



# DEPARTMENT POLICY & PROCEDURE

## COMMERCIAL CHARGING RATE PILOT

<b>DPP NUMBER</b>	DPP 500 P III-430	
<b>EFFECTIVE DATE</b>	01/01/2022	<b>SUPERSEDES</b> 09/22/2020
<b>APPROVED BY</b>	/ s / by Debra Smith	

### 1.0 PURPOSE

To establish rules for the Commercial Charging Rate Pilot, a small-scale, opt-in pilot program offered by the City Light Department ("Department"). The pilot tests rate incentives to shift customer usage by removing the demand charge, discounting rates during low demand hours and charging a premium rate during high demand hours.

### 2.0 Program Design

#### 2.1 Enrollment Criteria, Pilot participants must meet the following criteria:

- 2.1.1 Currently on or qualify for a City Light general service rate schedule
- 2.1.2 Have no overdue balance
- 2.1.3 Have a new or existing City Light smart meter ("AMI") dedicated to electric vehicle (EV) charging
- 2.1.4 Have access to the internet to complete periodic surveys and view monthly reports

#### 2.2 Enrollment Process.

Participants will enroll by emailing or calling the Business Customer Service Advisors. Customers will be notified via email upon successful enrollment and a confirmation letter will be mailed to the address listed on their account. Enrollment will be accepted throughout 2022.

#### 2.3 Size of the Program

The program will be limited to 25 customers. Eligible customers will be accepted into the program in the order in which they applied.

#### 2.4 Duration. This pilot program may commence any time after the approval date of this document. The Pilot will end on December 31, 2022.

#### 2.5 Unenrollment. Participation in this program is optional. Customers may unenroll from this program at any time for any reason and return to their default commercial rate. If it is determined a customer no longer meets the eligibility requirements, the Department will notify the customer and return them to their default commercial rate. Customers may not re-enroll in the Commercial Charging pilot.

3.0 **RATE INCENTIVES.**

3.1 **Rate Incentives.** Rate incentives in the form of an eliminated demand charge and time-of-day price signals will be provided to participating customers. All participating customers will have the same effective pilot rate structure. Therefore, specific rate incentives will vary depending on the customer’s general service rate code. The below table shows the effective pilot rates, as well as the rate incentives specific to customers on the SMC, MDC and LGC rate codes.

	Default Rates as of January 1, 2022		<b>Effective Commercial Charging Pilot Rate</b>
	Energy Charge per kWh	Demand Charge per kW	
<b>SMC (Seattle Small General Service)</b>	\$0.1075	\$0.00	
Pilot Price Signals / Incentives			
Off-peak per kWh	-\$0.0509		<b>\$0.0566</b>
Mid-peak per kWh	-\$0.0118		<b>\$0.0957</b>
Peak per kWh	\$0.0272		<b>\$0.1347</b>
Demand Charge per kW		\$0.00	<b>\$0.00</b>
<b>MDC (Seattle Medium General Service)</b>	\$0.0815	\$4.17	
Pilot Price Signals / Incentives			
Off-peak per kWh	-\$0.0249		<b>\$0.0566</b>
Mid-peak per kWh	\$0.0142		<b>\$0.0957</b>
Peak per kWh	\$0.0352		<b>\$0.1347</b>
Demand Charge per kW		-\$4.17	<b>\$0.00</b>

	Default Rates as of January 1, 2022				<b>Effective Commercial Charging Pilot Rate</b>
	Peak Energy Charge per kWh	Off-Peak Energy Charge per kWh	Peak Demand Charge per kW	Off-Peak Demand Charge per KW	
<b>LGC (Seattle Large General Service)</b>	\$0.0930	\$0.0606	\$4.00	\$0.28	
Pilot Price Signals / Incentives					
Off-peak per kWh		-\$0.0040			<b>\$0.0566</b>
Mid-peak per kWh	\$0.0027	\$0.0351			<b>\$0.0957</b>
Peak per kWh	\$0.0417				<b>\$0.1347</b>
Demand Charge per kW			-\$4.00	-\$0.28	<b>\$0.00</b>

Pilot Time of Day (TOD) periods:

*Off-Peak:* midnight - 6 am

*Mid-Peak:* Monday – Saturday 6 am - 5pm, 9 pm – midnight, Sunday and Holidays\* 6 am - midnight

*Peak:* Monday - Saturday 5 pm- 9 pm (excluding Holidays\*)

\*Holidays: New Year’s Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day, Christmas Day

*Rates shown do not include RSA surcharges*

- 3.2 **RSA Surcharge.** Any RSA surcharges will be applied as a percentage increase to each component of the effective pilot rate.
- 3.3 **Bill True-up.** In accordance with Ordinance 125957 a participating customer’s bill will be no higher than it would be on their default rate schedule. If a customer’s consumption patterns do not create a discount under the pilot TOD rate structure, their bill for that cycle will be based on the default commercial rate.
- 3.4 **Franchise city rate differential.** Applicable franchise city rate differentials will be added to the customer’s bill on a bi-annual basis.

4.0 **REFERENCES**

- 4.1 City of Seattle Ordinance #125957
- 4.2 Seattle Municipal Code 21.49.030

Distribution: Posted online @ <http://www.seattle.gov/light/policies> and [SCL Internal SharePoint site](#)

**REVISION HISTORY**

<b>DATE</b>	<b>CHANGES MADE</b>	<b>REVISED BY</b>
09/02/2020	This DPP is to establish rules for the Commercial Charging Rate Pilot, a small-scale, opt-in pilot program offered by the Department under authority conferred by Ordinance 125957. The pilot tests rate incentives to shift customer usage by removing the demand charge, discounting rates during low demand hours and charging a premium rate during high demand hours.	Author: Madeline Kostic, Carsten Croff, Chris Ruffini  Coordinator: Kim Kinney
12/13/2022	Updated the incentives for the 2022 Rate Increase	Carsten Croff