

## HB 3546: POWER Act: Protecting Oregonians with Energy Responsibility

Presentation for the Senate Energy & Environment Committee Bob Jenks, Executive Director Oregon Citizens' Utility Board Wednesday, April 30th, 2025

## About Oregon Citizens' Utility Board

CUB is an independent membership-based, nonprofit organization that advocates for residential utility consumers. For 40 years, we have worked to keep Oregon utilities affordable, accessible, reliable, and clean.



### To date, we have saved Oregon households over \$10 billion dollars.



## Struggling to Afford Energy Bills

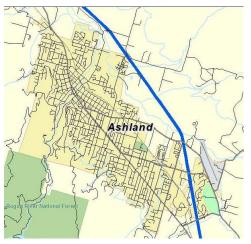
- In 2024, for-profit utilities disconnected nearly 70,000 Oregon households who could not afford to pay their energy bills
- Accounting for average Oregon household size, we can assume ~172,000
  Oregonians were impacted—if this disconnected population were a
  city, it would be the 4<sup>th</sup> largest city in Oregon
- 1,989 electric commercial business customers (mostly small businesses) were also disconnected in 2024; one utility saw more than 4x the disconnections from 2023 to 2024 for these customers



# Adding City Levels of Energy in 2 Years

### The Small Scale

• One 30MW data center would add the same electric load as that of Ashland's municipal utility



## The Big Scale

• An AI data center of 300MW would add the same electric load as Eugene Water & Electric Board

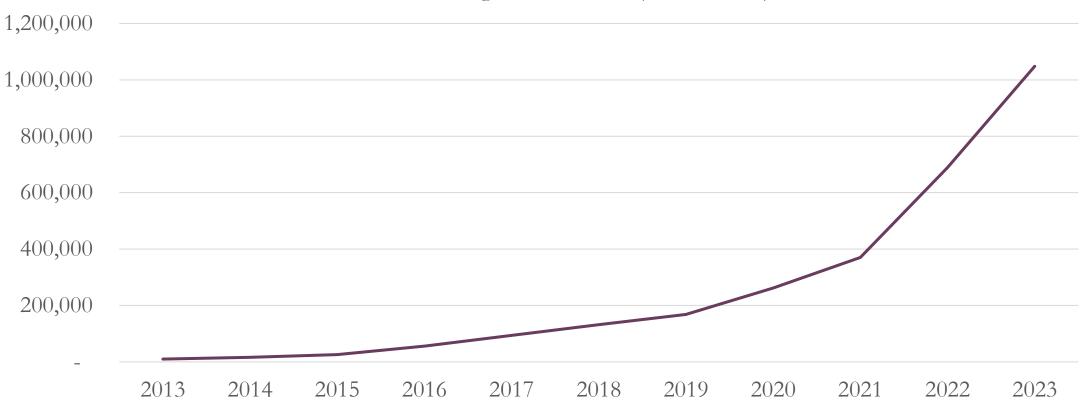




When a data center comes online, we must build out enough to power a whole city – in just 2 years.

## PGE Territory Data Center Load Growth *Over 10 years*

Data Center load growth in MWh (2013 to 2023)





# Data Centers are Unique to the Grid *Regulate them as such*

- Unprecedented size (energy needs)
- Unique, inflexible load shape always at peak
- Rapid pace to be built (18 months to 2 years)
- The number of data centers requesting service is unprecedented
- Never had a single set of customers account for all growth on the system
- Never had a set of customers adding this many new costs on the system this quickly

### **Other large loads in the Industrial Customer Class are very different**



## A Data Center Rate Class is Fair and Reasonable

- Utility costs are assigned to rate classes
- Customers with unique cost implications like irrigators and street lighting – have their own rate class
- Without a data center rate class we cannot assign data center costs to only data centers
- PGE has incurred \$210 million in *local* transmission upgrades to serve data center load — costs shared by all customers.

#### 2024 PGE Rates

- Irrigation
- Residential
- Small Commercial
- Industrial (Data Center current rates)
  - All Customers

23.6 cents/kWh

- 19.6 cents/kWh
- 18.4 cents/kWh
- 8.2 cents/kWh

15.0 cents/kWh



## POWER Act – Protecting Customers & the Grid: Tracking Growth & Trends

By September 1<sup>st</sup> of every even-numbered year through 2035, the PUC will provide a report to the Legislature:

- Review the growth and trends of the large load customers defined in the bill
- Review the growth and trends of other large load customers not captured by the bill
- The PUC may make recommendations to the Legislature based on this information

This reporting helps ensure **Oregon will be continue to be responsive in the face of emerging changes that can impact energy costs** for Oregon's households, small businesses, and large businesses.





## **Contact CUB:**

## Bob Jenks: bob@oregoncub.org Sarah Wochele: sarah@oregoncub.org

610 SW Broadway St., Suite 400 Portland, OR 97205 www.oregoncub.org