Office of the Consumer Advocate

PO Box 23135 Terrace on the Square St. John's, NL Canada A1B 4J9 Tel: 709-724-3800 Fax: 709-754-3800

June 19, 2023

Board of Commissions of Public Utilities 120 Torbay Road, P.O. Box 2140 St. John's, NL A1A 5B2

Attention:

G. Cheryl Blundon, Director of

Corporate Services / Board Secretary

Dear Ms. Blundon:

Re: Newfoundland Power Inc. – Application for Electric Vehicle Load Management Pilot Project – Review Schedule

Further to the above-captioned, enclosed please find the Consumer Advocate's Requests for Information numbered CA-NP-001 to CA-NP-021.

If you have any questions regarding the enclosed, please contact the undersigned at your convenience.

Yours truly

Dennis Browne, KC Consumer Advocate

Encl. /jm

СС

Newfoundland & Labrador Hydro
Shirley Walsh (ShirleyWalsh@nih.nl.ca)
NLH Regulatory (Regulatory@nlh.nl.ca)
Newfoundland Power Inc,
NP Regulatory (regulatory@newfoundlandpower.com)
Dominic J. Foley (dfoley@newfoundlandpower.com)

Board of Commissioners of Public Utilities

PUB Official Email (ito@pub.nl.ca) Colleen Jones (ciones@pub.nl.ca) Jacqui Glynn (jglynn@pub.nl.ca) Sara Kean (skean@pub.nl.ca) **IN THE MATTER OF** the *Public Utilities Act* (the "Act"); and

IN THE MATTER OF an Application by Newfoundland Power Inc. for the approval to recover via its Electrification Cost Deferral Account costs to complete a pilot project to assess load management strategies for electric vehicles ("EV") pursuant to section 80 of the Act.

CONSUMER ADVOCATE REQUESTS FOR INFORMATION CA-NP-001 to CA-NP-021

Issued: June 19, 2023

CA-NP-001 (Reference EV Load Management Pilot Project, page 1) It is stated "The 1 2 results of the pilot project will inform the next suite of customer demand 3 management programs anticipated to be launched by the utilities in 2026." Further, it is stated (page 1) "Newfoundland Power proposes to recover 4 actual costs incurred to complete the EV Load Management Pilot Project 5 through its Electrification Cost Deferral Account, as approved by the Board 6 7 in Order No. P.U. 3 (2022)." a) Why is it appropriate to recover costs of a pilot project that 8 Newfoundland Power states will inform demand management 9 programs, not electrification programs, in the Electrification Cost 10 Deferral Account? 11 12 b) Why is this EV charging load management pilot project not included as part of NP's Load Research Study and Retail Rate Design Review 13 agreed to at NP's 2022/23 GRA? 14 c) Would the EV charging load management pilot project be better 15 16 informed if EV charging load were considered from the perspective of overall household customer demand rather than in isolation? 17 d) How will the external consultant and the internal resource involved in 18 the Load Research Study interact with the team undertaking the 19 proposed EV charging load management pilot project? 20 e) What cost impact are the load research/rate design studies having on the 21 EV charging load management pilot project, and vice versa? 22 23 CA-NP-002 (Reference EV Load Management Pilot Project, page 1) It is stated that the 24 budget estimate of this pilot project is \$1,504,000 and costs will be 25 recovered through Newfoundland Power's Electrification Cost Deferral 26 27 Account. a) Please provide an itemized accounting for each and every expenditure 28 which comprises the \$1,504,000 and costs pilot project estimate. 29 b) Please also provide an itemized accounting of each and every 30 expenditure and the total cost for NP's Load Research Study and Retail 31 Rate Design Review as agreed at NP's 2022/23 GRA. 32 c) Assuming the project proceeded as proposed, in what year would cost 33 recovery begin? 34 d) For the full period of cost recovery, please provide a table showing for 35 each year the amount recovered by NP, based on the budget estimate 36 and inclusive of interest. 37 38 (Reference EV Load Management Pilot Project, pages 1 and 4) It is stated CA-NP-003 39 "It is appropriate to conduct the EV Load Management Pilot Project in the 40 province at this time...." Further, it is stated (page 4) that EV adoption in 41 NL continues to lag behind other provinces accounting for "only 787 of the 42 383,000 vehicles on the province's roads" in the first quarter of 2023. 43 Finally, Figure 1 shows that the forecast light-duty EV adoption in the 44

