Company:San Diego Gas & Electric Company (U 902 E)Proceeding:Real Time Pricing Pilot RateApplication:A.21-12-006/A.21-12-008Exhibit:SDG&E-XX

PREPARED SUPPLEMENTAL DIRECT TESTIMONY OF

KIRSTIE C. RAAGAS (CHAPTER 2)

ON BEHALF OF SAN DIEGO GAS & ELECTRIC COMPANY

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

August 15, 2022



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PREPARED SUPPLEMENTAL DIRECT TESTIMONY OF **KIRSTIE C. RAAGAS (CHAPTER 2)**

I. **OVERVIEW AND PURPOSE**

The purpose of my supplemental direct testimony is to provide the transportation electrification policy drivers for San Diego Gas & Electric Company's (SDG&E) proposed Export Compensation Pilot rate (formerly referred to as the V2G-Commodity Export rate), as described in the supplemental direct testimony of SDG&E witness Jeff Deturi (Chapter 1). Due to the unique procedural history in this proceeding, as described further below, SDG&E is submitting this supplemental direct testimony to address revisions to SDG&E's consolidated Real Time Pricing Pilot Application and Commercial Electric Vehicle Dynamic Rate Application (A.21-12-006 et al.), including recommendations by Energy Division (ED). 12 Because the revisions are extensive and include both adding new testimony and removing previously served testimony, SDG&E is withdrawing previously served testimony and will rely 14 solely on this supplemental direct testimony as its direct testimony in this consolidated proceeding.¹ 15

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II. **REGULATORY BACKGROUND**

On December 17, 2021, SDG&E submitted an application seeking approval for a new optional electric commodity credit-for-export rate applicable to separately-metered electric vehicle (EV) customers outside of single-family homes who take commodity service from SDG&E.² Because this proposed commodity credit-for-export rate offers compensation for

¹ Note that this prepared supplemental direct testimony is supplementing and replacing the direct testimony submitted by Taylor Marvin, a now former employee of SDG&E, in Application 21-12-008.

² A.21-12-008, Application of San Diego Gas & Electric Company for Approval of Commercial Electric Vehicle Dynamic Rate (December 17, 2021).

energy exports to the electric grid from EVs, SDG&E referred to this rate as the Vehicle-to-Grid (V2G)-Commodity Export rate.

SDG&E submitted its application for the V2G-Commodity Export rate to comply with with Ordering Paragraph (OP) 9 of Decision (D.) 20-12-023, which directed SDG&E "to file an application for an optional dynamic rate designed to encourage commercial EV charging."³ On April 18, 2022, Assigned Commissioner Shiroma issued a ruling consolidating A.21-12-008 with SDG&E's application for approval of a Real Time Pricing (RTP) Pilot Rate (A.21-12-006).⁴

On June 15, 2022, ED served a proposal recommending significant changes to the eligibility, timing, and size of the RTP Pilots and V2G-Commodity Export Rate (Commodity Export Pilot) (collectively, Dynamic Pricing Pilots). Those recommendations were revised on July 12, 2022.⁵ In response to the revised recommendations and as explained in the supplemental direct testimony of SDG&E witness Jeff Deturi (Chapter 1), SDG&E proposes to implement its Dynamic Pricing Pilots in stages. My testimony addresses policy for the proposed Stage 1 Export Compensation Pilot rate. Pursuant to the revised recommendations of Energy Division staff filed on July 12, 2022, SDG&E anticipates expanding eligibility in Stage 2 beyond commercial vehicles on the EV-HP rate. Policy Witness Jeff Deturi (Chapter 1) will address policy issues related to any such expansion beyond clean transportation vehicles.

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³ D.20-12-023 at 38, OP 9.

⁴ A.21-12-006, *et al.*, *Assigned Commissioner's Scoping Memo and Ruling* (April 18, 2022) (consolidating A.21-12-006 with A.21-12-008).

⁵ A.21-12-006 et al., Administrative Law Judge's Ruling Addressing Motion of San Diego Gas & Electric Company and Workshop Comments (July 12, 2022).

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III.

