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Rocky Mountain Power Docket No. 17-035-40 Witness: Rick A. Vail

### BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF UTAH

### ROCKY MOUNTAIN POWER

### REDACTED

Direct Testimony of Rick A. Vail

June 2017

1	Q.	Please state your name, business address, and present position with PacifiCorp.
2	A.	My name is Rick A. Vail. My business address is 825 NE Multnomah, Suite 1600,
3		Portland, Oregon 97232. My present position is Vice President of Transmission. I am
4		responsible for transmission system planning, customer generator interconnection
5		requests and transmission service requests, regional transmission initiatives, asset
6		management, capital budgeting for transmission, and administration of the Company's
7		Open Access Transmission Tariff ("OATT"). I am testifying on behalf of Rocky
8		Mountain Power ("Company").
9		QUALIFICATIONS
10	Q.	Please describe your educational background and professional experience.
11	A.	I have a Bachelor of Science Degree with Honors in Electrical Engineering with a focus
12		in electric power systems from Portland State University. I have been employed at the
13		Company since 2001, and have had a range of management responsibility within the
14		asset management group, including capital planning, maintenance policy, maintenance
15		planning, and investment planning. I served as director of asset management from 2007
16		to 2012. I became Vice President of Transmission in December 2012.
17		PURPOSE AND SUMMARY OF TESTIMONY
18	Q.	What is the purpose of your testimony?
19	A.	My testimony supports the Company's Application, which includes a request for an
20		order under Utah Code Ann. § 54-17-302 approving the Company's "significant energy
21		resource decision" to construct or procure four new Wyoming wind resources

23 The Application also includes a request for an order under Utah Code Ann. § 54-17-

(collectively, the "Wind Projects") with a total capacity of 860 megawatts ("MW").

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24	402 approving the Company's "resource decision" to construct a 140-mile, 500 kilovolt
25	("kV") transmission line and related transmission facilities. Specifically, my testimony
26	describes the purpose for and customer benefits resulting from the construction of the
27	following proposed facilities, which I refer to collectively as the "Transmission
28	Projects":
29	"Aeolus-to-Bridger/Anticline Line"
30	• A 140-mile, 500 kilovolt ("kV") transmission line ("Aeolus-to-Anticline line"),
31	which includes construction of the new Aeolus (500/230 kV) and Anticline
32	(500/345 kV) substations;
33	• A five-mile, 345 kV transmission line that will extend from the proposed
34	Anticline substation to the Jim Bridger substation, along with associated
35	interconnection facilities at the Jim Bridger substation to accommodate the
36	interconnection of the 345 kV line from the proposed Anticline substation;
37	• A voltage control device at the existing Latham substation;
38	"230kV Network Upgrades"
39	• A new 16-mile 230 kV transmission line parallel to an existing 230 kV line from
40	Shirley Basin substation to the proposed Aeolus substation, including
41	modifications to the Shirley Basin substation to accommodate the new line;
42	• The reconstruction of four miles of an existing 230 kV transmission line
43	between the proposed Aeolus substation and the Freezeout substation, including
44	modifications of the Freezeout substation to accommodate the new line; and
45	• The reconstruction of 14 miles of an existing 230 kV transmission line between
46	the Freezeout substation and the Standpipe substation, including modifications

47 to the Freezeout and Standpipe substations to accommodate the transmission48 lines.

The reconstructed sections are proposed to be in a parallel alignment to the existing 230 kV transmission lines. The 230 kV Network Upgrades are needed to support interconnection of the Wind Projects, which are described in the testimony of Company witness Mr. Chad A. Teply.

53 My testimony and exhibits provide the information required by Utah Code Ann.

54 § 54-17-302 and Utah Admin. Code 746-440-1(1) related to the Transmission Projects.

55

#### **Q.** Please summarize your testimony.

56 The Transmission Projects support the Company's short- and long-term energy A. 57 demands and will strengthen the overall reliability of the existing transmission system. 58 While the Aeolus-to-Bridger/Anticline Line has long been recognized as an integral 59 component of the Company's long-term transmission planning, its construction and 60 that of the other components of the Transmission Projects has not been economic until 61 now. Renewal of the federal wind production tax credit ("PTC") has created a time-62 limited opportunity for the Company to acquire significant cost-effective, zero-fuel-63 cost wind resources, generating PTCs from the Wind Projects enabling customers to 64 receive substantial benefits as quantified by Mr. Rick T. Link.

To achieve the full customer benefits of the PTCs, however, the Company must develop the Wind Projects with the Transmission Projects and bring them into service by December 31, 2020. The Wind Projects are not economic without the Transmission Projects, which are needed to relieve existing congestion and to interconnect new PTC-eligible wind facilities in high-wind areas of Wyoming. The

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Transmission Projects are not economic without incremental cost-effective wind
facilities producing zero-fuel-cost energy and PTCs.

72 Congestion on the current transmission system in eastern Wyoming limits the 73 ability to deliver energy from eastern Wyoming to the Jim Bridger energy hub. The 74 Aeolus-to-Bridger/Anticline Line will relieve this congestion and increase the 75 transmission capacity across Wyoming by 750 MW. The Transmission Projects will 76 allow the Company to interconnect up to approximately 1,270 MW of wind resources, including the 860 MW of Wind Projects that are the subject of this Application, and 77 78 create substantial benefits for Utah customers and customers throughout the 79 Company's service area. Construction of the Transmission Projects will also enable the 80 Company to more efficiently utilize existing generation resources in Wyoming to serve 81 loads in Utah, Wyoming, Idaho, and the Pacific Northwest. The Transmission Projects 82 also better position the Company to interconnect future resources in southeastern 83 Wyoming and provide greater flexibility in managing existing resources.

84 In addition to increasing the transmission capacity out of southeastern 85 Wyoming, the Transmission Projects will also provide critical voltage support to the 86 Wyoming transmission network and enhance the overall reliability of the transmission 87 system by adding incremental new transmission capacity westbound between the Company's existing thermal and renewable facilities, the proposed Wind Projects in 88 89 eastern Wyoming, and other sources of energy in northern Utah. Additional 90 transmission paths will mitigate the impact of outages on the existing system. The 91 Transmission Projects will also enhance the Company's ability to comply with

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mandated North American Electric Reliability Corporation ("NERC") and Western
 Electricity Coordinating Council ("WECC") reliability and performance standards.

94The Aeolus-to-Bridger/Anticline Line is also an important component of the95Company's Energy Gateway Transmission Expansion Project ("Energy Gateway") and96has long been recognized as a key transmission segment in the region's long-term97transmission planning. By acting on this time-limited opportunity to develop the98Transmission Projects and the associated Wind Projects, the Company can provide99substantial customer benefits.