13		e) Please provide evidence as to the market situation pertaining to
14		availability for EVs generally, as this pertains currently throughout
15		Canada and the USA, and how it affects the province.
16		f) Please provide costing for EVs generally and how this costing compares
17		with the costing for non-EV manufactured vehicles.
18		
19	CA-NP-004	(Reference EV Load Management Pilot Project, page 8) Figure 3 shows
20		Forecast Unmanaged Peak Demand Impacts of Light-Duty EV Adoption:
21		a) Please confirm that under the moderate growth scenario the expected
22		unmanaged peak demand impact is about 40MW in 2030.
23		b) What is NP's best estimate of the amount of this peak demand impact
24		that will be manageable in a cost-effective manner by 2030? In this
25		regard, what have other utilities in Canada found in their EV load
26		management pilots?
27		c) How much would a 20MW increase in peak demand impact customer
28		costs in 2030? Please provide the calculation and all assumptions.
29		d) If the proposed EV charging pilot program were delayed by two years,
30		would NP still be in a position to manage EV charging demand in 2030?
31		Please explain.
32		e) Please provide a table that gives the numerical estimates for each year
33		and for each of the three growth scenarios given in Figure 3.
34		f) For the forecasts in Figure 3, what assumptions are made about the
35		proportion of the light-duty EVs that are charged with Level 1, Level 2
36		and Level 3 chargers?
37		g) Are the forecasts in Figure 3 consistent with the focus of the pilot
38		project, i.e., do they correspond solely to charging at home by residential
39		customers who own light-duty EVs?
40		h) Please clarify what is meant by Unmanaged Peak Demand Impact.
41		(i) Specifically, is it the increment in peak demand impact over and
42		above some target or assumed managed peak demand impact? Or is
43		it the full peak demand impact assuming no demand management
44		measures are in place for light-duty EVs?
		3

province is about 25,000 vehicles in 2030 under the "moderate growth"

a) Please confirm that 787 EVs represents approximately 0.2% of the

b) Is the number of light-duty EVs in the province forecast to be about

c) Does Figure 1 show EV adoption by NL residential owners only, or does

d) Please explain why it is appropriate to conduct the EV pilot project "at

it encompass all owners? If it is the latter then please provide a revised

this time" given the limited EV market penetration in the province now

6.5% of the total number of light-duty vehicles in 2030?

Figure 1 for residential owners only.

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11 12 forecast.

383,000 vehicles.

and into 2030.

1 2 3		(ii) If it is the full peak demand impact then please provide a table showing the assumed or targeted managed peak demand impact of light-duty EVs for the same years as in Figure 3.
4 5 6 7 8 9	CA-NP-005	 (Reference EV Load Management Pilot Project, page 10) It is stated "The most common technologies used to control vehicle charging are Level 2 smart chargers that are equipped with wireless or cellular communication, or vehicle telematics via an EV's onboard computer system." a) What is the current status of Level 3 chargers? b) Please provide a comparison of Level 1, 2 and 3 chargers including supply voltage, cost of installation, cost of charging, and charging time.
12 13		c) How does the use of residential Level 1 charging of light-duty EVs compare to residential Level 2 charging in terms of the impact on peak demand?
14 15 16		d) What is the manufacturing availability for Level 3 chargers, and have you reviewed the issue of availability of chargers generally?
17 18 19		e) What level of chargers are in use now in the province, and what is the uptake on these chargers in the province based on the information available?
20 21 22 23		f) Besides utilities, what other entities/municipalities/governments and the like are engaged in placing chargers throughout the province? Please advise of any and all information you have in this regard, and what entity
23 24 25		is coordinating these efforts?g) What is the total number of charge stations in the province from all sources at this time?
26 27		h) How many chargers does Hydro have at this time, and how many chargers does NP have throughout the province?
28 29 30 31 32 33	CA-NP-006	(Reference EV Load Management Pilot Project, page 11) It is stated "Utilities throughout Canada are offering EV load management pilots to small samples of EV drivers in their service territories. This allows utilities to test and collect data on charging behaviours and managed EV charging strategies, technologies and incentives."
34 35 36		a) Are the results of such studies in other Canadian jurisdictions relevant to NL? Why is it important that NL conduct its own pilot rather than relying on the results of pilots conducted in other Canadian
37 38 39		jurisdictions?b) Please explain how the charging habits of the people of NL are likely to vary from the charging habits of Canadians elsewhere.
40 41 42		c) Please provide copies of studies undertaken by other utilities in Canada together with information pertaining to the cost of these studies and how these costs were paid.

