1	STATE OF NEW HAMPSHIRE
2	SITE EVALUATION COMMITTEE
3	April 19, 2017 - 2:20 p.m. DAY 5 49 Donovan Street AFTERNOON SESSION ONLY
4	Concord, New Hampshire
5	{Electronically filed with SEC 04-25-17}
6	IN RE: SEC DOCKET NO. 2015-06 NORTHERN PASS TRANSMISSION -
7	EVERSOURCE; Joint Application of Northern Pass Transmission LLC and
8	Public Service of New Hampshire d/b/a
9	Eversource Energy for a Certificate of Site and Facility
10	PRESENT FOR SUBCOMMITTEE/SITE EVALUATION COMMITTEE:
11	Chmn. Martin Honigberg Public Utilities Comm.
12	(Presiding Officer)
13	Cmsr. Kathryn M. Bailey Public Utilities Comm. Dir. Christoper Way, Des. Dept. of Resources & Economic Development
14	Craig Wright, Designee Dept. of Environmental Services
15	William Oldenburg, Des. Department of Transportation
16	Rachel Whitaker Alternate Public Member
17	1. do DD-d-11 DD - T11. d-d.
18	ALSO PRESENT FOR THE SEC:
19	Michael J. Iacopino, Esq. Counsel to the SEC Iryna Dore, Esq.
20	(Brennan, Caron, Lenehan & Iacopino)
21	Pamela G. Monroe, SEC Administrator
22	(Appearances not taken)
23	(- <u></u>
24	COURT REPORTER: Cynthia Foster, LCR No. 14
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1		PROCEEDINGS
2	WITN	IESS PANEL WILLIAM BAILEY GARY JOHNSON
3		DOUG BELL (Resumed)
4		PRESIDING OFFICER HONIGBERG: I believe,
5		Mr. Walker, you have the microphone.
6		MR. WALKER: Thank you, Mr. Chairman.
7		REDIRECT EXAMINATION
8	BY M	IR. WALKER:
9	Q	Mr. Bell, I'm going to start with you.
10		Yesterday Attorney Whitley was asking you some
11		questions with regard to the monitoring done
12		around the Deerfield substation. Do you recall
13		those questions?
14	А	(Bell) I do.
15	Q	And I want to refer you to the page 170. I'm
16		sorry. Figure 1 from Sound Report 3. And Dawn,
17		if you could put that up, please?
18		Do you have that figure in front of you,
19		Mr. Bell?
20	А	(Bell) I do see it, yes.
21	Q	What does that figure depict?
22	А	(Bell) Those are the measurement locations of
23		sound monitoring we conducted in the vicinity of
24		the Deerfield expansion project.

1 What were you trying to accomplish with Q 2 monitoring around the Deerfield project? 3 Α (Bell) The objective of the sound monitoring for 4 these points was to establish lowest background 5 noise levels that residences would be exposed 6 to, and those levels, once you've established them, become the basis of then establishing 7 design goals, acoustic design goals, for the 8 9 project such that the acoustic design goals are 10 set such as their additive effect would be, have 11 little or no impact on the acoustic environment. 12 I think Mr. Whitley or Attorney Whitley was Q asking you yesterday why didn't you choose to 13 14 monitor right at the property boundary of the substation. 15 16 (Bell) Well, although that sounds like it might Α 17 be intuitively the right thing to do, it's 18 exactly the opposite of what you're interested in achieving for this project. The goal here is 19 20 not to see and to establish sound levels that 21 are in proximity of the substation but actually 22 sound levels where receptors are. The farther 23 you get way from the substation, its sound 24 levels and sound impacts are lower. This then

- establishes lower acoustic design goals for the entire project.

 Thank you. And this morning, Ms. Bradbury was
 - Thank you. And this morning, Ms. Bradbury was asking you about sound mitigation measures for the Deerfield substation. In particular, she was asking you about the design plans, and you mentioned that the design plans have not been finalized; do you recall that?
 - A (Bell) I do.