100

### GENERAL DESCRIPTION OF THE TRANSMISSION PROJECTS

### 101 Q. Please describe the Aeolus-to-Anticline line.

102A.The proposed Aeolus-to-Anticline line is a single-circuit 500 kV line that will begin at103the proposed Aeolus substation, which will be located approximately 11 miles104northwest of Medicine Bow, Wyoming. From the Aeolus substation, the transmission105line will run west across the Medicine Bow River past the Hanna Draw. The line will106then continue southwesterly to Walcott Junction and then west across the Platte River107and south of Sinclair and Rawlins, where it will then largely follow an existing 230 kV108transmission line to the proposed Anticline substation.

109From the proposed Anticline substation, the Company will construct a 345 kV110transmission line that will extend north for approximately five miles and terminate into111an expansion of the existing Jim Bridger generating plant substation.

## 112The Aeolus-to-Anticline line will be located in Wyoming's Sweetwater and113Carbon counties and will primarily cross open rangeland. Approximately 49 percent of

the land crossed is federally owned, seven percent state owned, and nearly 44 percentprivately owned.

116Attached as Exhibit RMP\_\_(RAV-1) is a map showing the proposed route for117the Aeolus-to-Anticline line, along with the other facilities included in the Transmission118Projects.

### 119 Q. What types of towers and conductors will be used to construct the Aeolus-to120 Anticline line?

A. The Aeolus-to-Anticline line segment will be constructed using approximately 522 lattice steel towers with heights about 115 to 160 feet. The steel towers will have a "flat" configuration with each phase being parallel to each other in a horizontal arrangement. Attached to my testimony as Exhibit RMP\_\_(RAV-2) is a sample drawing of proposed 500 kV tower designs.

126The conductor for the Aeolus-to-Anticline line will be triple bundled1271272 kcmil 45/7 Aluminum Conductor Steel Reinforced ("ACSR") "Bittern" per128phase. Each conductor in the phase bundle will have a diameter of 1.345 inches, with129three phases, comprised of three conductors each, for a total of nine conductors in the130circuit.

The 345 kV Anticline-to-Jim Bridger line segment will use 25 to 30 of either of the following types of structures: (1) tubular steel H-frames; or (2) poles with heights from about 110 to 150 feet. Attached to my testimony as Exhibit RMP\_\_\_(RAV-3) is a sample drawing of proposed 345 kV tower designs. The conductor for this segment will also be triple bundled 1272 kcmil 45/7 ACSR Bittern per phase. The steel poles will have two arms on one side, with one arm on the other side to carry one phase per arm.

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In addition, each of the transmission line segments will also carry two overhead
ground wires. One of the wires will be galvanized steel while the other will be Optical
Ground Wire ("OPGW") to facilitate communications. Each wire will have a diameter
of approximately 0.5 inches.

- 141 **Q.** Please describe the proposed new Aeolus substation.
- 142 A. The new Aeolus 500/230 kV substation will be located approximately 11 miles 143 northwest of Medicine Bow, Wyoming, and will be sited on a Company-owned parcel 144 of land (Township 24 North, Range 80 West, Section 35) and occupy approximately 145 100 acres. The substation will include security fencing and an improved access road from U.S. Highway 30. The substation will be constructed using conventional air 146 insulated bus and equipment and connect to existing Shirley Basin and Freezeout 147 148 substations via the connection of an existing 230 kV transmission line into the new 149 Aeolus site (discussed in more detail below). Attached to my testimony as Exhibit 150 RMP (RAV-4) are the preliminary Aeolus substation one-line diagram and general 151 arrangement drawings.
- 152 Construction of the Aeolus substation will require the following:
- Construction of a 230 kV yard, including all work to support the installation of 230 kV breaker bays for termination of the existing Freezeout-to-Shirley Basin 230 kV transmission line and to support the low side of the 500/230 kV transformer;
- Installation of a 230 kV shunt reactor;
  Completion of all site development, civil work, bus work, protection and controls, security and communications, and construction of a 160
  Construction of a 500 kV yard including all work to support the construction of a 500 kV yard including all work to support the 162
- 162termination of one 500 kV transmission line to Anticline substation,163including two 500 kV breaker bays to support termination of the 500 kV164line and connection to the high side of a 500/230 kV transformer;

165 166		• Installation of three single phase 500/230 kV transformer units with one additional spare unit;
167 168		• Installation of one 500 kV shunt capacitor, three single phase line reactors and one 500 kV neutral reactor;
169 170 171 172 173 174		<ul> <li>Construction of a replacement access bridge over the Medicine Bow River and associated upgrades to an existing unpaved county road from U.S. Highway 30 to the substation location. The bridge will be constructed to Wyoming Department of Transportation HS-20 ("Highway Semi-trailer") specifications. Upon completion, the bridge will become the property and responsibility of Carbon County;</li> </ul>
175 176 177		• Completion of all site development, civil work, bus work, protection and controls, security, communications, and construction of a control building including site emergency power; and
178 179 180 181 182 183		• Implementation of a new generation tripping remedial action scheme, which would trip generation in the Foote Creek/Aeolus area in the event the Aeolus-to-Jim Bridger lines (or transformers) trip during high transfers on the Aeolus West transmission path. Initial technical studies indicate tripping up to approximately 660 MW of generation at the following wind farms during high-transfer conditions:
184		• Foote Creek: 108 MW
185		• Carbon County 1 (Q706): 250 MW
186		• High Plains/McFadden Ridge 1: 245 MW
187		• Seven Mile I and II: 53 MW.
188 189		• Specific remedial action scheme arming levels for lower flow conditions will need to be determined via follow-on technical studies.
190		In addition, the Aeolus substation will be designed to facilitate future expansion of
191		the site for additional resources.
192	Q.	Please describe the proposed new Anticline substation.
193	A.	The new Anticline 500/345 kV substation will be located approximately three miles
194		northeast of Point of Rocks, Wyoming and will be sited on a Company-owned parcel
195		of land (T20N, R100W, Sec. 13) and occupy approximately 140 acres. The new
196		substation will include security fencing and an improved access road and will be

