lack of Oregon-specific data available.² For example, Staff explained that we 9 are simply not as far along as we would like to be in terms of access to reliable data and 10 methodologies like attribution³ and cost-effectiveness⁴ that are necessary to thoroughly evaluate 11 large transportation electrification investments. Nonetheless, Staff endeavored to work 12 13 collaboratively with the numerous parties that expressed interest and offered their individual expertise in this docket, with the goal of recommending a first set of programs that drive 14 transportation electrification forward consistent with the legislature's directive. 15

On May 31, 2017, the parties met for a settlement conference. After much deliberation and exchange of policy positions, seven of the eight parties were able to reach a reasonable compromise settling all issues in the docket. The Stipulation was filed on August 11, 2017, supported by the joint testimony of Mr. Morris, Mr. Klotz, Mr. Mullins, Mr. Jenks, Mr. Allen, Mr. Ashley, and Mr. Avery.

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⁴ Staff/100, Klotz/19, lines 5-8 and fn 7.

 ¹ 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").

^{25 &}lt;sup>2</sup> Staff/100, Klotz/7, lines 3-6.

 ³ Staff/100, Klotz/15, lines 7-9 (explaining that "attribution is a way to measure how or if action by Pacific Power,
 through specific programs, actually was the cause that accelerated transportation electrification in its service territory.").

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1	The Stipulatic	on includes the following primary components:
2		pilot programs that test different methods to accelerate transportation ification over a three-year pilot period:
3	a.	Public Charging Pilot, with costs capped at \$1.85 million. PacifiCorp may
4		construct and own up to seven charging sites, with each site featuring
5		multiple adjacent dual-standard DC fast chargers (DCFC), at least one Level 2 port, and visible signage. ⁵
6	b.	Outreach and Education Pilot, with costs capped at \$1.105 million less
7		50% of the proposed budget for Customer Communications and 50% of the proposed budget for Community Events. ⁶ PacifiCorp will test a
8		portfolio of outreach and education strategies, including customer communications, self-service resources, community ride-and-drive events,
9		and onsite technical assistance for non-residential EVSE projects. ⁷
10	с.	Demonstration and Development Pilot, with costs capped at \$1.685
11		million. PacifiCorp will test a different EVSE development model here than in the Public Charging Pilot; PacifiCorp will invite its non-residential
12		customers to bring transportation electrification projects forward for consideration, where the grant recipient will own and operate the EVSE. ⁸
13		One compromise is that 25% of the funds in each grant cycle (grant funding is available on a quarterly basis) will now be earmarked for
14		workplace charging and fleet vehicle electrification. ⁹
15		uirement that PacifiCorp develop new methodologies and a system
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1 2	distance driving versus urban commuting, and metrics for high-value sites, and (ii) the monitoring criteria, ¹¹ including the specific learnings to be gained from the pilot.	
3	b. PacifiCorp must also share its list of high-value sites for its new chargers prior to selecting the first site.	
4	✓ Reporting and Pilot Evaluation:	
5 6	a. All pilot program costs are subject to annual reporting and prudence review.	
7	b. A progress report on all pilot programs must be submitted to the Commission by March 31, 2019.	
8 9	c. A follow up report and evaluation of all pilots must be submitted to the Commission on June 20, 2020.	
10	Shortly after the Stipulation was filed, one party objected. ChargePoint objects to a	
11	single component of the Stipulation only—the Public Charging Pilot ¹² —but expressly supports	
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13	Education) as modified by the Stipulation. ¹³ To be clear, in the Demonstration and Development	
14	program, non-residential customers may receive grant funding to support the site-host ownership	
15	model for public charging infrastructure, just as ChargePoint advocates. Nonetheless,	
16	ChargePoint requested a new schedule with additional rounds of testimony on its pre-filed	
17	objections and a Commissioner hearing. As a result, all parties have now submitted additional	
18	testimony into the record, including ChargePoint, who later withdrew its request for a hearing. ¹⁴	
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21	The decision before the Commission is whether or not to adopt a Stipulation that tests	
22	three modest approaches to transportation electrification, is supported by a wide range of experts,	
23	and complies with the law. There are no legal issues prohibiting adoption of the Stipulation in	
24	this case. Staff explained in testimony that the Stipulation can be approved pursuant to the six	
25	¹¹ Stipulation para. 4 and fn 3.	

