# STATE OF MINNESOTA BEFORE THE MINNESOTA PUBLIC UTILITIES COMMISSION

DOCKET NO. ET6675/CN-12-1053 OAH DOCKET NO. 60-2500-30782

**REBUTTAL TESTIMONY** 

OF

**RANDALL PORTER, PE** 

#### SUBMITTED ON BEHALF OF:

WIND ON THE WIRES, FRESH ENERGY, IZAAK WALTON LEAGUE – MIDWEST OFFICE, AND MINNESOTA CENTER FOR ENVIRONMENTAL ADVOCACY ("CLEAN ENERGY INTERVENORS")

# 1. INTRODUCTION

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2	Q:	Please state your name, job title, and business address.
3	A:	My name is Randall Porter. I am currently the Manager of Resource and
4		Transmission Planning for Power System Engineering, Inc. Our business
5		address is 10710 Town Square Drive NE, Blaine, MN.
6	Q:	For whom are you testifying?
7	A:	I am testifying on behalf of Wind on the Wires, Fresh Energy, Izaak
8		Walton League of America – Midwest Office and the Minnesota Center for
9		Environmental Advocacy.
10	Q:	Have you testified in proceedings in front of the Public Utilities
11		Commission ("PUC") before?
12	A:	Yes. I was the chief technical witness in the Faribault Energy Park
13	71.	Certificate of Need proceeding.
10		Continuate of Need procedurig.
14	Q:	What is your background and educational experience?
15	A:	I currently am responsible for projects involving generation
16		interconnection, electric transmission planning, distribution planning, and
17		renewable energy resource integration into the grid. These projects
18		involve both power system technical and economic analysis. I have been
19		involved with projects involving electric transmission systems, generation
20		interconnection, and short- and long-range planning in multiple states and
21		provinces. I have represented clients before multiple working groups for
22		the Midwest Independent System Operator ("MISO"), the PJM
23		Interconnection, the Southwest Power Pool Electric Energy Network, the

Alberta Electric System Operator, and other Regional Transmission

Organizations ("RTO"). I have also represented clients before the Minnesota Public Utilities Commission and in legal proceedings.

I obtained my Bachelor of Science Degree in Electrical Engineering in 1988. I became a licensed Professional Engineer (P.E.) in 1994. Since 1988, I have worked almost exclusively in the electricity industry, including for companies such as Northern States Power/ Xcel Energy. I have largely focused on transmission and related matters throughout my career. A description of my professional history and experience is set forth in my curriculum vitae, which is attached to this testimony as Exhibit A.

### Q: What is the purpose of your testimony?

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A: My testimony responds to Minnesota Department of Commerce, Division 36 37 of Energy Resources witness Dr. Steve Rakow's recommendation that the applicant, ITC Midwest, LLC ("ITC") explain why the Lakefield Junction -38 Rutland 345kV or the 161kV Rebuild alternative (as defined in Dr. 39 Rakow's testimony) cannot meet the claimed needs. Dr. Rakow's 40 recommendation for clarification is reasonable. However, both the 41 Lakefield - Rutland 345kV and the 161kV rebuild alternatives represent 42 43 an "apples to oranges comparison" relative to the 345kV line proposed by ITC Midwest LLC. 44

## Q: Please summarize your position.

A: The shorter Lakefield Junction – Rutland 345kV is not sufficient to address all of the constraints. In addition, the 161kV Rebuild would have insufficient capacity to support the potential development of wind energy facilities in the MISO Interconnection Queue in Minnesota and Northern lowa. These options would not meet the expressed needs. The 345kV line proposed by ITC (hereafter referred to as "Project") would be a better

conduit for moving electricity from Buffalo Ridge in Southwest Minnesota to points within Minnesota and to potential purchasers outside of Minnesota, than a 161kV Rebuild or the Lakefield Junction – Rutland 345kV alternative. Other points I will address in support of this position include how the Project would reduce current and future curtailments of wind energy facilities in the area, that it facilitates development of wind energy facilities:

- planned for Buffalo Ridge;
- in the Midcontinent ISO queue;
- that have generation interconnection agreements contingent on a 345 kV line being built by ITC; and
  - that rely on the line and have contracts with utilities for off-take of the electricity.

In addition, I will discuss, from a policy perspective, how changing the line from the Project that was approved by MISO impedes the public policy purpose of the line.

#### 2. REBUTTAL

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#### Q: What does witness Rakow say about the Project?