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197		constructed using conventional air insulated bus and equipment. The Anticline
198		substation will connect to the existing Jim Bridger generating plant substation via a
199		new 345 kV transmission line (discussed above) and can be expanded to accommodate
200		future 500 kV transmission lines. Attached to my testimony as Exhibit RMP(RAV-
201		5) are the preliminary Anticline substation one-line diagram and general arrangement
202		drawings.
203		Construction of the Anticline substation will require the following:
204 205 206		• Construction of the new 500 kV substation yard including all work to support the termination of one 500 kV transmission line to the Aeolus substation;
207 208 209		• Construction of two 500 kV breaker bays to support termination of the 500 kV line and connection to the high side of a 500/345 kV transformer;
210 211		• Installation of three single phase 500/345 kV transformer units with one additional spare unit;
212 213		• Installation of one 500 kV shunt capacitor, three single phase line reactors and one 500 kV neutral reactor;
214 215 216		• Construction of a 345 kV yard which includes a ring bus and 345 kV breakers to facilitate 345 kV line termination to Jim Bridger and future installation of phase shifting transformers; and
217 218 219		• Completion of all site development, civil work, bus work, protection and controls, security and communications, and construction of a control building including site emergency power.
220	Q.	Please describe the modifications to the Jim Bridger generating plant substation
221		that will be necessary to interconnect the new Anticline substation to the Jim
222		Bridger generating plant substation.
223	A.	The new Anticline substation will interconnect to the Jim Bridger substation via a new,
224		five-mile, 345 kV transmission line (discussed above). The Jim Bridger substation is
225		located west of, and immediately adjacent to, the Jim Bridger power plant. To

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226	accommodate the interconnection of the Anticline substation, the Jim Bridger
227	substation will be expanded to include an additional transmission line termination bay.
228	Attached to my testimony as Confidential Exhibit RMP(RAV-6) are the preliminary
229	Jim Bridger substation one-line diagram and general arrangement drawings related to
230	the construction at the Jim Bridger substation, which will include the following:
231 232	• Expanding the existing 345 kV substation yard to add one new 345 kV line termination bay to the existing yard;
233 234	• Relocating the existing shunt capacitor to facilitate connection of a new line termination bay to the existing 345 kV bus;
235 236	• Completion of all site development, civil work, bus work, protection and controls, security and communications;
237 238 239 240 241	• Modification to the Jim Bridger remedial action scheme will be needed due to the re-dispatch of Jim Bridger generation necessary to accommodate new wind generation in eastern Wyoming, while maintaining the 2,400 MW rating on the Bridger West transmission path; and
242 243	• Modification of existing protection and control systems within the existing 345 kV yard to enable safe operation of the expanded facility.
244	In addition, the existing Latham substation, located approximately four miles
245	south of Interstate Exit 187, adjacent to Wyoming Highway 789, will be expanded to
246	include a voltage control device. The type and design of the device will be defined
247	pending completion of future technical studies. The Company plans to install the device
248	within the constraints of the currently leased property boundaries. Attached to my
249	testimony as Confidential Exhibit RMP(RAV-7) are the existing Latham substation
250	one-line diagram and general arrangement drawings. The substations will be modified
251	once final design details of the voltage control device are determined.

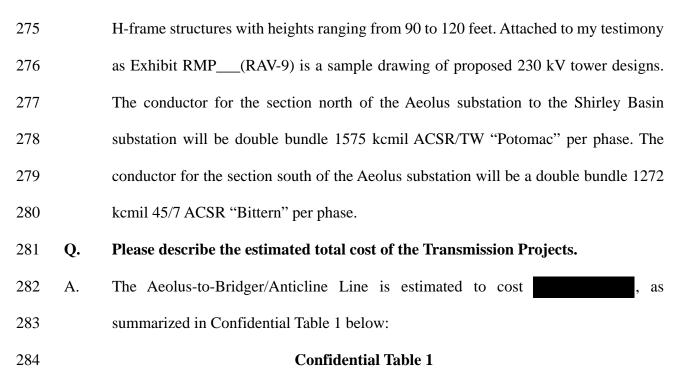
Q. Please describe the 230 kV transmission line from the Shirley Basin substation to
 the Standpipe substation.

The proposed 230 kV transmission line projects will begin at the Company's existing 254 A. 255 Shirley Basin substation, located approximately 1.5 miles east of the south junction of 256 state highways 77 and 487. A new 230 kV line will parallel an existing 230 kV 257 transmission line running southwesterly along the western side of the Freezeout 258 Mountains and will connect into the Aeolus substation. South of Aeolus substation to Standpipe substation, via the Freezeout substation, the 230 kV project is a 259 260 reconstruction of the existing 230 kV line. The line continues south out of the Aeolus 261 substation across the Medicine Bow River and connects into the Company's existing 262 Freezeout substation located between the Pine and South Pine Draws. The 230 kV line 263 then continues in a southwesterly direction to the Company's existing Standpipe 264 substation, which is located approximately two-and-one-half miles southeast of Hanna, 265 Wyoming.

266 All of the 230 kV segments are located in Carbon County and the new line will 267 cross areas of mountainous terrain reaching elevations of approximately 7,500 feet. 268 Attached to my testimony as Confidential Exhibit RMP (RAV-8) are the existing 269 Shirley Basin, Freezeout and Standpipe substations one-line diagrams and general 270 arrangement drawings. These substations may be modified to accommodate the 230 kV 271 transmission line project. Final drawings will be provided when they become available. 272 What types of towers and conductors will be used for the 230 kV transmission Q. 273 line?

A. The single circuit 230 kV transmission line will be rebuilt using either wood or steel

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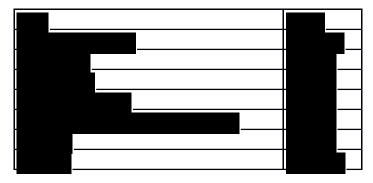




285	The entire cost of the Aeolus-to-Bridger/Anticline Line will be paid by the
286	Company without contribution from any third-party customer projects.
287	The 230 kV Network Upgrades are estimated to cost as
288	summarized in Confidential Table 2 below:

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#### **Confidential Table 2**



The Company expects that the costs of the 230 kV Network Upgrades will be re-assessed and assigned to the wind resource facilities selected via the Company's 2017R request for proposals ("2017R RFP") process under their respective interconnection agreements. The 230 kV Network Upgrades and are necessary to support the interconnection of up to 1,270 MW of new or repowered wind generation in eastern Wyoming.

### 296 Q. When does the Company expect to complete the construction of the Transmission 297 Projects?

A. The Transmission Projects are being developed together with the Wind Projects, which
will generate zero-fuel-cost energy and PTCs that make the codependent projects
economic. To obtain the full benefits of the PTCs, the Transmission Projects and the
Wind Projects must be in service no later than December 31, 2020.

302 Q. Why must the Company receive an approval now for a project that is not
 303 scheduled for completion until December 2020?

- A. The Company does not currently have all of the necessary rights-of-way to construct
  the Transmission Projects. To achieve an in-service date before the end of 2020, the
  Company must complete acquiring the necessary rights-of-way by March 31, 2019.
- 307 The Company must obtain Commission approvals under the schedule it has proposed

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in the Application to meet this schedule. A delay in approval jeopardizes the December
31, 2020 deadline and risks the loss of PTC benefits—which will mean that neither the
Transmission Projects nor the Wind Projects will move forward. A project critical-path
schedule is attached to my testimony as Exhibit RMP\_\_\_(RAV-10).