 ¹¹ Stipulation para. 4 and fn 3.
 ¹² Staff/200, Klotz/4 (citing ChargePoint/200, Packard/3, lines 20-22).
 ¹³ ChargePoint/200, Packard/5, lines 1-2.
 ¹⁴ Cross Examination Statement of ChargePoint, Inc. (filed Nov. 6, 2017).
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1	considerations outlined in SB 1547, Section 20(4), or under the Commission's authority to	
2	approve pilot programs. ¹⁵	
3	A. The law requires Commission "consideration" of the six factors, meaning	
4	that an individual program does not need to "meet" each of the six	
5	factors to be approved.	
6	Subsection (4) of the transportation electrification law governs program approval, and	
7	delineates six factors for the Commission to think about when deciding whether to approve a	
8	utility-proposed transportation electrification program. The relevant text is as follows:	
9	When considering a transportation electrification program and	
10	determining cost recovery for investments and other expenditures related to a program proposed by an electric company under	
11	subsection (3) of this section, <i>the commission shall consider</i> whether the investments and other expenditures:	
12	(a) Are within the service territory of the electric company;	
13	(b) Are prudent as determined by the commission;	
14	(c) Are reasonably expected to be used and useful as determined by the commission;	
15 16	(d) Are reasonably expected to enable the electric company to support the electric company's electrical system;	
17	(e) Are reasonably expected to improve the electric company's electrical system efficiency and operational flexibility, including	
18	the ability of the electric company to integrate variable generating resources; and	
19	(f) Are reasonably expected to stimulate innovation, competition	
20	and customer choice in electric vehicle charging and related infrastructure and services. ¹⁶	
21	The law requires the Commission to "consider" the above six factors when deciding to	
22	approve a program. It does <i>not</i> require the Commission to deny a program if it does not "meet" a	
23	specific factor, or "meet" every factor. Any confusion as to the law's requirements can be	
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26	¹⁵ Staff/200 Klate/16 lines 4.11 (noting that Change Daint's intermediation that a transmostation alectrification	

 ¹⁵ Staff/200, Klotz/16, lines 4-11 (noting that ChargePoint's interpretation that a transportation electrification program must "meet" each individual SB 1547 factor is overly restrictive.).
 ¹⁶ Oregon Laws 2016, Chapter 28, Section 20(4) (emphasis added).

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swiftly resolved by understanding what the legislature intended the term "consider" to mean at
 the time it enacted the statute.¹⁷

Attorneys¹⁸ use the Oregon Supreme Court's statutory construction methodology to determine legislative intent by examining the text and context of the statute, along with the statute's legislative history where it appears useful to the analysis.¹⁹ If the legislature's intent still remains unclear after examining the text, context, and legislative history, then general maxims of statutory construction are applied to resolve the ambiguity.²⁰

The best evidence of the legislature's intent is the text of the statute itself.²¹ When 8 9 examining the text of a statute, courts presume that the legislature intended words of common usage to have their plain, natural, and ordinary meaning.²² "Consider" is a word of common 10 usage and means "to think about carefully"; "to think of especially with regard to taking some 11 action"; and "to take into account."²³ Therefore, the legislature intended that the Commission 12 take into account and think carefully about the six factors (a)-(f) in their decision-making 13 14 process, but left the final decision as to whether a particular program should be approved to Commission discretion. In other words, a program does not need to "meet" or "satisfy" every 15 individual factor to be approved. 16

17 Next, the Oregon Supreme Court requires that the text ("consider") be read in context, 18 which can include its immediate context, the context of other provisions of the same statute, and 19 the broader context of related statutes involving the same subject matter that existed at the time

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^{22 &}lt;sup>17</sup> See ORS 174.020(1)(a); Portland Gen. Elec. Co. v. Bureau of Labor & Indus., 317 Or 606, 610 (1993) (hereinafter "PGE").

 ¹⁸ ChargePoint's two witnesses discuss the legislative intent behind SB 1547 and the legal meaning of specific terms at great length in testimony, but neither Mr. Packard nor Ms. Smart are attorneys. Staff/201, Klotz/13-14. Their
 testimony should be weighted accordingly.

