

February 26, 2021

VIA ELECTRONIC FILING

Will Seuffert
Executive Secretary
Minnesota Public Utilities Commission
121 7th Place East, Suite 350
St. Paul, MN 55101-2147

Re: In the Matter of the Petition for Approval of a Credit Mechanism to Return to Customers

Department of Energy Settlement Payments

Docket No. E002/M-21-69

Dear Mr. Sueffert:

Please find the attached Comments of the Energy CENTS Coalition in the above-referenced matter. If you have questions about these comments, please call me at 651-470-4500.

Sincerely,

Executive Director

Pam Marchall

Energy CENTS Coalition

State of Minnesota Before the Public Utilities Commission

Katie Sieben Chair

Valerie Means Commissioner
Matthew Schuerger Commissioner
Joseph Sullivan Commissioner
John Tuma Commissioner

In the Matter of the Petition for Approval of a Credit Mechanism to Return to Customers Department of Energy Settlement Payments

Docket No. E002/M-21-69

Comments of the Energy CENTS Coalition

INTRODUCTION

The Energy CENTS Coalition ("ECC") appreciates the opportunity to comment in this matter. According to Xcel Energy's ("Xcel" or "the Company") January 20, 2021 filing in this docket, the present estimated Department of Energy ("DOE") Minnesota refund is \$9,589,930. Of this amount, the Company proposes to refund \$2,934,126 to the residential customer class, or \$2.49 for individual residential customers.

ALTERNATIVE RESIDENTIAL REFUND PROPOSAL

ECC respectfully recommends the Commission consider an alternative to the Company's initial proposal. Specifically, ECC recommends that the Commission allow Xcel to use the residential class refund amount to supplement funding for the Company's POWER On program. The POWER On program provides bill payment assistance to Xcel Energy customers that receive Low Income Home Energy Assistance Program (LIHEAP) grants. By combining these financial resources, Xcel's lowest income customers receive a significant financial benefit. Participants in the POWER On program only pay three percent of their household income for electric bills. The program also includes an arrearage forgiveness component. Currently, customers are required to pay one-half of their past-due balances over a period of 12-24 months. However, Xcel anticipates filing a change to the program that would limit customer arrearage co-payments to no more than one percent of household income. This change will significantly increase program credits and participating customers' ability to pay their electric bills.

The summary information below illustrates the effectiveness of the POWER On program to lower the energy burden of Xcel's lowest income customers, to increase their ability to pay, and to protect them from service disconnections.¹

	Percentage of Payments Made	Average past-due bill	Service Disconnections
POWER On	79%	\$187	4%
LIHEAP only	59%	\$378	12%

Importantly, the average household income for POWER On participants is \$15,176, well below the Federal Poverty Level income of \$21,720 for a household with three members. Nearly 70% (69%) of all POWER On participants live below the established poverty level.²

ECC recommends that the Commission allow Xcel to apply the proposed DOE residential settlement refund to the POWER On tracker and, further, to allow the Company two years to spend the additional funds. The extended time-period is necessary to sufficiently promote the program and to enroll additional customers.

ECC's recommends this alternative refund proposal for the following reasons:

- 1) The pandemic has disproportionately affected low-income households and when the current service disconnection moratorium ends, these customers are most likely to face service disconnection.
- 2) Xcel's residential customer arrearages have increased from \$49.7 million in January 2020 to \$80.2 million in January 2021
- 3) The average Xcel residential customer past-due balance increased from \$295 to \$508 over that same time.
- 4) 157,858 Xcel residential customers are past-due.
- 5) Xcel combination natural gas and electric customers will be impacted by the recent natural gas price spike and this impact will be realized at approximately the same time as the current service disconnection moratorium ends, subjecting these customers to service disconnection. In addition, based on more typical natural gas prices, electric bills are often higher than natural gas bills.
- 6) An average residential credit of \$2.49 is insignificant to customers that can afford their energy bills and, at the same time, is insignificant to those who are significantly past-due. Increasing the ability of customers to maintain energy service is likely to provide a more significant financial benefit to all of Xcel's residential customers.

¹ 2020 Annual Report Electric Low Income Energy Discount Program, Docket Nos. E002/M-04-1956 and E002/M-10-854, December 1, 2020.

² *Id*.

- 7) Given the current economic crisis, now exacerbated by exorbitant natural gas prices in February of this year, any available financial resources should be used to assist the most vulnerable customers.
- 8) The Commission has approved supplemental POWER On funding from previous DOE settlement funds.³

For the reasons stated above, and based on Commission precedent, ECC respectfully requests that the Commission allow Xcel to use residential DOE settlement credits to provide supplemental funding for the POWER On program.