70 **A:** Witness Rakow makes a number of findings regarding the Project. The comments he makes that are relevant to my testimony are that the Project "has a greater impact on transfer capability than the 161kV Rebuild alternative in nearly every circumstance studied." Witness Rakow also states that the record is unclear as to why the Lakefield Junction to Rutland 345kV alternative, that was part of an old MISO transmission

expansion plan of 2009, cannot meet the expected demands that the Project would meet.<sup>2</sup> Finally, witness Rakow states that ITC fails to explain "why the Lakefield Junction – Rutland 345kV alternative cannot be expected to meet the claimed needs" and if ITC does not adequately resolve this issue he recommends that the Commission reject the petition and direct ITC to pursue the 161kV Rebuild alternative.<sup>3</sup>

#### Q: What is the '161 kV Rebuild alternative'?

Witness Rakow identifies it as a complete rebuild of 161kV line from Fox
Lake to Rutland to Winnebago junction that was included in the ITC
Midwest LLC Multi-Value Project #3 Planning Study, dated March 2013.<sup>4</sup>
I agree with that description.

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#### 88 Q: What is the 'Lakefield Junction to Rutland 345 kV alternative'?

The Lakefield Junction to Rutland alternative is described by witness
Rakow as "an option identified in Midwest ISO Transmission Expansion
Plan 2009 (MTEP 2009) that would mitigate issues related to the Fox
Lake – Rutland 161 kV flowgate." I agree with that description.

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# Q: Please explain why the 161kV rebuild does not meet the needs that would be addressed by the Project.

96 **A:** The Petition at page 7 lists three main needs met by the Project:

(1) increase generation outlet in southern Minnesota and northern Iowa to allow both existing and new generation to be exported from the Buffalo Ridge area;

<sup>&</sup>lt;sup>1</sup> Direct Testimony of Dr. Steve Rakow on behalf of the Minnesota Department of Commerce, Division of Energy Resources at 41:16-17 (March 26, 2014).

<sup>&</sup>lt;sup>2</sup> Id. at 18:5-8.

 $<sup>^{3}</sup>$   $\overline{\text{Id}}$ . at 45:3-6.

<sup>&</sup>lt;sup>4</sup> Id. at 10:9-13.

<sup>&</sup>lt;sup>5</sup> Id. at 12:7-18.

100		(2) eliminate the need for operating procedures known as special
101		protection schemes; and
102		(3) decrease the cost of energy in Minnesota.
103		The 161kV rebuild does not meet need (1). It may mitigate needs (2) and
104		(3), but the Proect would be superior.
105	Q:	What alternatives to the Project did MISO evaluate?
106	A:	MISO evaluated the following the following alternatives:
107		<ul> <li>2<sup>nd</sup> Fox Lake – Rutland – Winnebago 161kV line;</li> </ul>
108		<ul> <li>Lakefield Junction – Winnebago – Adams 345kV line;</li> </ul>
109		<ul> <li>Lakefield Junction – Winnebago – Webster – Blackhawk –</li> </ul>
110		Hazleton 345kV line
111		<ul> <li>Lakefield Junction – Mitchell County 345kV line<sup>6</sup></li> </ul>
112		The 2 <sup>nd</sup> Fox Lake – Rutland – Winnebago 161kV line does not meet need
113		(1). The remaining three alternatives shift system constraints to the
114		Adams-Hazelton 345kV line or do not increase generation outlet in
115		Northeastern Iowa, which is one of the needs identified for the Project.
116		The Lakefield-Rutland 345kV line or the 161kV Rebuild constitute only a
117		segment of the 2 <sup>nd</sup> Fox Lake – Rutland – Winnebago 161kV line route.
118		While these 2 suboptions address the immediate local need of the
119		mitigating the existing Fox Lake-Rutland overloaded line segment, they do
120		not meet need (1). In addition these suboptions do not meet needs (2) &
121		(3) as well as the Project would.
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123	Q:	Do you agree with witness Rakow that the Project has greater
124		transfer capability than the 161 kV Rebuild alternative?
125	A:	Yes, the project has a greater transfer capability.

<sup>&</sup>lt;sup>6</sup> Midwest ISO Tranmission Expansion Plan 2010 (MTEP10).

126	Q:	To what extent are wind energy facilities in southwest Minnesota
127		currently being curtailed?
128	A:	Exact quantification would require further technical study. However it is
129		known that elimination of the special protection scheme ("SPS") The
130		Lakefield – Lakefield Junction 345kV line would reduce curtailment. This
131		SPS has been necessary because of the severity of the constraints on
132		this line. These are the constraints that the Project is designed to mitigate.
133	Q:	How would the Project affect curtailment of existing wind energy
134		facilities in southwest Minnesota in comparison to what the 161 kV
135		Rebuild alternative would provide?
136	A:	ITC's analysis indicates that the Project would eliminate the need for the
137		SPS on the Lakefield – Lakefield Junction line. The retirement of that
138		SPS would reduce the curtailment of wind energy in Southwest
139		Minnesota. In comparison, the 161kV Rebuild would just "shift" the
140		constraint further east or south.
141	Q:	If the Commission were to adopt Dr. Rakow's contingent
142		recommendation that a 161kV Rebuild be pursued, how would that
143		impact regional deliverability?
144	A:	From a regional planning perspective, the Project is just one part of an
145		overall transmission plan for the entire upper Midwest. It is a link in the
146		chain of transmission projects needed to meet the renewable portfolio
147		standards in 2021 and 2026 for the states within the MISO footprint. In
148		2003, MISO started analyzing what new transmission would be needed to
149		meet the renewable portfolio standards of the states within its footprint.
150		That analysis started with the Regional Generation Outlet Study ("RGOS")
151		and culminated with the Multi Value Project ("MVP") portfolio of seventeen
152		transmission projects. The purpose of the RGOS study and the MVP
153		portfolio was to develop a portfolio of transmission projects that allow