¹⁹ State v. Gaines, 346 Or 160, 171-72 (2009) (hereinafter "Gaines").

^{25 &}lt;sup>20</sup> *Id.* at 172.

²¹ *PGE*, 317 Or at 610.

^{26 &}lt;sup>22</sup> *Id.* 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).

²³ Webster's Third New International Dictionary, Unabridged, "Consider" (2016).

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of the statute's enactment.²⁴ When "consider" is read in its immediate context, it is clear that the 1 Commission *must consider* the six (a)-(f) factors because of the inclusion of the word "shall" 2 immediately preceding "consider."²⁵ Additionally, the use of the conjunctive word "and" 3 between factor (e) and the final factor (f), indicates that the Commission is required to *consider* 4 each of the six factors, when they are applicable to a specific program.²⁶ Nevertheless, these 5 observations do not alter the plain meaning of the exact term "consider." Further, when read in 6 the broader context of other subsections of the same statute, it is clear that the Commission was 7 delegated discretion in its decision-making and that each factor need not be met to approve a 8 program. 9

10 First, the six factors themselves indicate that the legislature intended the Commission to

11 have discretion in its decision-making: five of the six factors say "as determined by the

12 commission," and "are reasonably expected."

Second, the legislature delegated to the Commission the *authority to prescribe* the form
 and manner of applications for programs²⁷ and the responsibility to review EV adoption data and

15 make a determination about the effect of market barriers on utilization of charging

16 infrastructure.²⁸

17 Third, ChargePoint's claim that all factors must be "met" or even that all factors "apply" 18 to every type of possible program contradicts standard ratemaking principles.²⁹ In viewing the 19 (a)-(f) factors together and in context with the immediately preceding subsection (3),³⁰ which 20 allows utilities to propose customer rebate programs, how could a customer rebate for EV

²⁹ ChargePoint/200, Packard/20, lines 9-11.

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 ²⁴ Oregonian Publ'g Co. v. Portland Pub. Sch. Dist. No. 1J, 329 Or 393, 400 (1999); see State v. Stamper, 197 Or
 App 413, 418 (2005); see ORS 174.010.

²⁵ Friends of the Columbia Gorge, Inc. v. Columbia River Gorge Comm'n, 346 Or 415, 426-27 (2009) ("shall"
23 creates a mandatory duty).

 ²⁶ See gen., Martin v. City of Albany (In re Martin), 320 Or 175, 181 (1994) (courts apply rules of grammar to text in
 question to discern legislative intent); see gen., SAIF Corp. v. Donahue-Birran, 195 Or App 173, 180 (2004).

²⁷ Oregon Laws 2016, Chapter 28, Section 20(3).

²⁵ 28 Id. at Section 20(7).

³⁰ Oregon Laws 2016, Chapter 28, Section 20(3) of the statute expressly includes: "*A program* proposed by an electric company *may include* prudent investments in or *customer rebates* for electric vehicle charging and related infrastructure." (emphasis added).

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charging "meet" factor (c): "reasonably expected to be used and useful as determined by the 1 commission"?³¹ "Used and useful" is a term of art in utility regulation and ratemaking that 2 3 comes up in the context of capital investments made by the utility that provide service to the customer, namely, that the utility cannot collect the costs of construction, building, installation, 4 5 or property not presently used to provide utility service to the customer in customer rates. Therefore, factor (c) would not be applicable to a "customer rebate" program, or for example, the 6 7 Outreach and Education Pilot in the Stipulation. Likewise, factor (b) "prudent as determined by the commission" would generally not be decided when first approving a program because the 8 Commission's prudence review of costs occurs *after* the project has been completed and when 9 the utility seeks cost recovery in customer rates. These contradictions to established ratemaking 10 principles support the conclusion that all six factors may not apply to every proposed program.³² 11

Fourth, there is nothing in the text or context to indicate that the legislature intended for 'consider" to mean anything other than its plain meaning. The legislature could have easily said: 'the Commission may not approve programs unless they meet the following factors," but it chose not to do so. Consistent with the cannons of statutory construction, we must assume that the legislature purposefully choose the word "consider."³³ As there is no ambiguity in the text, the statutory construction analysis ends here.³⁴

In sum, the law requires the Commission to think carefully about the six factors, (a)-(f), when deciding program approval, but leaves the ultimate decision of how much weight to attribute to each factor, or which factors apply to a given program, to Commission discretion.