1 CA-NP-007 (Reference EV Load Management Pilot Project, page 11) It is stated 2 "Newfoundland Power surveyed 19 electric utilities across Canada and 3 identified 10 utilities that have concluded or are currently completing or 4 developing EV load management pilot projects. Of these 10 utilities, two 5 utilities have used the results of their pilot projects to launch fulsome programs to manage EV charging load." 6 a) Why are 9 of the 19 electric utilities surveyed not completing EV load 7 8 management pilot projects? 9 b) Please identify the reasons why some of the utilities in the survey chose not to pursue passive load management strategies. 10 11 c) Did Ontario and Alberta utilities choose to pursue only passive load management strategies, and if so, why? 12 13 d) Are the results of the 5 completed load management pilots indicated in 14 Attachment B available? If so, please provide copies for the record. e) Please file for the record copies of the programs to manage EV charging 15 load that have been launched by the two utilities identified in the survey. 16 f) Why do we require any further EV pilot projects when so many are 17 18 readily available without spending \$1.5 million on duplicated efforts? 19 20 CA-NP-008 (Reference EV Load Management Pilot Project, page 12) It is stated 21 "Newfoundland Power is proposing to implement an EV Load Management Pilot Project prior to the widespread adoption of EVs in the coming years." 22 23 a) When does NP forecast that widespread adoption of EVs in the province 24 will occur? 25 b) How does NP define "widespread adoption"? 26 27 CA-NP-009 (Reference EV Load Management Pilot Project, page 13) Page 13 identifies three types of information, enumerated (i), (ii) and (iii), that will be 28 collected during the proposed pilot. 29 a) Could the type (i) information "EV owners' normal EV charging 30 behaviours in the province, including the frequency and timing of 31 charging and associated system impacts" be gleaned from the load 32 research study being undertaken by NP in response to the agreement 33 reached at the 2022/23 GRA? 34 b) Could the type (ii) information "The amount of EV load that can be 35 shifted based on customers' response to, and acceptance of, passive and 36 active load management strategies" be gleaned from EV charging load 37 management pilots and programs implemented by other Canadian 38 39 utilities? c) Could the type (iii) information "The costs and challenges associated 40 with implementing load management strategies in the province, 41 including the use of different technologies such as Level 2 smart 42 chargers and vehicle telematics" be gleaned from EV charging load 43 management pilots and programs implemented by other Canadian 44

1		utilitie	es and customer surveys conducted during the normal course of
2			interactions with household customers, or alternatively, specific
3			ner surveys?
4 5			would it cost to develop a charging load management approach on the load research study results, Canadian utility experience
6			oad management pilot programs and NP customer surveys? Could
7			external consultant and internal resource involved in the load
8			ch/rate design studies stemming from the 2022/23 GRA conduct
9			a study? What are the pros and cons of such an approach relative
10			approach proposed for the pilot project?
11			e file a copy of the resume and work description for the internal
12			ree hired to manage and coordinate the load research/rate design
13			s, and please provide and itemize all costs incurred to date in
14			nce to these studies.
15		101010	
16	CA-NP-010	(Reference	ce EV Load Management Pilot Project, pages 13 and 14) It is stated
17			pilot project would target at-home charging and be limited to
18			al customers, and that participants would be required to have
19			either telematics or Level 2 smart chargers.
20			e 787 EVs registered in the province (page 4), how many are light-
21			hat are owned by residential customers and are charged at home
22		-	ave either telematics or L2 smart chargers?
23			void bias, would not any sample of residential owners have to
24			le those who use L1 chargers at home?
25		c) With	so few light-duty EVs in the province:
26		(i)	Is it possible that these early adopters have characteristics (e.g.,
27			income, place of employment, enthusiasm for new technology,
28			environmental concern, daily commute distance) that are
29			different from those of the broader population of current
30			residential owners of light-duty vehicles with internal
31			combustion engines?
32		(ii)	Does Newfoundland Power have any evidence that the set of
33			current EV owners in the province has an average household
34			income not significantly different from that of the general
35			population?
36		(iii)	Does Newfoundland Power have any evidence that the set of
37			current EV owners in the province live in detached dwellings
38			with two-car garages in the same proportion as the general
39		<i>/</i> · · ·	population?
40		(iv)	Does Newfoundland Power have any evidence that average age
41			of current EV owners in the province is not statistically different
42			from those who own only vehicles with internal combustion
43			engines?