Respectfully submitted,

Pam Marshall

February 26, 2021

Pam Marshall Energy CENTS Coalition 823 E. Seventh St. Saint Paul, MN 55106 (651) 774-9010

pam@energycents.org

³ ORDER, In the Matter of a Petition by Xcel Energy for Approval of a Credit Mechanism for a Department of Energy Settlement Payment with Deferred Accounting, Docket No. E-002/M-11-807, December 16, 2011.

AFFIDAVIT OF SERVICE

Pam Marshall certifies that on the 26th day of February 2021, she served, by electronic filing, Comments of the Energy CENTS Coalition In the Matter of the Petition for Approval of a Credit Mechanism to Return to Customers Department of Energy Settlement Payments, Docket No. E002/M-21-69, to the individuals on the attached service list.

PATRICIA M. FISCHER NOTARY PUBLIC - MINNESOTA My Commission Expires January 31, 2022

Pam Marchall

Pam Marshall

Patty Fischer

Subscribed and sworn to before me this 26th day of February 2021

Notary Public

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Sigurd W.	Anderson	mariner@eldinc.com	Engineering Lab Design	30910 716th St Lake City, MN 55041	Electronic Service	No	OFF_SL_21-69_M-21-69
Alison C	Archer	aarcher@misoenergy.org	MISO	2985 Ames Crossing Rd Eagan, MN 55121	Electronic Service	No	OFF_SL_21-69_M-21-69
Mara	Ascheman	mara.k.ascheman@xcelen ergy.com	Xcel Energy	414 Nicollet Mall FI 5 Minneapolis, MN 55401	Electronic Service	No	OFF_SL_21-69_M-21-69
Gail	Baranko	gail.baranko@xcelenergy.c om	Xcel Energy	414 Nicollet Mall7th Floor Minneapolis, MN 55401	Electronic Service	No	OFF_SL_21-69_M-21-69
James J.	Bertrand	james.bertrand@stinson.co m	STINSON LLP	50 S 6th St Ste 2600 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_21-69_M-21-69
James	Canaday	james.canaday@ag.state. mn.us	Office of the Attorney General-RUD	Suite 1400 445 Minnesota St. St. Paul, MN 55101	Electronic Service	No	OFF_SL_21-69_M-21-69
John	Coffman	john@johncoffman.net	AARP	871 Tuxedo Blvd. St, Louis, MO 63119-2044	Electronic Service	No	OFF_SL_21-69_M-21-69
Generic Notice	Commerce Attorneys	commerce.attorneys@ag.st ate.mn.us	Office of the Attorney General-DOC	445 Minnesota Street Suite 1400 St. Paul, MN 55101	Electronic Service	Yes	OFF_SL_21-69_M-21-69
Riley	Conlin	riley.conlin@stoel.com	Stoel Rives LLP	33 S. 6th Street Suite 4200 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_21-69_M-21-69
Brooke	Cooper	bcooper@allete.com	Minnesota Power	30 W Superior St Duluth, MN 558022191	Electronic Service	No	OFF_SL_21-69_M-21-69

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
George	Crocker	gwillc@nawo.org	North American Water Office	PO Box 174 Lake Elmo, MN 55042	Electronic Service	No	OFF_SL_21-69_M-21-69
James	Denniston	james.r.denniston@xcelen ergy.com	Xcel Energy Services, Inc.	414 Nicollet Mall, 401-8 Minneapolis, MN 55401	Electronic Service	No	OFF_SL_21-69_M-21-69
Kristen	Eide Tollefson	healingsystems69@gmail.c om	R-CURE	28477 N Lake Ave Frontenac, MN 55026-1044	Electronic Service	No	OFF_SL_21-69_M-21-69
Rebecca	Eilers	rebecca.d.eilers@xcelener gy.com	Xcel Energy	414 Nicollet Mall - 401 7th Floor Minneapolis, MN 55401	Electronic Service	No	OFF_SL_21-69_M-21-69
John	Farrell	jfarrell@ilsr.org	Institute for Local Self-Reliance	2720 E. 22nd St Institute for Local Self- Reliance Minneapolis, MN 55406	Electronic Service	No	OFF_SL_21-69_M-21-69
Sharon	Ferguson	sharon.ferguson@state.mn .us	Department of Commerce	85 7th Place E Ste 280 Saint Paul, MN 551012198	Electronic Service	No	OFF_SL_21-69_M-21-69
Edward	Garvey	garveyed@aol.com	Residence	32 Lawton St Saint Paul, MN 55102	Electronic Service	No	OFF_SL_21-69_M-21-69
Edward	Garvey	edward.garvey@AESLcons ulting.com	AESL Consulting	32 Lawton St Saint Paul, MN 55102-2617	Electronic Service	No	OFF_SL_21-69_M-21-69
Janet	Gonzalez	Janet.gonzalez@state.mn. us	Public Utilities Commission	Suite 350 121 7th Place East St. Paul, MN 55101	Electronic Service	No	OFF_SL_21-69_M-21-69