312

### **BENEFITS OF THE TRANSMISSION PROJECTS**

## 313 Q. How will the Transmission Projects benefit customers and improve system 314 performance?

A. The Transmission Projects will: (1) relieve congestion and increase transmission capacity across Wyoming, allowing interconnection of new generation resources and greater flexibility in managing existing resources; (2) provide critical voltage support to the transmission system; (3) improve system reliability; and (4) reduce energy and capacity losses. Because the cost of the Transmission Projects are substantially offset by the generation of zero-fuel-cost energy and PTCs from the Wind Projects, customers receive substantial benefits as quantified by Mr. Link.

### 322 Q. How will the Transmission Projects increase transmission capacity in 323 southeastern Wyoming?

A. Currently, the Company's transmission system in southeastern Wyoming is operating at capacity, which limits transfer of existing resources from eastern Wyoming. Also, due to limited fault current in the southeastern portion of the transmission system, which indicates a weak grid, interconnection of additional resources in this prime wind region is precluded to maintain grid stability. The Transmission Projects will not only increase the transfer capability from east to west by 750 MW, but will also improve the fault current providing "stiffness" to the grid. This will allow additional wind facilitiesin and around the proposed Aeolus substation, which is not possible today.

332 When the Transmission Projects are complete, the Company estimates that it 333 can interconnect up to approximately 1,270 MW of additional wind facilities east of 334 the Bridger/Anticline substation. The assumed level of new wind resources is higher 335 than the assumed incremental transfer capability of the transmission facilities because 336 wind resources do not generate at their full capability in all hours of the year. At times 337 when wind resources in southeastern Wyoming are operating near full output, other 338 resources in the area can be re-dispatched to accommodate PTC-producing wind 339 generation. Installing more variable resources in an area relative to total transmission 340 capacity allows for more efficient use of the transmission system and the ability to use 341 the most cost-effective resources to meet customer demand.

The increased capacity also provides improved access to existing generation resources, and increased opportunities to move incremental energy from Wyoming to offset higher-priced generation in the PacifiCorp system or other energy imbalance market participants' systems as noted by Mr. Link.

346 Q. Is the increased capacity from the Transmission Projects consistent with the
347 Company's obligation to provide transmission service under its OATT?

A. Yes. The Company's OATT, approved by the Federal Energy Regulatory Commission
("FERC"), details the Company's requirements and obligations to provide transmission
service. Section 28.2 defines the Company's responsibilities, which include the
requirement to "plan, construct, operate and maintain the system in accordance with
good utility practice." Section 28.3 states the requirement for the Company to provide

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353 "firm service over the system so that designated resources can be delivered to 354 designated loads." The Company is required to provide adequate and non-355 discriminatory service to all network customers. Although the Transmission Projects 356 are not specifically mandated by the Company's obligations under its OATT, the 357 Transmission Projects will allow the Company to more efficiently meet current and 358 forecasted customer energy demand by relieving the existing transmission congestion 359 in southeastern Wyoming.

# 360 Q. Will the up-front transmission costs of the Transmission Projects be recovered in 361 PacifiCorp's transmission rates?

A. Yes, the Transmission Projects are considered network transmission assets under PacifiCorp's OATT and provide a number of benefits to the transmission grid, as discussed earlier in my testimony. Because the Transmission Projects are integrated into PacifiCorp's transmission network and provide benefits to that network, such as congestion relief, increased transmission capacity and improved system reliability, among others, FERC precedent for ratemaking supports rolling the costs of these assets into PacifiCorp's transmission rates.

# 369 Q. How will the costs of the Transmission Projects flow into PacifiCorp's 370 transmission rates, and who will pay these rates?

A. All transmission rates charged to wholesale transmission customers must be approved
by FERC. PacifiCorp's transmission rate structure is a FERC-approved formula that
has been in place since 2012. A formula rate is a method of calculating a rate, but is not
the rate itself; the actual transmission rate that is charged to wholesale transmission
customers is produced annually by updating FERC-approved inputs to the formula rate.

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Formula rates rely on annual updates using inputs from the detailed, publicly available, and audited FERC Form No. 1, along with other Company data. The annual update process includes transmission capital additions such as the Transmission Projects.

PacifiCorp's merchant function is the largest transmission customer of PacifiCorp's transmission system, but there are third-party transmission customers as well. While all transmission customers pay OATT transmission rates, third-party transmission customers generate revenue credits that offset the cost of PacifiCorp's transmission revenue requirement in retail rates, as discussed in Mr. Link's testimony.

384 Q. What are the benefits resulting from the critical voltage support that will be
385 provided by the Transmission Projects?

A. Under certain operating conditions, voltage control issues have limited the ability to
 add additional resources, particularly wind facilities, in southeastern Wyoming. The
 Transmission Projects will solve the voltage control issues and allow up to 1270 MW
 of additional wind generation to be interconnected into the transmission system.

#### **390 Q. How will the Transmission Projects improve system reliability?**

391 The transmission grid can be affected in its entirety by what happens on an individual A. 392 transmission line or path. For example, the transmission system between eastern and 393 central Wyoming is comprised of several individual transmission lines or line 394 segments. Attached to my testimony as Exhibit RMP\_\_\_(RAV-11) is a diagram of the 395 existing Wyoming transmission system. A single outage on any of the individual lines 396 or line segments due to storm, fire, or other interference can and does cause significant 397 reductions in transmission capacity and can negatively impact the Company's ability 398 to serve customers. Line outages require the Company to significantly curtail

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399 generation resources to stabilize system voltages and require less efficient re-dispatch400 of system resources to meet network load requirements.

401In the event of a line outage, the redundancy provided by the Transmission402Projects will allow the Company to continue to meet native load service obligations403and continue to meet other contractual obligations to third parties. Strengthening this404path and increasing system redundancy with the new Transmission Projects will benefit405all customers by reducing the risk of outages and inefficient dispatch resulting from406those outages.

In addition, the Transmission Projects will improve the Company's ability to perform required maintenance without significant operational impacts to the system, and will reduce impacts to customers during planned and forced system outages. Transmission line and substation maintenance windows are currently limited because the system is highly utilized. By relieving congestion and providing additional transmission paths, the Transmission Projects will allow greater flexibility for the Company.

414 Q. Can you provide an example where the Transmission Projects will mitigate the
415 impact of an outage on the 230 kV transmission system?