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³² City of Salem v. Salisbury, 168 Or App 14, 25 (2000), rev den, 331 Or 633 (2001) (courts also consider the
 23 regulatory context of the statute being interpreted: "we consider in the first level of analysis . . . as context for the existing statutes . . . the preexisting common law and statutory frameworks within which the laws were enacted in

³⁴ The prevailing *Gaines* methodology allows for consideration of legislative history where it appears useful, *see Gaines*, 346 Or at 171-72, but here the legislative history is silent as to the decision-making required by the Commission with regard to the meaning of "consider."

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^{22 &}lt;sup>31</sup> Staff/100, Klotz/15, lines 19-21.

²⁴ our effort to discern the legislature's intent.").

 ³³ See ORS 174.010 (general rule for construction of statutes is that the office of the judge is simply to ascertain and
 declare what is, in terms or in substance, contained therein, not to insert what has been omitted, or to omit what has been inserted.).

This means that the Commission can approve the Public Charging Pilot after taking into account factors (a)-(f), however, the Public Charging Pilot need not satisfy every individual factor to legally be approved. Further, the amount of discretion provided to the Commission allows for the current status of the EV market in PacifiCorp's service territory, which is predominantly rural and underserved by private charging companies,³⁵ as well as the void of Oregon-applicable data and methodologies, to inform the decision-making in this inaugural docket.

7

B. The Commission has discretion to approve pilot programs.

8 Although the three pilot programs in the Stipulation could be approved pursuant to 9 consideration of the law's six factors, Staff testified that the programs could also be approved 10 pursuant to the Commission's authority to approve pilot programs—SB 1547 did not remove that 11 authority from the Commission.³⁶

Early on in testimony, Staff explained that it was uncomfortable with the limited amount 12 13 of data and analysis to support a large roll out of any program at this time, simply due to the newness of the market and utility participation in it. Nonetheless, Staff saw value for customers, 14 the Commission, and stakeholders in pursing PacifiCorp's proposed programs.³⁷ Therefore, it 15 16 made practical sense to Staff to treat this first set of transportation electrification programs as pilots-meaning that they will be used to test the market and develop the data necessary to 17 evaluate future programs, and also should include clear time and cost limitations to protect 18 19 ratepayers.

The Commission has not expressed a specific approval standard for pilot programs. However, past pilot programs proposed by utilities are generally filed as a new tariff application (describing the proposed pilot) and accompanied by a deferral application for costs related to the pilot program. In reviewing the proposal, Staff has historically evaluated the benefits of the proposed pilot to customers, as well as the reasonableness of the proposed expenditures and the

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 ³⁵ PAC/300, Morris/3, lines 1-4.
 ³⁶ Klotz/200, Staff/16, lines 4-7.
 ³⁷ Klotz/200, Staff/16, lines 2-4.

sharing of costs.³⁸ Additionally, pilot programs tend to be time-limited, cost-limited (through
 either the need to have a 12-month deferral reauthorized or a limited expenditure identified up
 front), and are used to gather data, learnings, or gauge customer interest.³⁹

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Therefore, Staff noted that PacifiCorp's transportation electrification proposals could also

5 be approved outside of the SB 1547 framework because they will produce data and learnings,⁴⁰

6 have regular reporting and evaluation requirements, are cost-limited at reasonable caps, are

7 limited in time and scope, and as a result, produce just and reasonable rates.

8

2. The concerns ChargePoint raises in its objections are easily dispelled.

9

A. The Public Charging Pilot comports with the law.

10 ChargePoint first argues that the legislature, in enacting SB 1547, did not envision that

11 PacifiCorp would own public fast chargers, and proceeds to deplore utility ownership of public

12 charging infrastructure.⁴¹ However, the legislative history clearly illustrates that ChargePoint is

13 mistaken—the legislature did in fact expect that investor-owned utilities would own and operate

14 EV charging infrastructure to help stimulate the market:

15The bill "sets up a transportation electrification program, which
allows electric companies to apply to the PUC for installing and
ownership of electric vehicle charging stations . . . in addition, this
also allows utilities to construct and operate these charging
stations, they must take market competition into account"⁴²

- Representative Vega Pederson, summarizing the transportation electrification section of SB 1547 for her colleagues in the House.

