STATE OF NEW HAMPSHIRE BEFORE THE SITE EVALUATION COMMITTEE Docket No. 2015-06

APPLICATION OF NORTHERN PASS TRANSMISSION, LLC AND PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE D/B/A EVERSOURCE ENERGY FOR A CERTIFICATE OF SITE AND FACILITY TO CONSTRUCT A NEW HIGH VOLTAGE TRANSMISSION LINE AND RELATED FACILITIES IN NEW HAMPSHIRE

SUPPLEMENTAL PREFILED TESTIMONY OF ROBERT J. COTE AND BRUCE A. ADAMI DEERFIELD ABUTTERS

APRIL 17, 2017

Please state your name and address.

- 2 Robert J. Cote, and Bruce A. Adami, 32 Mountain Road, P.O. Box 507, Deerfield, New
- 3 Hampshire 03037.

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What is the purpose of this supplemental testimony?

- 6 We offer this testimony to provide information not previously known or available to us,
- 7 and refinements to our prior submittals, related to the application of Northern Pass
- 8 Transmission, LLC and Public Service Company of New Hampshire D/B/A Eversource
- 9 Energy for a certificate of site and facility to construct a new high voltage transmission
- 10 line and related facilities in New Hampshire before the Site Evaluation Committee.

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Do you have any corrections to your previously filed testimony?

- 13 Yes, a Draft Environmental Impact Statement (DEIS) photo was presented with our
- original testimony as depicting the proposed transmission line crossing our property.
- 15 That depiction was in fact not across our property, but at another very similar Deerfield
- location. Our location is pictured below and is very similar, but was not subject to a
- 17 visual impact analysis simulation with Northern Pass present.



This location is along a local walking route (and is not on Nottingham Road), and is therefore viewed only by local walkers seeking enjoyment of the significant conservation and open-to-the-public current use land in the area. Given that lattice structures are proposed for Northern Pass in this area, and the similarity of the landscape, the DEIS simulation previously identified, does in reality provide a reasonable representation of the view from this location with Northern Pass present.

What is your opinion of the loss in property value that you will incur if Northern Pass is constructed?

It is our opinion that the property valuation loss will be in the range of 10-20 percent of the total property value. Our highly customized home has an insurance replacement value greater than \$700,000. However, a realistic market value without Northern Pass is likely to be in the range of \$550,000 - \$650,000. The home is entirely off the grid, requiring a high degree of self-sufficiency. The long uphill driveway represents a high maintenance obligation. And according to a 1991 appraisal of the land (Attachment A), the "most likely user of this piece is the person who seeks privacy and protection from development." Accordingly, the market for this property will be a very narrow somewhat affluent segment of the population that can afford alternatives, and that is likely to be highly selective and influenced by an industrial scale transmission line a short distance from the home.

With these factors, our anticipated property value loss ranges from \$55,000 to \$130,000.





- 44 Do you have additional evidence that Northern Pass is not in the interests of the
- 45 public?
- 46 Yes, we do. This evidence of unreasonableness is based on the March 2017 election in
- 47 the Town of Deerfield. The week prior to the election, Eversource distributed the
- 48 following tax relief information to Deerfield residents.

Deerfield

Illustration of Northern Pass Transmission Local Property Tax Payments Over First 20 Years of Operation

The illustrative example below is based on the current cost estimate of NPT for your community, an annual depreciation rate of 2.5 percent, and a range for growth in the tax rate in the community. It is simulated over 20 years, and defines local tax payments to include municipal plus local education. County and utility education property taxes are estimated separately. The cost estimates do not include costs for land or rebuilding existing infrastructure. The first year estimated tax payment below is based on one simulation within a range of outcomes.

Actual local tax payments will depend upon the actual final cost of the project in each community and its fair market value, municipal and education spending, other sources of revenue, and the relevant total tax base for any given tax year and may differ from the scenario modeled here.

