Service Date: February 21, 2025

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of **DOCKET UE-230482**

PACIFICORP D/B/A PACIFIC POWER & LIGHT COMPANY'S

2022 Power Cost Adjustment

APPROVING PAYMENT

ORDER 08

BACKGROUND

- On October 30, 2024, the Washington Utilities and Transportation Commission 1 (Commission) entered Final Order 07, Approving 2022 PCAM. The Commission's Final Order resolved all outstanding issues with regards to the 2022 Power Cost Adjustment Mechanism filed by PacifiCorp d/b/a Pacific Power & Light Company (PacifiCorp or Company).
- 2 On November 18, 2024, the Alliance of Western Energy Consumers (AWEC) filed a Request for Payment (Request for Payment). AWEC requests a total payment in the amount of \$30,000.00 to be allocated to PacifiCorp's 2024 Customer Representation Sub-Fund. AWEC's Request for Payment is discussed in greater detail below.

DISCUSSION

- Pursuant to Revised Code of Washington (RCW) 80.28.430, utilities must enter into 3 funding agreements with organizations that represent "broad customer interests." The Commission is directed to determine the amount of financial assistance, if any, that may be provided to any organization; the way the financial assistance is distributed; the way the financial assistance is recovered in a utility's rates; and other matters necessary to administer the agreement.¹
- On November 19, 2021, the Commission issued a Policy Statement on Participatory 4 Funding for Regulatory Proceedings (Policy Statement) in Docket U-210595.² The

¹ RCW 80.28.430(2).

² In the Matter of the Commission's Examination of Participatory Funding Provisions for Regulatory Proceedings, Docket U-210595 (November 19, 2021).

Commission provided "high-level guidance regarding the amount of financial assistance that may be provided to organizations, the manner in which it is distributed to participants and recovered in the rates of gas or electrical companies, and other matters necessary to administer agreements."³

- On February 24, 2022, the Commission issued Order 01, Approving Agreement with Modifications (Order 01). The Commission approved the Interim Agreement filed by the parties on February 23, 2022, subject to certain modifications, and adopted the Interim Agreement as Appendix A to Order 01. Among other points, the Commission clarified that it is not bound by the timeframes set forth in the Interim Agreement. The Commission also determined that of the amount authorized for funding, fully one third would be dedicated to organizations representing highly impacted communities and vulnerable populations.
- 6 Pursuant to the Interim Agreement, participating organizations must submit to the Commission a Request for Payment. The Request for Payment must:
 - (a) Itemize the expenses, payees, and hourly rates for amounts to be reimbursed, including billing details, and including separately identified amounts for consultant or expert witness fees and travel expenses;
 - (b) Demonstrate that the expenses are reasonable and are directly attributable to issues and positions pursued on behalf of customers and consistent with the intervenor's proposed budget;
 - (c) Provide information sufficient to show that the Participating Organization has complied with any condition or requirement of the Fund Grant; and
 - (d) Specify whether the request for payment is for interim funding, in the case of Prioritized Organizations only, or final payment in full, and indicate whether any approved budget amount may be released back to the applicable Sub-Fund because the Participating Organization does not intend to request payment for the full approved budget amount.⁷

⁴ In the Matter of the Petition of Puget Sound Energy, et al., Docket U-210595 Order 01 (February 24, 2022).

³ *Id*. ¶ 3.

⁵ *Id*. ¶ 17.

⁶ *Id*. ¶ 4.

⁷ Interim Agreement § 7.1.

- The Commission may disallow, in whole or in part, a Request for Payment if it determines that the request seeks reimbursement for (a) expenses that are not Eligible Expenses, or (b) expenses that are inconsistent with the Participating Organization's Consumer Access Fund Grant or any conditions placed on the Consumer Access Fund Grant. Upon authorization of payment, the Commission will make a determination on how to recover the Fund Grants from the various customer classes of the affected Participating Public Utility. Additionally, the Commission may determine whether Fund Grants that were used to advocate positions on behalf of a broad cross-section of customers should be assessed against all customers or multiple classes of customers, to fairly align the costs of the advocacy with the intended potential beneficiaries of the advocacy.
- On February 9, 2023, the Commission entered Order 02, Approving Agreement Subject to Condition, Requiring Refiling of Modified Agreement (Order 02). ¹¹ The Commission approved the Revised Agreement submitted by the parties, subject to the removal of paragraph 7.9, which authorized deferred accounting treatment. ¹² The Commission also clarified that it was not bound by the timelines set forth in the Revised Agreement. ¹³
- As relevant here, the Revised Agreement carried forward the same requirements for requests for payments of fund grants. ¹⁴ It also makes clear that "[e]ligible expenses" may include costs for eligible proceedings incurred prior to the approval of the Revised Agreement. ¹⁵
- In this case, AWEC filed a Request for Payment of Fund Grant, requesting a payment of \$30,000.00 allocated to PacifiCorp's 2024 Customer Representation Sub-Fund.

⁸ Interim Agreement § 7.3.

⁹ Interim Agreement § 7.6.

¹⁰ Interim Agreement § 7.7.

 $^{^{11}}$ In the Matter of the Petition of Puget Sound Energy, et al., Docket U-210595 Order 02 (February 9, 2023).

¹² *Id*. \P 20.

¹³ *Id*. ¶ 21.

¹⁴ Revised Agreement § 7.1.

¹⁵ Revised Agreement § 7.3. *See also* Interim Agreement § 9.3 (providing that the Commission will require a participating utility to pay eligible expenses incurred under an approved fund grant that was awarded before the date of the termination of the Interim Agreement).

After considering the requirements set forth in Sections 7.1, 7.3, and 7.7 of the Revised Agreement, we determine that AWEC's request for payment of \$30,000.00 should be approved, and that it should be assessed against industrial customers. It only requests payment for a portion of its attorneys' time and for reasonable expert witness fees. AWEC's costs appear reasonable, and it maintains that these costs are directly attributable to participating in this proceeding.

- Because AWEC focuses on issues affecting industrial customers, it is appropriate to assess AWEC's costs against the industrial customer class. AWEC's Request for Payment should be allocated to the Company's 2024 Customer Representation Sub-Fund.
- PacifiCorp must pay the above Request for Payment as directed within 30 days of the entry of this Order. ¹⁶

ORDER

THE COMMISSION ORDERS:

14 (1) The Alliance of Western Energy Consumer's Request for Payment from the 2024 Customer Representation Sub-Fund is APPROVED in the amount of \$30,000.00.

Dated at Lacey, Washington, and effective February 21, 2025.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

/s/ Connor A. Thompson
CONNOR A. THOMPSON
Administrative Law Judge

NOTICE TO PARTIES: This is an Interlocutory Order of the Commission. Administrative review may be available through a petition for review, filed within 10 days of the service of this Order pursuant to WAC 480-07-810.

¹⁶ Revised Agreement § 7.8.