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³⁸ See e.g., UM 1327, Order No. 07-383, Appendix A-Staff Report (Commission approval of NW Natural's Smart
 Energy Program Tariff Pilot based on Staff's recommendation that there was a sufficient showing of utility related benefit and appropriate sharing of necessary costs); UM 1427, Order No. 09-395, Appendix A-Staff Report

23 (Commission approval of a pilot to enable PGE, regulators, and other interested parties to better understand how residential customers with certain appliances and load control capabilities respond to critical peak pricing).

³⁹ *Id*; Staff/100, Klotz/19, lines 3-5 ("Traditionally, pilot programs have not needed to pass cost effectiveness tests and generally do not run for an extended period of time.").

⁴⁰ The specific learnings are to be established at a Stipulating Party workshop held within 30 days post Commission adoption of the Public Charging Pilot. Stipulation at para. 3.

⁴¹ ChargePoint/300, Smart/7, lines 15-17. Staff also notes that the testimony offered on legislative intent is provided by a non-attorney witness and should be weighted accordingly.

⁴² House Chamber, 2016 Leg., 78th Sess. (Or. Mar. 1, 2016) (comments by Rep. Vega Pederson at 01:05:00). PAGE 10 – UM 1810 – STAFF'S OPENING BRIEF

1	Second, ChargePoint accuses the Stipulating Parties of inviting the Commission to
2	disregard SB 1547's requirements ⁴³ and claims that the Stipulating Parties "admit" that the
3	Public Charging Pilot does not meet the six factors. Both claims are false. ChargePoint bases its
4	claims on one sentence in the Stipulation, which states that Commission approval of the
5	Stipulation does not imply that the pilots meet the six statutory factors. ⁴⁴ This sentence was
6	meant to indicate that not all Stipulating Parties agreed with each other as to the amount of
7	weight to attribute to a particular factor or what factors applied. Moreover, as explained above,
8	the law does not require that every individual factor be "met" to gain Commission approval.
9	Third, as discussed below, the Stipulating Parties did consider how the Public Charging
10	Pilot is "reasonably expected to stimulate innovation, competition and customer choice in
11	electric vehicle charging and related infrastructure",45 and determined that PacifiCorp's modest
12	investment will not harm the market, but instead is reasonably expected to stimulate innovation,
13	completion, and customer choice.
14	B. ChargePoint's claim that the Public Charging Pilot fails to stimulate
15	competition and will distort the market is false.
16	ChargePoint claims that the Public Charging Pilot will "allow a monopoly to take over
17	the entire market" ⁴⁶ causing "massive market distortion." ⁴⁷ However, when asked for data,
18	analysis, reports, or any other evidence to substantiate its claims, ChargePoint could offer
19	nothing more than the statement that Mr. Packard's conclusions are based on 19 years of
20	
	experience. ⁴⁸ By contrast, the evidence in the record indicates that the Public Charging Pilot is
21	experience. ⁴⁸ By contrast, the evidence in the record indicates that the Public Charging Pilot is reasonably expected to stimulate competition over time and will not harm private competitors
21 22	
22	reasonably expected to stimulate competition over time and will not harm private competitors
22 23	reasonably expected to stimulate competition over time and will not harm private competitors ⁴³ ChargePoint's Objections at 6 (filed Aug. 25, 2017). ⁴⁴ Staff/201, Klotz/1 (Stipulation at para. 18).
22 23 24	reasonably expected to stimulate competition over time and will not harm private competitors

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due to its modest scale—*according to private market competitors*.⁴⁹ Siemens, a market
competitor that offers hardware and software for charging light, medium, and heavy duty
vehicles and make-ready equipment, testified that the Stipulation is a "modest program" that will
"accelerate rather than 'hamper' transportation electrification" and "would actually 'stimulate
innovation, competition and customer choice . . . by stimulating the overall growth of the electric
(EV) market by reducing barriers to ownership and operation for EV owners."⁵⁰