Year	Illustrative Value of NPT	Stustrative NPT Local Property Tax Payments Range
2019	\$122,955,076	\$1,968,861
2020	\$119,881,199	\$1,938,836 - \$1,958,032
2021	\$116,807,322	\$1,908,013 - \$1,945,983
2022	\$113,733,445	\$1,876,380 - \$1,932,668
2023	\$110,659,568	\$1,843,924 - \$1,918,043
2024	\$107,585,691	\$1,810,631 - \$1,902,059
2025	\$104,511,814	\$1,776,488 - \$1,884,669
2026	\$101,437,937	\$1,741,481 - \$1,865,822
2027	\$98,364,061	\$1,705,595 - \$1,845,468
2028	\$95,290,184	\$1,668,819 - \$1,623,553
2029	\$92,216,307	\$1,631,136 - \$1,830,023
2030	\$89,142,430	\$1,592,532 - \$1,774,823
2031	\$86,068,553	\$1,552,993 - \$1,747,894
2032	\$82,994,676	\$1,512,505 - \$1,719,179
2033	\$79,920,799	\$1,471,051 - \$1,688,616
2034	\$76,846,922	\$1,428,617 - \$1,656,142
2035	\$73,773,045	\$1,385,187 - \$1,621,695
2036	\$70,699,169	\$1,340,745 - \$1,585,206
2037	\$67,025,292	\$1,295,276 - \$1,546,010
2038	\$84,551,415	\$1,248,764 - \$1,505,638
Total		\$32,697,834 - \$35,691,180
Average		\$1,634,892 - \$1,784,559

For more information please refer to NH SEC Decket No. 2015-06, Joint Application for Certificate of Site and Facility. Appendix 44 for a detailed discussion and simulations of property tax payments by community using a range of assumptions about the cost of the project and local tax and spending conditions over time.

February 24, 2017

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51	Despite Eversource's financial enticement for property tax relief, the Townspeople on
52	March 14, 2017 voted on Warrant Article #24 asking, "Based on your current
53	understanding do you support Northern Pass coming to Deerfield?" The vote was 632
54	NO to 397 YES.
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56	How well do you think the project will comply with construction stormwater-related
57	Best Management Practices?
58	At this time there is concern on our part regarding the commitment of the Applicant to
59	comply with applicable environmental programs, as evidenced by Mr. Cote's familiarity
60	with one program in particular (stormwater permitting under the federal NPDES
61	program). During the peak of the NPT Technical Sessions in FEB-MAR 2017, a
62	relatively minor power line maintenance project (insulator replacement) included work
63	on our segment of the Right-of-Way (ROW). Due to a relatively warm winter, the upper
64	layer of soil was not frozen during the performance of this work, and significant rutting
65	occurred on a relatively steep slope leading to a major important wetland that is part of
66	the Lamprey River watershed (a designated National Wild and Scenic River). Photos A
67	and B that follow illustrate the terrain impacts.
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69	On the date these photos were taken, March 1, 2017, a significant rainfall event had been
70	predicted, but fortunately failed to materialize. If it had, runoff would have been
71	conveyed along the rutted vehicle tracks, which extended entirely down INTO the
72	unfrozen wetland, carrying silt and sediment along with any precipitation. In addition to
73	the potential wetland impact, this conveyance represents a "discharge point" under EPA's
74	stormwater Construction General Permit, a working definition that has previously not
75	been acknowledged by the Applicant's representatives and if completely implemented
76	along the 192-mile project would entail significant effort.
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78	Additionally, although timber matting was provided as a Best Management Practice
79	(BMP) on the uphill Berglund property, NO BMPs were evidently used during the
80	construction activity on the steeply sloping Cote-Adami property leading directly down
81	into the wetland.



Photo A (see Attachment B for Right-of-Way location) - March 1, 2017

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Photo B (see Attachment B for Right-of-Way location) - March 1, 2017

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It is worth noting, that the day after complaining and sending the above photographs to Eversouce representative Mr. George Samaras, that a relatively effective post-construction restoration was implemented, some of which is present in photographs that follow.

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On the western facing side of the hilltop Berglund hayfield, the ROW slopes steeply downhill toward Mountain Road. My previously submitted testimony discusses the need for the Applicant under the terms of the CGP to identify discharge points and to identify for each discharge point the BMPs that will be used in the areas of construction that drain to those discharge points.