- Q So although you do not know the final design details for the substation, can you still opine that the expansion will not present any concerns for human health and safety from a sound perspective?
- A (Bell) I can. And the reason for this is we set a very low acoustic design goal which will have to be achieved by the design of the facility as to how that and what process is used to design the facility to meet that goal. Doesn't necessarily matter to me in that respect as to the means that they get there. It's just that they achieve the goal such that and if they achieve the goal, I have no concerns with respect to public health and safety.

1 In other words, you don't need to 0 So. 2 understand all of the details as to what they're 3 going to do so look as they meet their goal that 4 you set. 5 (Bell) That's correct. Α 6 You were also asked a number of questions today 0 7 and yesterday about the construction noise and both the underground and the aboveground 8 9 sections of the project. In your opinion, do 10 the likely construction noises from this project present any concern for human health and safety? 11 12 Α (Bell) No. Next, Mr. Johnson. This morning you 13 0 Thank you. 14 were asked by Mr. Wright generally about the EMF 15 modeling that you performed for this project. 16 Do you recall those questions that came to you 17 this morning? 18 (Johnson) Yes, I do. Α 19 Have you used generally the same EMF modeling in Q 20 prior transmission line projects that you used 21 for this project? 22 Α (Johnson) Yes. As I indicated, I've used the 23 models used for this project in several other projects that I've been involved in. 24

1	Q	Have you had the opportunity to perform EMF
2		modeling for other transmission line projects
3		and then also compare that to measured results?
4	А	(Johnson) I've had the opportunity, yes, to do
5		calculations for particular line designs and
6		then also had the opportunity to make
7		measurements under those lines that I've modeled
8		and compare basically the measurements with the
9		modeling, and there's been very good agreement.
10	Q	So how often have you done that? How often have
11		you had the opportunity to do that?
12	A	(Johnson) Tens of projects. Well, actually tens
13		of projects and even numerous line designs
14		beyond just specific projects.
15	Q	Based on that experience, how confident are you
16		in the accuracy of your modeling for this
17		project?
18	А	(Johnson) Quite confident in the model that
19		given the information for the inputs and that's
20		what you're out there measuring and that's what
21		you're going to get.
22	Q	Okay. Thank you, Dr. Johnson.
23		Lastly, Dr. Bailey. Yesterday there was
24		considerable discussion by you and Dr. Johnson

1 about what you described as the reference levels 2 as well as the basic restrictions, and I think you were referring to the ICNIRP standards. 3 Do you recall those questions and answers? 4 5 (Bailey) I do. Α 6 And this is with regard to EMF fields, correct? 0 7 Α (Bailey) Yes. Could you just generally describe the difference 8 Q 9 between a reference level and a basic 10 restriction as set forth by ICNIRP and ICES? 11 Α (Bailey) Okay. Both of these organizations set 12 a standard for the upper limit to the electric 13 field that would be produced in tissues of the 14 body. And so the limits vary somewhat depending 15 upon whether it's the head or the limb, but the 16 lowest limits are in the head. On the brain. 17 And we, obviously, can't measure these electric 18 fields in tissues of the body, and so we have to 19 have a way to determine what levels of exposure 20 would lead or produce those electric fields 21 induced in tissues. And that is the whole goal of dosimetry modeling. 22 So when the standard was set, the limit in 23 the standard is this internal electric field 24

Α

value. And then having determined that value that should not be exceeded, then the organization set varying levels of exposure that would keep the induced electric field in tissues below that limit. So in the people that we're referring to, it had the calculated values of the electric field at the edge of the right-of-way on maximum on the right-of-way and in several cross-sections --

Q Let me interrupt you, Dr. Bailey, and let me just pull up that table.

Dawn, if you wouldn't mind pulling up Table 15 which I think you're referring to. And Dawn, if you could blow that up a bit so it's more legible.

so here we have at the top of the table under AC electric field, kV per meter, it has columns under ICNIRP and ICES, and the limit that is specified, for instance, for ICNIRP at 60 hertz is 4.2 kV per meter which is the reference value. That is a value that no matter what the circumstances are of the exposure conditions, a person going out and taking a measurement would be guaranteed under all circumstances to have an

exposure that would be compliant with the standard.

The standards also allow high exposures to higher levels than the reference levels if through computational modeling you can demonstrate that the underlying limit or basic restriction has not been exceeded.