TRANSPORTATION ELECTRIFICATION POLICY

SDG&E's Export Compensation Pilot rate is intended to support California's aggressive transportation electrification and climate goals. The compensation provided by the Export Compensation Pilot rate to EV customers that export energy back to the electric grid is designed to support numerous state and California Public Utilities Commission (Commission) directives to enable and incentivize V2G. Additionally, the proposal has the potential to increase grid reliability by sending appropriate price signals that incentivize grid exports during periods of peak demand for electrification.

9 The Export Compensation Pilot rate is consistent with D.20-12-023, reflects SDG&E's 10 commitment to accelerating transportation electrification, and supports existing state 11 transportation electrification policy. It also supports California state policy and prior 12 Commission decisions that encourage expanding V2G charging. For example, Senate Bill (SB) 13 676⁶ states that it is the policy of the state and the intent of the Legislature to accelerate electric 14 vehicle grid integration (VGI), a broad category that includes bidirectional V2G charging and 15 discharging. Similarly, in D.20-12-029, the Commission found that incentivizing the export of 16 energy from EVs to the grid would help develop technologies and programs to support the grid, 17 and that it is reasonable to explore credit-for-export compensation for V2G as a near-term 18 objective for advancing VGI.⁷

⁶ SB 676, Stats. 2019-2020, Ch. 484 (Cal. 2019).

⁷ See also D.20-09-035 (clarifying that interconnection applicants from V2G customers with bidirectional direct current EV Supply Equipment (DC EVSE) may request permission to switch to bidirectional mode after completing the utility Rule 21 interconnection process).

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IV.

CUSTOMER ELIGIBILITY FOR EXPORT COMMODITY PILOT RATE

The proposed Export Compensation Pilot rate is an optional commodity credit-for-export rate that sets compensation for grid exports. It does not set rates for energy imports from the grid. Stage 1 of the Export Compensation Pilot rate is open to bundled customers taking distribution service on Schedule EV-HP. Schedule EV-HP is an optional rate open to separatelymetered EV charging outside of single-family homes; non-EV load is not permitted to take service under EV-HP.

Customers enrolling in the Export Compensation Pilot rate will be billed for energy imports on their existing SDG&E commodity rates. As a commodity rate, the Export Compensation Pilot rate is open to bundled SDG&E customers only. In addition, the Utility Distribution Company rates (non-commodity rates) of eligible customers enrolling in the proposed Stage 1 Export Compensation Pilot rate will continue to be billed through the approved Schedule EV-HP.

14 Pursuant to D.20-09-035 and Resolution E-5165, Export Compensation Pilot rate 15 customers who wish to export energy to the grid must complete a Rule 21, Generating Facility 16 Interconnections agreement before having the bidirectional mode on their EVSE enabled by the 17 manufacturer or an approved third-party installer. To simplify billing and ease implementation, 18 an electric meter serving EV load engaging in V2G export under Stage 1 of the Export 19 Compensation Pilot rate is not permitted to enroll in Net Energy Metering (NEM). A customer's 20 facility meter, however, may enroll in NEM while their separate EV meter is enrolled in the 21 Export Compensation Pilot rate. Bundled customers who wish to engage in V2G grid exports 22 are not required to be compensated under the Export Compensation Pilot rate and may instead receive compensation under other programs or rates offered by SDG&E. 23

- Individual SDG&E transportation electrification infrastructure programs may have 1 2 program requirements that preclude certain sites from enrolling in the EV-HP rate and therefore 3 the proposed Export Compensation Pilot rate. This concludes my prepared supplemental direct testimony.
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V.

STATEMENT OF QUALIFICATIONS

My name is Kirstie C. Raagas and my business address is 8306 Century Park Court, San Diego, California 92123. I am employed by SDG&E as the Clean Transportation Business Development Manager, a position I have held for approximately one and a half years. My current responsibilities include oversight of clean transportation regulatory, policy, and data analytics. Prior to joining the Clean Transportation department, I held positions within SDG&E of increasing responsibility in the areas of Regulatory Law, Major Project Development, and Regulatory Affairs.

9 I earned a bachelor of science degree in Biology from the University of California,
10 Riverside, and a juris doctor from the University of La Verne College of Law. I am an active
11 member of the State Bar of California.

I have not previously testified before the California Public Utilities Commission.

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