416 A. Yes. The following are examples of potential outages that will be mitigated by the417 Transmission Projects:

- For an outage of the Latham-to-Point of Rocks 230 kV line, the Project eliminates the overload on the Dave Johnston to Amasa 230 kV line;
- For an outage of the Mustang-to-Spence 230 kV line, the Project eliminates the overload on 230 kV lines west of Platte;
- For an outage of the Riverton-to-Wyopo 230 kV line, the Project eliminates overloads on 230 kV lines west of Platte;

- For an outage of the Dave Johnston-to-Amasa 230 kV line, the Project eliminates the overload on the 230 kV lines west of Platte; and
- For an outage of the Platte-to-Standpipe 230 kV line, the Project eliminates the need to trip approximately 130 MW of generation at Foote Creek.
- 429 Q. Will the Transmission Projects also enhance the Company's ability to meet the
- 430
  - 30 reliability standards applicable to its transmission system?
- 431 A. Yes. Although the Company currently meets or exceeds the applicable reliability
  432 standards and criteria, the addition of the Transmission Projects will allow the
  433 Company to more efficiently meet or exceed those standards and criteria.
- 434 **Q.** Please describe the applicable reliability standards.
- 435 A. The Company plans, designs, and operates its transmission system to meet or exceed 436 NERC Standards for Bulk Electric Systems ("BES") and WECC Regional standards 437 and criteria. The NERC standards are set forth in 18 CFR Part 40 (Mandatory 438 Reliability Standards for Bulk-Power Systems). The WECC standards and criteria are 439 deemed necessary for the Western Interconnection to meet or exceed NERC standards. The Company must currently comply with more than 100 approved NERC standards. 440 441 These standards dictate the minimum levels of transmission system reliability, 442 redundancy, and performance required for transmission facilities.
- The most relevant standard here is NERC's Transmission Planning Performance Requirements set forth in NERC TPL-001-4, which establishes transmission system planning performance requirements intended to ensure that the BES will operate reliably over a broad spectrum of system conditions and following a wide range of probable contingencies.

### 448 Q. How do NERC's and WECC's standards and criteria influence the need for the 449 Transmission Projects?

450 A. The mandatory standards, particularly, NERC's TPL-001-4 standard, require the 451 Company to have a forward-looking transmission plan to reliably serve current and 452 anticipated customer demands under all expected operating conditions, including 453 normal system operations (all system elements in service) and during system 454 contingencies (where elements of the transmission system are out of service), both 455 planned or otherwise.

The Company performs annual reliability assessments to determine whether its transmission system complies with minimum mandatory system performance standards, which require that during loss of any single transmission system element ("N-1 single contingencies") that firm service is maintained, no system overloads exist, and there is no loss of customer demand.

The Aeolus-to-Anticline line is sub-segment D.2 of Gateway West, which, as part of Energy Gateway, has been included in the Company's annual TPL-001-4 assessment as part of its short- and long-term plans to dependably meet NERC and WECC reliability requirements. The Transmission Projects' new transmission segments are particularly effective in increasing system reliability under the various multiple contingency categories of the TPL-001-4 standard.

467 Q. Can you explain the TPL-001-4 standard?

468 A. Yes. The NERC Standard TPL-001-4 requires the Company to plan for a scenario with
469 outages of multiple transmission elements. The Company must plan how it will adjust
470 the transmission system after the first outage and then respond to the second outage

471 (this type of scenario is referred to as an N-1-1 condition). The Aeolus-to-Anticline line 472 will significantly help under these types of N-1-1 conditions. For example, without the 473 Aeolus-to-Anticline line, the N-1-1 outage of Riverton to Wyopo 230 kV line followed 474 with an outage of Spence to Mustang 230 kV line would require curtailment of the TOT 475 4A path by approximately 500 MW. But with the addition of the Aeolus-to-Anticline 476 line, this curtailment would not be required. The study was performed with TOT 4A 477 flows at 1,030 MW in the original case. The addition of the Aeolus-to-Anticline line 478 prevents thermal overload on the 230 kV transmission system west of Platte.

479

#### Q. What are the WECC path rating studies?

480 The WECC path rating studies follow a three-phase process established by the Planning Α. 481 Coordination Committee ("PCC") that utilizes peer review study groups, made up of 482 the project sponsor and other interested WECC members, to establish a path rating for 483 a given transmission path or set of transmission paths, which may exhibit simultaneous 484 interactions with each other. Path rating studies utilize a transmission model of the 485 Western Interconnection and will take multiple months to evaluate the performance of 486 the new transmission facilities and to demonstrate that the proposed transmission 487 project will have no negative impacts on previously established transmission path 488 ratings. The path ratings that are established following this process represent the 489 "Maximum Path Transfer Capability" of a transmission path.

490 Once projects complete the second phase of the path rating studies, they are 491 granted an "Accepted" rating and placed in Phase 3 (construction phase) status. After 492 the Accepted status is granted, other projects currently going through the WECC path

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rating process must recognize the project in their studies and cannot negatively impact the path rating for the project.

### 495 Q. Has the Aeolus-to-Anticline line been included in WECC path rating studies?

496 Yes. The Aeolus-to-Anticline line has undergone WECC's Three Phase Ratings A. 497 Process, and has been approved by WECC for Phase 3 Construction Phase status as 498 part of the overall Energy Gateway project. The Aeolus West transmission path and 499 three other Gateway West transmission paths (TOT 4A, Bridger/Anticline West, and 500 Path C) have completed the Three Phase Rating Process and were granted Phase 3 501 status on January 5, 2011. This WECC approval is necessary because it allows the 502 Company to interconnect the Aeolus-to-Anticline line to the wider transmission system 503 in the area and to reliably operate the project at its approved ratings. This line will 504 strengthen the Company's transmission capacity and flexibility, especially when 505 complemented with other Energy Gateway projects, specifically Anticline-to-Populus, 506 Aeolus-to-Clover and Oquirrh-to-Terminal. The Aeolus-to-Anticline line is regarded as 507 a necessary interconnection point to support the long-term transmission expansion 508 planning established in the WECC Region plans and in the most recent Northern Tier 509 Transmission Group sub-regional plan. The construction of this project, as an integral 510 component of the larger Energy Gateway project, provides options to access additional 511 resources.

## 512 Q What are the impacts to the system and the Company if the Transmission Projects 513 are not completed?

514A.If the projects are not completed, the existing congestion will remain and the515Company's ability to deliver resources to load will remain constrained. Because the

516 Company currently meets all applicable system reliability and performance criteria, the 517 Transmission Projects are not strictly required to satisfy those standards. Rather, the 518 Transmission Projects have long been identified as an important addition to Wyoming's 519 transmission system, and the zero-fuel-cost energy and PTCs generated by the 520 incremental wind resources provide a time-limited opportunity to build the projects 521 now with only a moderate rate impact.

### 522 Q. How will the Transmission Projects reduce energy and capacity losses?

A. Reduced energy and capacity losses on the transmission system have the potential to provide significant cost savings over time. Generally, the addition of a new transmission path in parallel with existing lines, like the Transmission Projects, will reduce the energy and capacity losses by reducing the impedance of the transmission system. Reduced line losses mean more efficient delivery of energy and capacity at reduced costs.