1		(v)	Does a sample from the set of early-adopters of EVs not
2			introduce bias into a study that is meant to forecast the behaviour
3			of those who have not yet chosen to purchase light-duty EVs and
4 5		(vi)	who may have substantially different behaviours? Has Newfoundland Power completed any preliminary analysis to
6		(VI)	confirm that a sample from the set of current households with
7			light-duty EVs would be representative of those households that
8			may purchase such vehicles in the future?
9		(vii)	Please provide any and all information available regarding the
10		(111)	average cost of EVs in this province, the manufactured
11			availability of EVs in this province, and issues pertaining to
12			same.
13		(viii)	Please advise of any and all information in this province relating
14			to the cost of EVs and issues pertaining to affordability for the
15			average ratepayer.
16		d) Based	on data provided in the Application, approximately 0.2% of all
17		vehic	es on this province's roads are EVs. For the EV load management
18		studie	s by 10 Canadian utilities that the Application (page 10) has
19			fied as completed, currently completed or being developed, please
20		-	de the proportion of all vehicles in each of those utilities' service
21 22			that were light-duty EVs at the start of those studies. If such
22			e area data is not available then provide the relevant province's
23		propo	
24 25			P's service territory, how many Level 2 chargers have been
		instal	led by residential customers to date?
26	CA-NP-011	(Doforon)	on EVI and Management Bilat Project, page 14) Eastnote 22 states
27	CA-NP-011		ce EV Load Management Pilot Project, page 14) Footnote 32 states
28 29		2 smart c	o 75% of participants may require the installation of a new Level
30			this mean that all or most of these participants currently have Level
31			rgers?
32			e confirm that the Board is being asked to approve installation of
33		•	150 Level 2 smart chargers in homes that currently use Level 1
34			ing as part of the pilot program.
35		_	charging stations available in apartment buildings and
36			ominium buildings in this province?
37			
38	CA-NP-012	(Referen	ce EV Load Management Pilot Project, page 14) It is stated that
39			elematics are "currently limited to only newer models of EVs, and
40			ain models of EVs are compatible with Level 2 smart chargers."
41		Footnote	30 states "For example, Tesla vehicles are not compatible with
42		Level 2 c	hargers for managed charging and the Hyundai Kona, Chevrolet
43			l Nissan Leaf are not compatible with vehicle telematics for
AA		managea	charging." Is it accurate to say that most EV charging can be

1 2 3 4		controlled remotely via: 1) telematics either via the charger or the vehicle itself, 2) a third-party mobile app (Nova Scotia), or 3) artificial intelligence (Hydro Ottawa)?
5 6 7 8 9 10 11 12	CA-NP-013	(Reference EV Load Management Pilot Project, Attachment A, page 1) It is stated that the deferral account "shall exclude electrification expenditures that are general in nature and not associated with a specific electrification program, such as costs associated with providing electrification awareness, and general planning, research and supervision costs". Please explain how the proposed pilot program meets this requirement. Specifically, please identify the electrification program that the proposed pilot program relates to and provide the Board approval.
14 15 16 17	CA-NP-014	(Reference EV Load Management Pilot Project) What evidence is available to demonstrate that the proposed pilot project would generate benefits to all ratepayers in excess of its cost?
17 18 19 20 21 22 23 24 25 26 27 28	CA-NP-015	 In paragraph 8 of the Application, the Applicant states that the EV Load Management Pilot Project will collect information on local EV owners' charging behaviours. (a) How many EV owners are there in the province at this time who are NP residential customers? (b) How many EV owners are anticipated to be in the province in 2024, 2025, 2026, and in 2027 who will be NP residential customers, and please provide the evidence as to the sources of this information. (c) In reference to the above, how many EV owners are Hydro residential customers?
29 30 31 32 33 34 35 36 37 38	CA-NP-016	 In paragraph 9 of the Application, the Applicant references the Electrification Cost Deferral Account. (a) Please provide particulars as to the amounts in the account at this time and itemize the same. (b) Please inform of any government grants or the like which had been received by the Applicant for the costs related to EVs and EV charging stations. (c) Please provide particulars of any and all government grants which are ongoing to assist with the cost of EVs and EV charging stations and pilot projects in reference to these matters.
39 40 41 42 43	CA-NP-017	In the Executive Summary, the Applicant stated that the EV Load Management Pilot Project aims to understand EV charging behaviours in the province and the effectiveness, cost, and challenges of different strategies to shift EV load to off-peak periods.

