BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

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PUGET SOUND ENERGY,

Respondent.

DOCKETS UE-190529 and UG-190530

RESPONSE TO BENCH REQUEST NO. 15 ON BEHALF OF THE ENERGY PROJECT

The Energy Project (TEP) respectfully submits the following response to Bench Request No. 15, served on April 22, 2020, regarding "options to mitigate the impact in the short-term of any rate increase on customers that result from final resolution of this case."

- The Energy Project believes that the record supports a final order that would deny any rate increase to Puget Sound Energy (PSE) in this case, which would of course, obviate the need for any mitigation measures. Cognizant of the guidance in the Bench Request, however, TEP will not re-litigate any of the contested issues.
 - Should the Commission determine that a rate increase of any kind is warranted, TEP recommends that the Commission consider delaying the effective date of any rate increase at least six months beyond the suspension date so that no rate increase would occur in the calendar year 2020. A twelve-month delay, or other type of rate "phase-in" would be preferable in order to avoid a rate increase taking effective during the winter heating season. The Energy Project appreciates PSE's initial voluntary extension of the effective date, but circumstances are such that a longer period should be considered.

The reasons for delay are apparent, and are indeed implicit in the Commission's issuance of the Bench Request. Governor Inslee has recently announced that the state's economy will only slowly reopen in a phased process, with no specific timeline, and much dependent on the

REPONSE TO BENCH REQUEST NO. 15 ON BEHALF OF THE ENERGY PROJECT DOCKETS UE-190529 and UG-190530 1

Simon J. ffitch Attorney at Law 321 High School Rd. NE, Suite D3, Box No. 383 Bainbridge Island, WA 98110 (206) 669-8197 availability of public health resources.¹ A George Mason University report projected that COVID-19 will take a dramatic toll on Washington's economy at least through the first quarter of 2021.² It is reported that 20 percent of Washington workers have filed unemployment claims since March.³ Food insecurity is surging, with reportedly over 1.6 million in Washington facing shortages,⁴ and with food banks being overwhelmed.⁵ Given these extraordinarily challenging circumstances, imposing higher utility costs on low-income customers, and indeed all residential customers should be avoided in any way possible within the Commission's authority. Maintaining universal service of utilities is an essential part of enabling Washington's citizens to adequately respond to the Governor's "stay at home" directives, to adhere to public health guidelines, and to continue to participate in the economy to the extent possible.

Once the Commission has reviewed the initial responses it receives today, if it wishes to consider this option further, the procedural schedule in this case allows sufficient time for the Commission to notify parties and to take comments from all parties on any legal, policy, financial, or operational issues that implementing a delay would raise. To that end, it might make sense to extend the May 8 response date for a short period.

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REPONSE TO BENCH REQUEST NO. 15 ON BEHALF OF THE ENERGY PROJECT DOCKETS UE-190529 and UG-190530

¹<u>https://www.seattletimes.com/seattle-news/politics/inslee-says-washingtons-economy-will-likely-reopen-in-phases-not-all-at-once-amid-coronavirus-crisis/</u>

² <u>https://www.washingtonian.com/2020/03/18/covid-19-will-take-a-dramatic-toll-on-washingtons-economy/</u>

³ <u>https://q13fox.com/2020/04/30/1-in-5-washington-workers-have-filed-unemployment-</u> <u>claims/</u>

⁴ <u>https://komonews.com/news/coronavirus/more-than-16-million-people-in-washington-are-struggling-with-food</u>

⁵ <u>https://www.kiro7.com/news/local/millions-dollars-still-needed-help-struggling-food-</u> <u>banks/OWHNCNNWL5H3VNAOHOMJFTUXRM/</u> REPONSE TO BENCH REQUEST NO. 15 2 Simon J. ffitch

- 6 The Energy Project thanks the Commission for providing parties the opportunity to address this important issue through the Bench Request.
- 7 RESPECTFULLY SUBMITTED,
- 8 Dated this 1st day of May, 2020.

Simon J. ffitch Attorney at Law

/s/ Simon J. ffitch, WSBA No. 25977 For The Energy Project

REPONSE TO BENCH REQUEST NO. 15 ON BEHALF OF THE ENERGY PROJECT DOCKETS UE-190529 and UG-190530 Simon J. ffitch Attorney at Law 321 High School Rd. NE, Suite D3, Box No. 383 Bainbridge Island, WA 98110 (206) 669-8197

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