So for reference, we included here beneath the 4.2 kV per meter the electric field exposure that is calculated to produce an internal electric field equal to the standard or the limit which is 36.4 kV per meter. So this means that unless the exposure on the transmission line right-of-way exceeded 36.4 kV per meter, that the ICNIRP limit, the biologically based limit, would not be exceeded.

Similarly, if you go to the ICES guideline, the reference value is 5 kV per meter, and that assures that under any exposure circumstances, you would always comply with the underlying biological limit, and here we have calculated what is the electric field exposure that would equal the ICES limit and that is 26.8 kV per meter. So it's slightly lower value than the

1 ICNIRP.

So this means that even though in the Section S1-12, it looks like, and 16, and 19, and 20, even though the calculated electric field on the right-of-way is just a hair above the ICES reference value of 5, or above the ICNIRP value of 4.2 as reference values, in those cases and none of the other cases do the calculated electric fields get anywhere close to the level of exposure that would equal the basic restriction or the limit.

So it's a long complicated way of saying that the values here that were calculated by Dr. Johnson are all compliant with the underlying limit that has been promulgated by ICES and ICNIRP.

Thank you. So in any of those segments on this table, do any of the values shown here either at the edge of the right-of-way or within the right-of-way, are they likely to cause any adverse effects to human health?

A (Bailey) No. And from the discussion this morning when I mentioned what the limits were from various states for the maximum allowable

1 levels of electric fields on the right-of-way, 2 those maximum allowable electric limits are all 3 greater than the highest values which are seen 4 here. 5 Jumping to another subject here, you had a lot 0 6 of excerpts read to you by both Attorney Roth as well as Ms. Quinn this morning with regard to 7 general information about EMF. Based on your 8 9 experience and knowledge, do any of the excerpts 10 that were read to you change your opinion in 11 this case that this project will not have any adverse effect on human health? 12 13 Α (Bailey) None of them did. 14 Thank you. Nothing further. Thank you. Q 15 PRESIDING OFFICER HONIGBERG: All right. 16 And if there's nothing else for this panel, they 17 can be excused. Thank you. 18 Mr. Needleman. MR. NEEDLEMAN: We'll ask Mr. Andrew to 19 20 finally come up here. 21 (Whereupon, Robert Andrew was duly sworn 22 by the Court Reporter.) 23 PRESIDING OFFICER HONIGBERG: MΥ. 24 Needleman, you may proceed.

1 MR. NEEDLEMAN: Thank you. 2 DIRECT EXAMINATION BY MR. NEEDLEMAN: 3 Could you please give us your name and your 4 0 5 business title? 6 Well, my name is Robert Andrew. Α Yes. I go by 7 Bob. I'm Director of System Solutions for 8 Eversource Energy. 9 And Mr. Andrew, just briefly, what's your role 0 10 in this case? Well, my role is to, I guess, adopt the 11 Α 12 submittal testimony by Mr. Brad Bentley and to 13 modify it for some of the things that have taken 14 place in relation to the work that has been done 15 with ISO New England to show that this project 16 has no adverse impact on the New England 17 transmission system. 18 So I've given you three exhibits. Applicant's Q 19 Exhibit 4 is the Prefiled Testimony of Brad 20 Bentley. Applicant's Exhibit 68 is an August 21 4th, 2016, letter from our law firm to Ms. 22 Monroe indicating that you would adopt that 23 testimony. And then Applicant's Exhibit 32 is 24 your Substitute Prefiled Direct Testimony and

