

**RESOLUTION NO. 2022-24**

**RESOLUTION ADOPTING CITY OF FOREST GROVE  
CLEAN FUELS CREDIT ALLOCATIONS**

**WHEREAS**, DEQ has an established Clean Fuels Credit (CFC) program recognizing electric vehicles; and

**WHEREAS**, electric utilities can be issued credits for electric vehicles registered in their service areas; and

**WHEREAS**, these credits can be monetized and the proceeds used in the way a utility governing board chooses; and

**WHEREAS**, the staff is recommending that L&P's accrued credits be monetized and the proceeds are utilized towards L&P's electric vehicle incentive program.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY OF FOREST GROVE AS FOLLOWS:**

**Section 1.** The City Council of Forest Grove approves the accrued clean fuel credits owned by Light & Power to be monetized. The proceeds are used towards L&P's electric vehicle incentive program.

**Section 2.** This resolution is effective immediately upon its enactment by the City Council.

**PRESENTED AND PASSED** this 9<sup>th</sup> day of May 2022.



Anna D. Ruggles, City Recorder

**APPROVED** by the Mayor this 9<sup>th</sup> day of May 2022.



Peter B. Truax, Mayor



*A place where families and businesses thrive.*

<i>CITY RECORDER USE ONLY:</i>	
AGENDA ITEM #:	<u>F. 3.</u>
MEETING DATE:	<u>05/09/2022</u>
FINAL ACTION:	<u>RESO 2022-24</u>

**CITY COUNCIL STAFF REPORT**

**TO:** *City Council*

**FROM:** *Jesse VanderZanden, City Manager*

**PROJECT TEAM:** *Eddie Littlefield, L&P Power Services Manager  
Keith Hormann, L&P Director*

**MEETING DATE:** *May 9, 2022*

**SUBJECT TITLE:** *Clean Fuel Credits Allocation*

<b>ACTION REQUESTED:</b>	<input type="checkbox"/> Ordinance	<input type="checkbox"/> Order	<input checked="" type="checkbox"/> X	<input type="checkbox"/> Resolution	<input type="checkbox"/> Motion	<input type="checkbox"/> Informational
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*X, all that apply*

**ISSUE STATEMENT:** Through the DEQ Clean Fuels Credit program, the City of Forest Grove Light & Power (FGL&P) has been allocated 1,617 credits. This credit allocation is based on the number of plug-in electric vehicles registered in our utility service area since 2020. FGL&P would like to monetize these credits and begin a program of incentivizing our current and future EV registered owners.

**BACKGROUND:** Starting in 2020, FGL&P has received clean fuel credits for plug-in electric vehicles registered in our utility’s service area. FGL&P would like to start an incentivization program by monetizing these credits and issuing refunds to purchase residential or commercial vehicle charging units. FGL&P recommends this incentive be in the amount of \$500 and apply to all prior and future purchasers of charging units with vehicles registered in the Forest Grove Light & Power service area. As future credits are allocated by DEQ, FGL&P would like to re-visit the discussion of this program to expand incentivization options. When approved, Forest Grove Light & Power will place the EV incentivization program on the City’s website and get the information sent out in English and Spanish.

**FISCAL IMPACT:** Based on current information, the average value of clean fuel credits is approximately \$124/credit, although it fluctuates slightly. By monetizing all of the credits currently owned by FGL&P, the proposed refund of \$500 per charging unit will fund the expected requests from all 269 EV owners currently in our service area. There will also be enough credit value to cover the expected vehicles registered before the next DEQ credits allocation.

**STAFF RECOMMENDATION:** Staff recommends monetizing the clean fuel credits currently held to create an electric vehicle incentive program. Staff also recommends offering a \$500 incentive to electric vehicle owners presently registered in our utility service area to purchase their residential or commercial charging units.