1 2		(a) With the low number of EV vehicles currently in the province and the low number of residential customers with EVs, how can any such
3		project be effective at this time?
4		(b) If the strategy is to shift EV load to off-peak periods, is the Applicant
5		referencing time of day/time of use rates, or alternatively, how is this to
6		be achieved?
7		(c) When was the last time the Applicant studied time of use rates, and what
8		was the result of that study?
9		(d) Is the Applicant now advocating time of use rates and, if so, are the
10		meters installed in recent years by Newfoundland Power equipped for
11		time of use rates?
12		(e) Who prepared the EV Load Management Pilot Project and what costs
13		were incurred in the preparation of this application?
14		
15	CA-NP-018	At section 3.2 the Applicant references Dunsky modelling for the adoption
16		of electric vehicles in this province and various models of growth for EVs.
17		(a) Please inform if vehicle dealerships in the province agree with the
18		number of vehicles Dunsky anticipates for each of 2025 to 2035 in
19		reference to the availability of manufacturing of electric vehicles
20		generally.
21		
22	CA-NP-019	In section 3.4 (lines 7-9) titled "Canadian Utility Practice", the Applicant
23		references utilities throughout Canada and the offer for EV load
24		management pilots to be small samples of EV drivers in their service
25		territory.
26		(a) Please advise as to which utilities the Applicant is referring and the
27		number of vehicles in each of the jurisdictions referenced and the
28		number of customers for those utilities in these jurisdictions.
29	CA ND 020	Also the Applicant references at section 2.4 lines 12.14 two willities that
30	CA-NP-020	Also, the Applicant references at section 3.4, lines 13-14, two utilities that
31		have used the results of their pilot projects to launch fulsome programs to
32		manage EV charging load.
33		(a) Which two utilities is the Applicant referencing? And,
34		(b) What are the populations of these provinces and the utility customer
35		population and how do these compare with this province?
36	CA-NP-021	At coation 3.4 lines 16.21, the Applicant references Fortis D.C. D.C. Hudro
37	CA-NF-021	At section 3.4, lines 16-21, the Applicant references FortisBC, BC Hydro, Nova Scotia Power and Hydro-Quebec and utilities in Ontario and
38		Alberta.
39		
40		(a) Please provide information re the number of electric vehicles in these jurisdictions at this time and the forecast, and how these compare with
41 42		this province.
42		(b) Further, as to the studies referenced by the Applicant, please inform as
44		to what the cost of these studies were and who paid for these studies.
77		13 The cost of mess states were and who para for mess states.

1	(c) In reference to costs, did the amounts include labour costs? Please
2	provide particulars as to these labour costs and the costs for program
3	administration.
4	(d) Given the surveys that have been undertaken by other Canadian utilities,
5	why can't the Applicant access these surveys and extrapolate
6	accordingly as a cost-saving measure.

DATED at St. John's, Newfoundland and Labrador, this 19th day of June, 2023.

Per:

Dennis Browne, KC

Counsel for the Consumer Advocate

Terrace on the Square, Level 2, P.O. Box 23135 St. John's, Newfoundland & Labrador A1B 4J9

Telephone: (709) 724-3800 Telecopier: (709) 754-3800