#### 529 Q. Did the Company consider alternatives to the Transmission Projects?

A. Yes. While long-term alternatives to constructing a new transmission line are limited, the Company did consider other approaches, but none were as cost-effective. As described more fully in the testimony of Mr. Link, the Transmission Projects and Wind Projects were included in the Company's 2017 Integrated Resource Plan, where they were analyzed in comparison to alternatives. The resource portfolios that included the Transmission Projects and Wind Projects were consistently least cost, least risk.

### 536 Q. Has the Company considered any other alternatives to the Transmission Projects?

A. The Company also considered the ability to obtain additional transmission capacity by
upgrading the existing transmission system or implementing alternative transmission

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539 technologies. Since 2013, the Company has completed several important projects to 540 enhance the transmission system in southeast Wyoming, including the dynamic line 541 rating of the Miners (Standpipe)-Platte 230 kV line (2013), Southern Wyoming Voltage 542 Control Scheme, which coordinated wind generation reactive output to stabilize local 543 area voltages (2015), and construction of the Standpipe substation and (60 MVAr) 544 synchronous condenser for voltage control (2016). These projects allowed the 545 Company to delay the Transmission Projects until 2020, but are not a long-term 546 substitute for the Transmission Projects.

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#### **REQUIREMENTS OF UTAH ADMIN. CODE R746-440-1(1)**

### 548 Q. Please summarize how the Company's Application meets the requirements for a 549 Voluntary Resource Decision.

550 A. Utah Admin. Code R746-440-1(1) describes what must be included in an application a
551 Voluntary Resource Decision. I have incorporated exhibits to my testimony that
552 provide information for the Transmission Projects pertaining to R746-440-1(1).

### 553 Q. Have you provided the description of the Transmission Projects required by Utah 554 Admin. Code R746-440-1(1)(a)?

- 555A.Yes. In addition to the description included in the introductory sections of my556testimony, Exhibits RMP\_\_(RAV-2), RMP\_\_(RAV-3), RMP\_\_(RAV-4),557RMP\_\_(RAV-5), RMP\_\_(RAV-9) and Confidential Exhibits RMP\_\_(RAV-6),558RMP\_\_(RAV-7) and RMP\_\_(RAV-8) provide engineering specifications, drawings,
- and other pertinent technical information for the Transmission Projects.

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### 560 Q. Have you provided a map of the Transmission Projects as a part of your project 561 description?

562 Yes. The Transmission Projects will be sited entirely in Wyoming, Carbon and A. 563 Sweetwater counties and the terrain is primarily open rangeland. The map attached as 564 Exhibit RMP (RAV-1) describes the proposed route for the transmission lines and 565 the proposed locations for the associated substations. Cadastral surveying (which is a 566 field survey that establishes or re-establishes legal property boundaries) for all transmission lines and associated access roads is in progress, so metes and bounds 567 568 descriptions are not available at this time. The Company will provide the results of the 569 surveys once they are complete. The attached Confidential Exhibit RMP (RAV-12) 570 provides the Transmission Projects' sections on federal lands and the Transmission 571 Projects' sections on private and state lands.

## 572 Q. Have you also prepared a geological report of the proposed sites of the 573 Transmission Projects?

574 Yes. As part of the federal permitting process for the Energy Gateway project, the A. Company conducted a two-year geotechnical exploration and geologic hazards 575 576 assessment. For the Aeolus-to-Anticline Line, the geotechnical exploration program 577 consisted of advancing 44 borings, collection of soil samples for laboratory testing, lab 578 testing and determination of soil properties, and reporting for use in the foundation 579 design. The Company intends to advance an additional 44 borings to further inform the 580 foundation design. During the same period, the Company conducted surficial geology 581 and geologic hazard reconnaissance. Recommendations regarding noted geologic 582 hazards were published in reports for all segments of the Aeolus-to-Anticline Line. The

583 geological reports are included in Exhibit RMP\_\_(RAV-13). The work is also 584 generally applicable to the balance of the Transmission Projects and will be validated 585 as such.

586 The geotechnical engineering studies concluded that all tower sites were 587 suitable for drilled pier foundations as planned, as long as the recommended values for 588 soil engineering properties are used in the design and consideration is given to potential 589 excavation difficulties during construction.

590 A geotechnical study consistent in scope and technical approach to that 591 described above and as contained within Exhibit RMP\_\_(RAV-13) will be performed 592 for the 230 kV Network Upgrades.

593 Shallow groundwater is not likely to pose a significant constraint on the 594 Transmission Projects, but could complicate foundation drilling and construction. 595 Areas where annual or seasonal groundwater depths are less than 10 feet below the 596 ground surface are considered high-risk. Geologic hazard reconnaissance confirms 597 high ground water in only few isolated locations.

598 Operating mineral deposits are provided in Exhibit RMP\_\_(RAV-14) and a 599 topographical map showing the substation locations and right-of-way overlay is 600 included in Exhibit RMP\_\_(RAV-15).

601 Q. Please describe where the Company has addressed the Company's compliance
602 with applicable Commission laws and rules, as required by R746-440-1(1)(b).

A. The Company's Application addresses how this filing complies with applicableCommission laws and rules.

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#### REDACTED

605 Q. Does your testimony address the purposes and reasons for the resource decision,
606 as required by R746-440-1(1)(c)?

607 A. Yes, that is the primary purpose of my testimony.

608 Q. As required by R746-440-1(1)(d), please provide the projected costs of the
609 Transmission Projects.

- A. The estimated total cost for the Transmission Projects is individual. The
  individual cost components of this estimate are set forth in Confidential Tables 1-2
  above.
- 613 Q. Under R746-440-1(1)(d), (f), (i), (j) and (k), can you provide additional 614 background on the Transmission Projects, including a description of project 615 schedules, milestones, and construction timelines, engineering studies, and the 616 general status of the Company's siting and permitting activities?
- A. Yes. Starting with the schedule of the Transmission Projects, to meet the December
  2020 deadline, the Company expects to execute contracts for the upgrades to access
  roads and the bridge to the Aeolus substation site by September 2017 and construction
  on those components is expected to begin in May 2018 for completion by November
  2018.

The Company expects to provide a limited notice-to-proceed for the Aeolus-to-Anticline line and 230 kV Network Upgrades by the end of 2018, so that the Company can acquire the necessary rights-of-way by March 31, 2019. The final notice-to-proceed for the Transmission Projects is expected to be issued by April 1, 2019, so that construction can begin.