154 states to meet the renewable portfolio standards using the lowest delivered dollar per megawatt-hour cost.<sup>7</sup> If an attempt was made to 155 substitute the or the 161kV Rebuild for the Project, this substitution would 156 impede MISO's RGOS work and the intended benefits of the MVP 157 portfolio. 158 MISO's planning activities currently assume that all of the MVP lines will 159 160 be built by their proposed in-service dates. If the 161kV Rebuild or the Lakefield Junction – Rutland 345kV option were pursued instead of the 161 162 Project, MISO's planning activities would be thrown into chaos. It would require MISO to perform restudies of the entire MISO queue for projects in 163 western Wisconsin, Minnesota, Iowa, North Dakota, South Dakota and 164 Montana. That would be a massive undertaking. Existing and pending 165 generation interconnection agreements ("GIAs") would have to be 166 renegotiated and amended. Some generation projects in the queue may 167 be forced to withdraw or be rendered uneconomic. 168 The 161kV Rebuild or the Lakefield Junction – Rutland 345kV would only 169 delay future upgrades that would be needed to accommodate the projects 170 171 in the gueue in southwest Minnesota that would be used to meet renewable portfolio standards of the states within the MISO footprint. 172 Q: Can you describe the potential for development of wind energy 173 facilities in southwest Minnesota? 174 175 A: Presently there are about 1,525 MW of wind generation installed and 176 operating on the Buffalo Ridge. Since the August 2012 Definitive Planning Phase ("DPP") study cycle 177 178 there are over 4,300 MW of GIAs contingent on the Project being built. In 179 addition, power supply contracts have been signed with Xcel Energy and

<sup>&</sup>lt;sup>7</sup> Midwest ISO Regional Generation Outlet Study (RGOS), at 1 (Nov. 19, 2010); MISO Multi Value Project Portfolio: Results and Analyses ("MVP Report"), at 3 (January 10, 2012).

180		other Minnesota utilities that are cost effective to Minnesota ratepayers
181		and that are dependent on the Project. If the Project is not built then the
182		wind generators either need to renegotiate their contracts or terminate
183		their projects. Termination of such wind generation projects would cause
184		a great loss to those developers, landowners, and local communities.
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186 187		Thus the line helps local utilities and prevents harm to projects whose ability to be built is contingent on the Project being built as designed.
188	Q:	How would the Project affect future development and curtailment of
189		projects in the MISO queue and that have interconnection
190		agreements in comparison to what the 161 kV Rebuild alternative
191		would provide?
192	A:	If the 161kV Rebuild or the Lakefield Junction – Rutland 345kV alternative
193		were substituted for the Project, the MISO interconnection queue for
194		western MISO would be thrown in disarray. When a generator applies to
195		MISO for approval to interconnect to the MISO transmission system,
196		MISO has to analyze how that generator would impact the system and
197		determine the network upgrades that are necessary for that project to
198		interconnect. All GIAs issued by MISO since the August 2012 DPP Study
199		Cycle have identified the Project as mitigation for the constraints identified
200		by MISO in its studies.
201	Q:	How would the 161 kV Rebuild alternative affect future wind energy
202		facilities proposed for Buffalo Ridge?
203	A:	A detailed study would be needed to confirm the exact extent to which the
204		161kV Rebuild or the Lakefield Junction – Rutland 345kV alternative
205		would affect future wind energy built in Buffalo Ridge, but a "freeze" of the
206		Minnesota Wind Industry at current levels would be likely.

207	Q:	How would the Project affect future development and curtailment in
208		Buffalo Ridge in comparison to what the 161 kV Rebuild alternative
209		would provide?
210	A:	The Project would eliminate the need for the Lakefield – Lakefield
211		Junction SPS, which would reduce curtailments and allow existing wind
212		generation to operate more hours in a year and would allow for more wind
213		energy generation to be built in Buffalo Ridge.
214	Q:	Does this conclude your testimony?
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215	A:	Yes