7 Likewise, Forth, a non-profit trade association promoting greater adoption of EVs, and 8 eight of its members who compete in the same market as ChargePoint—Eluminocity, EV 9 Connect, ABB Inc., OpConnect, SemaConnect, Control Module Inc., Efacec USA, Inc., Shorepower Technologies, and Greenlots-all voiced strong support for PacifiCorp's Public 10 Charging Pilot, stating that from their perspective "PacifiCorp is proposing an open and 11 competitive RFP process that will ensure innovation, competition, and customer choice."⁵¹ 12 13 Finally, the scale of the Public Charging Pilot is modest, adding a footprint of up to seven charging locations throughout PacifiCorp's service territory. By contrast, ChargePoint offers the 14 largest charging network in North America (roughly 15 percent of the U.S. market),⁵² with 537 15 public and private Level 2 chargers and 20 public and private DCFC in Oregon alone.⁵³ Again. 16 17 when pressed for the evidence on which Mr. Packard based his conclusion that "[a]dding Pacific Power to the market will do much more to dampen competition than to stimulate it," Mr. Packard 18 could not produce any facts, data, analysis, or reports to support his claim.⁵⁴ 19

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- 25 ⁵⁰ Siemens/100, King/4 and 6. ⁵¹ Forth/102, Allen/1-3.
- 26^{52} Staff/200, Klotz/10.
 - ⁵³ Staff/201, Klotz/17.
 - ⁵⁴ Staff/201, Klotz/2.

 ⁴⁹ Siemens/100, King/4, lines 8-31, and King/7, lines 10-17. See also Drive Oregon/100, Allen/4 ("PacifiCorp has
 proposed a modest portfolio of pilot projects. Even a smaller utility like Avista is planning for more charging stations.").

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C. <u>ChargePoint's claim that the Public Charging Pilot does not stimulate</u> <u>innovation or offer customer choice is also false.</u>

3 The Public Charging Pilot is designed to stimulate innovation and customer choice. In its Supplemental Application, PacifiCorp presents the non-cost factors it will consider in the RFP 4 5 process to stimulate innovation, including pod design, deployment plan, equipment specifications, maintenance plan, visibility, data, and future proofing (i.e. adapting to changing 6 charging technology).⁵⁵ Siemens, an EVSE market competitor, agrees, explaining that in its 7 experience, the RFP process stimulates competition and innovation: "[i]n the RFP process, 8 9 vendors compete both on price and features, with utilities typically selecting a winner based on a combination that keeps costs low and factors in the higher value of enhanced features when 10 appropriate."56 11

Additionally, the Public Charging Pilot will provide customers with increased EV 12 charging options.⁵⁷ Investment in publically available DCFC by private companies has been 13 slow to develop in PacifiCorp's rural service territory, particularly outside highway corridors and 14 Portland.⁵⁸ The Public Charging Pilot will offer up to seven charging pods (locations) 15 throughout PacifiCorp's service territory that will feature multiple dual-standard DCFC, at least 16 one level 2 port, and visible signage.⁵⁹ The innovative design of the Pilot (with co-located, DC 17 18 fast chargers) will help reduce range anxiety in PacifiCorp's service territory and generate 19 valuable charging and utilization data that can inform system planning, while providing customers with more charging choices.⁶⁰ Siemens agrees, nothing that when the new pods are 20 21

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⁵⁵ PAC/300, Morris/7-8, lines19-22 and 1-2.
 ⁵⁶ Siemens/100, King/8.

24 ⁵⁷ PAC/300, Morris/3, lines15-20.

⁵⁸ 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 investment to date. Importantly, the Public Charging Pilot does not preclude other parties from entering the market,

26 a fact that ChargePoint does not dispute.").

- ⁵⁹ Supplemental Application at 36.
- ⁶⁰ Supplemental Application at 37.

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installed, they will increase the charging choices available to EV drivers, especially in more
 remote areas where access to charging infrastructure remains extremely limited.⁶¹

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D. <u>The Stipulation offers the opportunity to pilot ChargePoint's preferred</u> model for EV charging infrastructure.