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Thomas P.	Harlan	harlan@mdh-law.com	Madigan, Dahl & Harlan, P.A.	222 South Ninth Street Suite 3150 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_21-69_M-21-69
Matthew B	Harris	matt.b.harris@xcelenergy.c om	XCEL ENERGY	401 Nicollet Mall FL 8 Minneapolis, MN 55401	Electronic Service	No	OFF_SL_21-69_M-21-69
Michael	Норре	lu23@ibew23.org	Local Union 23, I.B.E.W.	445 Etna Street Ste. 61 St. Paul, MN 55106	Electronic Service	No	OFF_SL_21-69_M-21-69
Alan	Jenkins	aj@jenkinsatlaw.com	Jenkins at Law	2950 Yellowtail Ave. Marathon, FL 33050	Electronic Service	No	OFF_SL_21-69_M-21-69
Richard	Johnson	Rick.Johnson@lawmoss.co m	Moss & Barnett	150 S. 5th Street Suite 1200 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_21-69_M-21-69
Sarah	Johnson Phillips	sarah.phillips@stoel.com	Stoel Rives LLP	33 South Sixth Street Suite 4200 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_21-69_M-21-69
Mark J.	Kaufman	mkaufman@ibewlocal949.o rg	IBEW Local Union 949	12908 Nicollet Avenue South Burnsville, MN 55337	Electronic Service	No	OFF_SL_21-69_M-21-69
Thomas	Koehler	TGK@IBEW160.org	Local Union #160, IBEW	2909 Anthony Ln St Anthony Village, MN 55418-3238	Electronic Service	No	OFF_SL_21-69_M-21-69
Douglas	Larson	dlarson@dakotaelectric.co m	Dakota Electric Association	4300 220th St W Farmington, MN 55024	Electronic Service	No	OFF_SL_21-69_M-21-69
Peder	Larson	plarson@larkinhoffman.co m	Larkin Hoffman Daly & Lindgren, Ltd.	8300 Norman Center Drive Suite 1000 Bloomington, MN 55437	Electronic Service	No	OFF_SL_21-69_M-21-69

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Ryan	Long	ryan.j.long@xcelenergy.co m	Xcel Energy	414 Nicollet Mall 401 8th Floor Minneapolis, MN 55401	Electronic Service	No	OFF_SL_21-69_M-21-69
Philip	Mahowald	pmahowald@thejacobsonla wgroup.com	Jacobson Law Group	180 East Fifth Street Suite 940 St. Paul, MN 55101	Electronic Service	No	OFF_SL_21-69_M-21-69
Kavita	Maini	kmaini@wi.rr.com	KM Energy Consulting, LLC	961 N Lost Woods Rd Oconomowoc, WI 53066	Electronic Service	No	OFF_SL_21-69_M-21-69
Pam	Marshall	pam@energycents.org	Energy CENTS Coalition	823 7th St E St. Paul, MN 55106	Electronic Service	No	OFF_SL_21-69_M-21-69
Mary	Martinka	mary.a.martinka@xcelener gy.com	Xcel Energy Inc	414 Nicollet Mall 7th Floor Minneapolis, MN 55401	Electronic Service	No	OFF_SL_21-69_M-21-69
Brian	Meloy	brian.meloy@stinson.com	STINSON LLP	50 S 6th St Ste 2600 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_21-69_M-21-69
Joseph	Meyer	joseph.meyer@ag.state.mn .us	Office of the Attorney General-RUD	Bremer Tower, Suite 1400 445 Minnesota Street St Paul, MN 55101-2131	Electronic Service	No	OFF_SL_21-69_M-21-69
Stacy	Miller	stacy.miller@minneapolism n.gov	City of Minneapolis	350 S. 5th Street Room M 301 Minneapolis, MN 55415	Electronic Service	No	OFF_SL_21-69_M-21-69
David	Moeller	dmoeller@allete.com	Minnesota Power	30 W Superior St Duluth, MN 558022093	Electronic Service	No	OFF_SL_21-69_M-21-69
Andrew	Moratzka	andrew.moratzka@stoel.co m	Stoel Rives LLP	33 South Sixth St Ste 4200 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_21-69_M-21-69