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Photo C (see Attachment B for Right-of-Way location) – March 11, 2017

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This drainage point directly within a ROW construction zone discharges on the opposite side of Mountain Road and is an indisputable example of regulated storm water drainage. The ample BMPs in this area (straw mulch and straw roll barriers) were placed after construction work was complete.

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Photo D (see Attachment B for Right-of-Way location) – March 11, 2017

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This culvert under Mountain Road drains the ROW area on the opposite side of the road. The water flowing in the vegetated channel enters the Lamprey River about 50 feet downstream. Although the culvert creates an obvious discharge point, the presence of the channelized flow capturing runoff from an area of construction activity, whether natural or man-made, constitutes a discharge point.

116	Why are you providing a new version of the previously submitted Attachment C?
117	During the second round of technical sessions, it became evident that a 20-year time
118	frame was a protocol used by Eversource for financial planning purposes, including the
119	Transmission Service Agreement, so the time frame in my spreadsheet was reduced from
120	40 years to 20 years to increase its consistency with other analyses that may exist.
121	Additionally, the cost for undergrounding now includes an assumption of an eight percent
122	interest rate applied to a 20-year term one billion dollar loan, whereas no financing
123	expenses were originally considered.
124	Do you have new environmental concerns?
125	Yes, transformers and other electrical devices can contain 500 gallons or more of oil
126	subject to federal and state regulatory oil spill prevention programs.
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128	The Deerfield substation will also be subject to the NH Aboveground Storage Tank
129	(AST) regulations of Env-Or 300 if any device contains greater than 660 gallons of oil.
130	The Applicant was not aware if it would be subject to this program at the time of the
131	initial technical sessions.
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133	In response to a technical session data request, the Applicant identified (Attachment D)
134	that existing Deerfield substation devices contain 65,800 gallons of mineral oil-based
135	insulating fluid, while new SVC transformers will contain an additional estimated amount
136	of 27,000 gallons.
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138	This is a significant quantity of oil, and we are unable to evaluate the adequacy of the
139	Applicant's plans to address the potential for spills since the AST registration and
140	required oil Spill Prevention, Containment and Control Plan (SPCC Plan) are not
141142	currently available.
142	Do you have concerns regarding NHDES regulatory oversight with this project?
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144	Yes. A March 14, 2017 letter from Mr. Cote (Attachment E) to Mr. Rene Pelletier,
145	NHDES Assistant Director, Water Division, included several precise questions regarding
146 147	regulatory intent of NHDES' March 1, 2017 recommendation to conditionally approve the Northern Pass application. Mr. Pelletier provided an email response (Attachment F)
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140	on April 3, 2017 and none of the questions (repeated below) received a clear response.

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50	With outfall identification in consideration, several of my specific questions are as follows:
51 52 53 54	• Page 25 of 31, Item 12 of your letter requires turbidity sampling. With respect to this requirement, please clarify at what points along the path of the project do you intend this requirement to apply.
3 6 7 8 9	• Page 25 of 31, Item 13 requires pre- and post-construction water quality monitoring. I believe this is inconsistent with the CGP, in that the most significant requirement, monitoring DURING construction, is missing from this DES condition.
0 1 2 3 4 5	• Page 28 of 31 Item C requires Emergency Inspections During Storm Events. With respect to this requirement, please clarify at what points along the path of the project do you intend this requirement to apply. Please clarify how "inspections shall occurwhenever plumes are visible" can be determined unless inspections are required during all storm events.
) 7 3)	I formally request that a copy of the CGP Stormwater Pollution Prevention Plan, referenced on Page 25 of 31, Item 9 of your letter be required to be submitted to DES and specifically made available to the public no later than when the Applicant files its Notice of Intent for coverage under the CGP.
	I also request confirmation regarding the availability of DES personnel to adequately provide compliance monitoring for a project of this magnitude. Please provide any available information regarding the need for changes in DES staffing levels to oversee the permitting requirements described in your letter, and whether you believe authorization to fund these changes will be provided by the State.
6	CONCLUSION
77	CONCLUSION
8	This concludes our supplemental prefiled testimony. We continue to maintain our
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- position that Northern Pass will have unreasonable impacts on our community, us
- personally, as well as the environment and economy.