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- 627 The Company expects the Transmission Projects to become commercially 628 operational by October 31, 2020.
- 629 A project critical path schedule is attached to my testimony as Exhibit630 RMP (RAV-10).
- 631 Q. Has the Company entered into a binding contract for design and construction of
  632 the Transmission Projects?
- A. No. The Company has engaged the services of an owner's engineer to provide
  engineering and design services for the Transmission Projects scope of work. The final
  designs will be performed by the engineer, procurement and construction ("EPC")
  contractor(s) selected via competitive market solicitation.
- 637 Q. Are there additional technical studies that are necessary before the Transmission
  638 Projects are completed?
- A. Yes. While many technical studies have been completed to date, a number of technical
  studies will need to be performed to assure that the completed projects will meet all
  national standards for engineering, reliability and system operations, specifically:
- Substation and Line Design Studies;
- Static VAr Compensator Design Studies;
- 644
  645
  Jim Bridger Subsynchronous Resonance ("SSR") Analysis Studies and SSR Mitigation Analysis;
  - Dynamic Voltage Control Analysis;

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- Remedial Action Scheme (Bridger/Aeolus) Studies;
- FAC-013-2 Assessment of Transfer Capability for the Near-Term Transmission Planning Horizon Studies; and
  - System Operating Limit Studies.

These technical studies will be completed in phases as required to support the design during the engineering phase of the Transmission Projects. All studies will be completed by late 2018. Near-term planning and operational studies will be completed in the middle of 2020, in preparation for the Transmission Projects being placed inservice by October 31, 2020.

### 656 Q. Please describe how the Company plans to address environmental issue associated 657 with the Transmission Projects.

The Company has conducted a thorough assessment of the impacts of the Transmission 658 A. 659 Projects on the surrounding environment and resources. Much of this assessment 660 occurred as part of the permitting process required by National Environmental Policy Act ("NEPA") because portions of the Transmission Projects will be sited on federal 661 662 land. For the 230 kV line section between Aeolus and Standpipe substations, the route 663 was analyzed for impacts as an alternative under the Gateway South project. The Company and Bureau of Land Management ("BLM") are currently evaluating any 664 665 requirements necessary to complete the impacts assessment.

In addition to requirements developed via the NEPA process, the Company will
also ensure compliance with the Company Avian Protection Plan and other Company
Standards.

669 Q. Please describe the NEPA process.

A. In December 2008, the Company filed a right-of-way permit application with the BLM
and the U.S. Forest Service, which triggered the need for BLM to prepare an
Environmental Impact Statement ("EIS") in accordance with the requirements of
NEPA. The draft EIS was released for public comment on July 29, 2011, and the Final

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674	EIS was published on April 26, 2013. The Record of Decision was released on
675	November 14, 2013.
676	The BLM used the following criteria to select the authorized route:
677 678	• Allow for reasonable construction costs associated with the preferred route;
679	• Route on public land where practical;
680	• Avoid cultural and natural resource areas;
681 682	• Avoid sensitive species habitat, including bald eagle nests and big game winter range;
683	• Follow existing corridors or linear structures;
684	• Avoid Visual Resource Management Class II areas;
685 686 687	• Avoid designated areas such as National Monuments, Wilderness Study Areas, National Landscape Conservation System areas and State and local parks; and
688 689	• Avoid BLM-identified preliminary priority sage-grouse habitat and Wyoming core habitat areas.
690	The assessment that supported BLM's EIS analyzed the impact of construction,
691	ongoing operation and maintenance, and decommissioning and reclamation of the
692	Aeolus-to-Bridger/Anticline Line. The assessment considered the cumulative effects of
693	the proposed Transmission Projects, together with past, present, and reasonably
694	foreseeable future actions, and addressed the following:
695 696	• Cultural resources, such as prehistoric or historic archaeological sites, districts, buildings, historic trails, roads, and landscapes;
697 698	• Vegetation communities, including the potential impact of invasive plant species due to the construction process;
699	• Wetlands and riparian areas;
700 701	• Wildlife and fish, including big game, small mammals, reptiles, amphibians, migratory birds and raptors;

- 702 Special status species, including those listed under the federal ٠ 703 Endangered Species Act ("ESA"), those proposed for federal listing as 704 well as candidates under the ESA, BLM, or Forest Service Sensitive 705 species, Forest Service Management Indicator Species, and State Heritage Program plant species of concern; 706
- 707 Soils, include clearing, grubbing, and grading along the rights-of-way 708 and at additional temporary workspaces; trenching; backfilling; excavating; and construction of permanent structures, such as 709 transmission line structures, access and service roads, co-generation 710 711 sites, and substations;
- 712 Paleontological resources;
- 713 Water resources:
- 714 Agricultural resources:
- 715 Air quality; and
- 716 Noise.

717 Based on that analysis, the BLM and cooperating agencies concluded that for 718 many resources, the effects of the Transmission Projects, coupled with the effects of 719 other known projects, will not be substantial. To the extent that resources may be 720 impacted, the Company has proposed reasonable mitigation efforts to minimize the 721 impact.

#### 722 What impact assessment studies have been performed? **O**.

#### 723 A. The studies related to the impact assessment are included in BLM's Record and 724 Decision. The studies are voluminous and can be found at following websites:

- 725 • The Final EIS: 726 https://eplanning.blm.gov/epl-front-727 office/eplanning/docset view.do?projectId=65164&currentPageId=92763&do cumentId=78833 728 729
  - The Final EIS Appendices:

https://eplanning.blm.gov/epl-front-

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- 731office/eplanning/docset\_view.do?projectId=65164&currentPageId=92763&do732cumentId=78834
- The mitigation plans are also included in the above links and identified in theattached Exhibit RMP\_\_(RAV-16).

## 735 Q. Please describe the Company's plan of development related to the Transmission 736 Projects.

737 Once the Transmission Projects are in service, they will not directly produce any A. 738 emissions into the environment. The Company is preparing the plan of development, 739 which will govern the construction phase of the Aeolus-to-Bridger/Anticline Line and 740 must be approved by BLM. This plan will include specific requirements to ensure full 741 compliance with all applicable regulations and requirements of the right-of-way permit 742 granted by BLM for siting the Aeolus-to-Bridger/Anticline Line on federal lands. The 743 plan of development will also include best practices for all aspects of environmental 744 protection. The Company anticipates that, at a minimum, the plan of development for 745 the construction phase will account for fugitive dust control, storm water pollution 746 prevention, spill containment and counter measures, plant/wildlife restrictions, and 747 ground disturbance reclamation. The Company anticipates that the protection measures 748 it will use for the Transmission Projects as shown in Exhibit RMP (RAV-17) will be 749 similar to those implemented on the Company's Mona-to-Oquirrh and Sigurd-to-Red 750 Butte transmission projects, adjusted to meet the specifics of this project as necessary. 751 Once the Transmission Projects are in service, the Company will install three 752 primary devices to protect air, water, chemical, biological, and thermal qualities: 753 Construction of retention basins at the substation sites to control storm 754 water runoff, to manage erosion control and waterflows across adjacent 755 properties as well as at the substation sites;