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
David	Niles	david.niles@avantenergy.c om	Minnesota Municipal Power Agency	220 South Sixth Street Suite 1300 Minneapolis, Minnesota 55402	Electronic Service	No	OFF_SL_21-69_M-21-69
Jeff	O'Neill	jeff.oneill@ci.monticello.mn .us	City of Monticello	505 Walnut Street Suite 1 Monticelllo, Minnesota 55362	Electronic Service	No	OFF_SL_21-69_M-21-69
Carol A.	Overland	overland@legalectric.org	Legalectric - Overland Law Office	1110 West Avenue Red Wing, MN 55066	Electronic Service	No	OFF_SL_21-69_M-21-69
Generic Notice	Residential Utilities Division	residential.utilities@ag.stat e.mn.us	Office of the Attorney General-RUD	1400 BRM Tower 445 Minnesota St St. Paul, MN 551012131	Electronic Service	Yes	OFF_SL_21-69_M-21-69
Kevin	Reuther	kreuther@mncenter.org	MN Center for Environmental Advocacy	26 E Exchange St, Ste 206 St. Paul, MN 551011667	Electronic Service	No	OFF_SL_21-69_M-21-69
Amanda	Rome	amanda.rome@xcelenergy.	Xcel Energy	414 Nicollet Mall FL 5 Minneapoli, MN 55401	Electronic Service	No	OFF_SL_21-69_M-21-69
Richard	Savelkoul	rsavelkoul@martinsquires.c om	Martin & Squires, P.A.	332 Minnesota Street Ste W2750 St. Paul, MN 55101	Electronic Service	No	OFF_SL_21-69_M-21-69
Jessie	Seim	jessie.seim@piic.org	Prairie Island Indian Community	5636 Sturgeon Lake Rd Welch, MN 55089	Electronic Service	No	OFF_SL_21-69_M-21-69
Will	Seuffert	Will.Seuffert@state.mn.us	Public Utilities Commission	121 7th PI E Ste 350 Saint Paul, MN 55101	Electronic Service	Yes	OFF_SL_21-69_M-21-69

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Janet	Shaddix Elling	jshaddix@janetshaddix.co m	Shaddix And Associates	7400 Lyndale Ave S Ste 190 Richfield, MN	Electronic Service	Yes	OFF_SL_21-69_M-21-69
				55423			
Ken	Smith	ken.smith@districtenergy.c om	District Energy St. Paul Inc.	76 W Kellogg Blvd St. Paul, MN 55102	Electronic Service	No	OFF_SL_21-69_M-21-69
Byron E.	Starns	byron.starns@stinson.com	STINSON LLP	50 S 6th St Ste 2600 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_21-69_M-21-69
James M	Strommen	jstrommen@kennedy- graven.com	Kennedy & Graven, Chartered	150 S 5th St Ste 700 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_21-69_M-21-69
Eric	Swanson	eswanson@winthrop.com	Winthrop & Weinstine	225 S 6th St Ste 3500 Capella Tower Minneapolis, MN 554024629	Electronic Service	No	OFF_SL_21-69_M-21-69
Lynnette	Sweet	Regulatory.records@xcele nergy.com	Xcel Energy	414 Nicollet Mall FL 7 Minneapolis, MN 554011993	Electronic Service	Yes	OFF_SL_21-69_M-21-69
Thomas	Tynes	jjazynka@energyfreedomc oalition.com	Energy Freedom Coalition of America	101 Constitution Ave NW Ste 525 East Washington, DC 20001	Electronic Service	No	OFF_SL_21-69_M-21-69
Lisa	Veith	lisa.veith@ci.stpaul.mn.us	City of St. Paul	400 City Hall and Courthouse 15 West Kellogg Blvd. St. Paul, MN 55102	Electronic Service	No	OFF_SL_21-69_M-21-69
Samantha	Williams	swilliams@nrdc.org	Natural Resources Defense Council	20 N. Wacker Drive Ste 1600 Chicago, IL 60606	Electronic Service	No	OFF_SL_21-69_M-21-69

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Joseph	Windler	jwindler@winthrop.com		225 South Sixth Street, Suite 3500 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_21-69_M-21-69
Patrick	Zomer	Patrick.Zomer@lawmoss.c om	Moss & Barnett a Professional Association	150 S. 5th Street, #1200 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_21-69_M-21-69