5 One could argue that a policy question has been raised as to what is the best structure for 6 utility offerings of EV charging infrastructure—(a) owning and operating, or (b) giving ratepayer 7 money to a private "site host" like Fred Meyer, so that Fred Meyer's cost of installing charging 8 equipment would be reduced, and then EVSE sellers like ChargePoint would be better positioned 9 to enjoy increased sales because there are a greater number of site-hosts interested in purchasing 10 EVSE. CUB pointed out the rationale behind ChargePoint's (b) model, explaining that "PacifiCorp's customers' subsidies would fund a profitable business model for the site-host."62 11 12 CUB also flagged the Stipulating Party concern that under the site-host ownership model. PacifiCorp and the Commission would have no oversight over the rate payer-subsidized charging 13 stations, including the impact to PacifiCorp's system, the pricing used, and the data collected, 14 except for what is gained contractually from the site-host.⁶³ 15 16 Nonetheless, Staff's position on the matter is that there is simply not enough data to 17 determine whether option (a), or (b), or a combination of the two is superior at this time. As a 18 result, the Stipulation provides the opportunity to test *both* options for stimulating the 19 development of charging infrastructure in parallel: the Public Charging Pilot tests utility 20 ownership of public chargers, while the Demonstration and Development Pilot allows nonresidential customers to submit grant proposals for ownership of EVSE projects. In other words, 21 22 ChargePoint gets exactly what it advocates for under the current Stipulation. 23 11

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- 26 ⁶¹ See Siemens/100, King/8. ⁶² CUB/200, Jenks/9. ⁶³ CUB/200, Jenks/10.

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3. The seven Stipulating Parties offer a reasonable resolution in the Stipulation.

2 Staff recommends approval of the Stipulation for the following reasons. First, it protects ratepayers and the market because it is modest in scope and cost, yet will test the nascent public 3 charging market using three different transportation electrification approaches, including utility 4 owned and site-host owned public charging and a workplace or fleet vehicle program that was 5 not part of the Supplemental Application. Second, it requires the gathering of data designed by 6 the Stipulating Parties to inform more robust transportation electrification programs in the future. 7 8 Third, it requires development of attribution and cost-effectiveness methodologies to aid in the development of future programs, which is very important to Staff and was not part of the 9 Supplemental Application. Fourth, besides imposing reasonable cost caps, the Public Charging 10 Pilot further minimizes costs to ratepayers through offsets, including revenue generated from the 11 charging stations and CFP credit value, another important element that was not part of the 12 Supplemental Application. *Fifth*, the Stipulation provides the opportunity to test alternative 13 14 programs structures, such as site-host ownership or "make ready" infrastructure, which may leverage additional private capital where beneficial. *Finally*, it implements the transportation 15 electrification law in a way that seven parties with disparate interests could support, and was 16 greatly improved through the genuine collaboration of the Stipulating Parties. 17

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IV. CONCLUSION

Over the past year, Staff and the numerous parties to this docket have worked diligently 19 to evaluate PacifiCorp's inaugural transportation electrification proposals through discovery, 20 numerous rounds of testimony, and thoughtful debate on various party positons. The Stipulation 21 22 succeeds in driving us closer toward electrifying Oregon's transportation sector in a manner consistent with the legislature's March 2016 directive, while at the same time, balancing the 23 interests of Oregon ratepayers. Additionally, the Stipulation is modest in cost and scale, will 24 produce new data and learnings specific to PacifiCorp's service territory, and requires the 25 development of attribution and cost-effectiveness methodologies that Staff believes are essential 26

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1	to making meaningful progress toward electrifying Oregon's transportation sector. Therefore,
2	Staff, PacifiCorp, CUB, ICNU, ODOE, Forth, and Greenlots respectfully request that the
3	Commission approve the Stipulation as filed in this inaugural docket.
4	DATED this 4 th day of December 2017.
5	Respectfully submitted,
6	ELLEN F. ROSENBLUM
7	Attorney General
8	Karlie Klein
9	Kaylie Klein, OSB # 143614 Assistant Attorney General Of Attorney for Staff of the Public Utility
10	Commission of Oregon
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