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756 757 758		• Storm water control along the transmission line access routes will be managed using ditches at the verge of new access roads along with water control and diversion techniques, such as the use of water bars; and
759 760 761 762		• At the substation sites, an oil containment plan will be incorporated into the final design such that, in the event of a leak, the contents of any oil-filled equipment would be contained within the substation site and not leach into the underlying soils.
763	Q.	Please describe the effectiveness of the three protective devices you describe above
764		and the operational conditions for which the Company designed and tested the
765		devices.
766	A.	The devices all represent proven technology employed at numerous substations and
767		other facilities across the United States. Water-retention designs will comply with all
768		relevant codes as well as the Clean Water Act requirements, where applicable. The
769		Company has successfully employed all of these techniques on recent transmission
770		projects including Populus-to-Terminal, Mona-to-Oquirrh, and Sigurd-to-Red Butte
771		transmission projects.
772	Q.	Please describe any potential safety hazards related to the Transmission Projects.
773	A.	The Company requires a high standard of safety performance and planning by all of its
774		employees and contractors. During the construction phase, the primary safety hazards
775		will vary somewhat by stage of the project, but will generally relate to:
776		• Heavy equipment operations;
777		• Open excavations;
778		• Slips, trips and falls;
779		• Crane operations;
780		• Working at height;
781		• Working around energized facilities; and
782		Climatic conditions.

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The Company will require all personnel working on the Transmission Projects to perform safety training specific to the Transmission Projects. The safety plan will require appropriate safety markings, barriers and other restriction devices to prevent worker or public access to potentially unsafe conditions.

During operations, the main safety hazard will be the energized facilities. Tower structures are designed to provide electrical clearances to the ground and structures and prevent climbing without specialist equipment, so that the public cannot reach the conductor.

All substation energized facilities are constructed so that the high-voltage equipment is placed with sufficient clearances from the site security fence to prevent accidental contact with the energized equipment. All substations will include security fencing, controlled access devices, security monitoring to limit and manage personnel gaining access to the site.

## 796 Q. Please describe the status of satisfying local, state, tribal, or federal governmental 797 agency requirements.

A. The Company has obtained a federal right-of-way permit from the BLM, which covers
approximately half of the 140 mile-length of the Aeolus-to-Anticline line. The rightof-way grant was authorized concurrently with the release of the Record of Decision,
discussed above. The BLM's decision provides the authorizations, with stipulations,
necessary for the Company to begin construction on federally administered lands.

803 Stipulations in the right-of-way grant require additional environmental surveys 804 to be completed to clear construction areas before receiving the notice to proceed to 805 construct on public land. The Company is currently conducting surveys for cultural,

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paleontological, biological and potential wetland resources that will need to be
protected and, if adversely impacted, mitigated. The BLM and the U.S. Corp of
Engineers will issue final notices to proceed after receipt and approval of survey
reports, pre-construction notifications, and payment of any required mitigation funds
determined.

In addition, the right-of-way grant includes the requirement to comply with several additional federal agency required permits and approvals, which the Company is currently in the process of completing, including Section 106 Consultation under the National Historic Preservation Act, Section 404 Clean Water Act Permit, and Resource Protection Plans required by the BLM.

816 The Company is in the process of securing all relevant federal, state, and local 817 permits for the 230 kV section between the Aeolus substation and the Standpipe 818 substation. The Company anticipates that this section will be subject to the same or 819 similar conditions included in the Record of Decision, released November 12, 2013.

### 820 Q. What is the current status of the necessary permits from local government821 entities?

A. The Company has or will receive the required consents, franchises, and permits from all the local governmental entities having jurisdiction over the proposed route for the Transmission Projects. These will include an application to the Wyoming Department of Environmental Quality and the Wyoming Industrial Siting Council for the issuance of a permit. The Company will also obtain a conditional use permit from Carbon County and a construction permit from Sweetwater County.

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828 In addition to the conditional use permit, the Company is in the process of 829 obtaining the required consents and permits from the State of Wyoming, subject to 830 completion of the final design of the transmission line alignment. Additionally, the 831 Company will obtain any permits and approvals required from state agencies for actual 832 construction and operation of the Transmission Projects in the ordinary course of 833 development. These required consents and permits may include, but may not be limited 834 to, stream alteration permits from the Wyoming Game and Fish Department, highway 835 encroachment permits from the Wyoming Department of Transportation, storm water 836 permits from the Wyoming Department of Environmental Quality Water Quality 837 Division, rights-of-way grants from the Wyoming State Trust Lands Administration, 838 and approvals from the State Historic Preservation Office of Wyoming.

Based on the current routing plan, these are the only permits, franchises, and consents required for the Transmission Projects. Should a routing change resulting from the environmental approval process require any additional local consents, franchises, or permits, the Company will immediately seek such approval and provide notice to the Commission.

844 Exhibit RMP (RAV-18) provides additional details on the required permits. 845 Q. Please describe the sage grouse habitat in the vicinity of the Transmission Projects. 846 As part of the NEPA process, the Company's assessment specifically addressed the A. 847 potential impact of the Aeolus-to-Bridger/Anticline Line on sage grouse habitat. The 848 studies related to sage grouse are included in the Final EIS issued by BLM. In addition, 849 the mitigation plan associated with sage grouse is described in Exhibit RMP\_\_\_(RAV-850 16).

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The Company is also in the process of developing a Greater Sage Grouse Avoidance, Minimization, and Mitigation Plan to demonstrate compliance with BLM and state policies designed to minimize impacts to sage grouse and their habitat, and support the position that a listing as threatened or endangered under the ESA is not needed.

- Q. Under R746-440-1(1)(e)-(f), has the Company supported this Application with
  economic analysis of the Transmission Projects, including consideration of
  alternative resources?
- A. Yes. This information is provided in my testimony and the testimony of Mr. Link.
- Q. R746-440-1(1)(g) requires information on the Transmission Projects' effect on the
  Company's revenue requirement. Please explain where that information is located
  in the Company's Application.
- A. Mr. Jeffrey K. Larsen and Mr. Link sponsor the Company's revenue requirement
  analyses related to the Transmission Projects.
- 865 Q. R746-440-1(1)(h) requires information on how the Transmission Projects will be
  866 financed. Where is that information in the Company's Application?
- A. The testimony of Ms. Cindy A. Crane explains how the Company intends to fund theinvestment in the Transmission Projects.
- 869

### **RECOMMENDATION AND CONCLUSION**

- 870 Q. Please summarize your recommendation to the Commission.
- 871 A. I recommend that the Commission approve the Company's Application. The
- 872 Transmission Projects will provide substantial benefits to its customers and are prudent 873 and in the public interest. Based on this conclusion, I recommend that the Commission

- grant the Company's Application for approval of its "voluntary resource decision" for
- the Transmission Projects.
- 876 Q. Does this conclude your direct testimony?
- 877 A. Yes.