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           Supplemental Testimony. Do you have those
 2
           exhibits up there?
 3
      Α
           Yes.
                 I do.
           So turning your attention to Exhibit 4 which is
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 5
           Brad Bentley's Prefiled Testimony which you're
 6
           adopting, do you have any corrections or changes
 7
           to that testimony?
          Well, there are some updates and changes to that
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      Α
 9
           that are given in Exhibit 32. Do you want me to
10
           explain those changes?
11
      Q
           I don't think we need to run through them as
12
           long as it's captured in 32 and there's nothing
13
           new.
                 That's fine.
14
           There's nothing beyond that.
      Α
15
      0
          And then also with respect to Exhibit 32 which
16
           is your Supplemental Testimony and Adopted
17
           Testimony, do you have any changes to that
18
           document?
19
           No, I do not.
      Α
20
          Right. So that being the case, do you adopt
      0
21
           both Exhibit 4 and Exhibit 32 as your testimony
22
           and swear to it?
23
      Α
          Yes.
                 I do.
24
               PRESIDING OFFICER HONIGBERG:
                                              MΥ.
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1 Needleman, I have a question. 2 MR. NEEDLEMAN: Sure. Is everything 3 PRESIDING OFFICER HONIGBERG: that's in 32 also in 4? 4 5 MR. NEEDLEMAN: Yes. So I should probably 6 let Mr. Andrew answer this, but what we did is 7 we, in Exhibit 32, we pulled forward everything that was in 4, made a couple of corrections to 8 9 what was in 4, and then added a couple of 10 things. 11 PRESIDING OFFICER HONIGBERG: Does 4 still 12 have an independent life? Is it still relevant 13 in any way? 14 MR. NEEDLEMAN: Probably not. But just to 15 be complete, we included it. 16 PRESIDING OFFICER HONIGBERG: I quess then 17 when we're done with all the proceedings and 18 we're deciding what's going to become full 19 exhibits and what's going to become part of that 20 official record, maybe some judgment call can be 21 made about whether 4 still has any vitality. 22 MR. NEEDLEMAN: Sure. I think if we get to 23 the end of this part of the process and there's nobody who thinks it does, we can set it aside. 24

1 PRESIDING OFFICER HONIGBERG: All right. I
2 apologize for interrupting. I think you were
3 about to say, I'm good. Everybody else can have
4 at it?
5 MR. NEEDLEMAN: Correct.
6 PRESIDING OFFICER HONIGBERG: All right.
7 Anybody here interested here for the Business

Anybody here interested here for the Business
Organizations, Attorney Beliveau? I don't think
so. Attorney Boldt.

MR. BOLDT: Thank you, Mr. Chairman.

CROSS-EXAMINATION

BY MR. BOLDT:

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Mr. Andrew, my name is Chris Boldt. We spoke briefly at your tech session back in September. I'm here representing the City of Berlin, and so my questions will focus primarily on the Coos Loop upgrades that are part of the Application, and, in particular, your interaction with ISO New England on those.

It is my understanding that you were involved or are involved with the ISO New England planning process associated with the Northern Pass lines, correct?

A That's correct.

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1
           And that would necessarily include the Coos Loop
      Q
 2
           upgrades, correct?
 3
      Α
           Yes.
           And there is something called an I.3.9?
 4
      0
 5
      Α
           Yes.
 6
           Can you explain to the Committee briefly what
      0
           that is?
 7
                  The I.3.9 is actually the chapter of the
 8
      Α
 9
           ISO New England Tariff that covers the process
10
           that needs to be followed for approval of
11
           projects to change the electric transmission
12
           system.
           And there is attached to your Exhibit 32, your
13
      0
14
           Supplemental Testimony, Attachment B is a July
           19th, 2016, ISO New England letter, and that is
15
16
           concerning Proposed Plan Applications and the
17
           designation of ES-16-T31 through T37. Correct?
18
           That's correct.
      Α
19
           And those are the Applications that would
      0
20
           necessarily include the Coos Loop improvements?
21
      Α
           No.
22
           Is there another Application?
      Q
23
      Α
           The existing I.3.9s that are approved cover
24
           changes to the Loop necessary to support the
```

construction of Northern Pass. 1 In our past 2 conversations, your concern has been about 3 opening the capacity of the Loop to export more The additional work that needs to be 4 5 done to do that is the reconductoring of two 6 more small sections of the transmission line, and then probably the addition of some sort of 7 voltage support device somewhere on the Loop. 8 9 And those scopes are not included in those I.3.9 10 approvals. 11 Q Have I.3.9 applications been prepared for those 12 improvements? 13 Α Not yet. No. 14 And when will those be prepared? 0 Well, I imagine with the commitments that 15 Α 16 Mr. Quinlan made earlier in these hearings, with 17 approval to start construction on the project, 18 we would then start the studies and the approval 19 process with the ISO to make those changes. 20 And how long does that approval process take 0 21 from the time you start the preparation of the 22 application to the time it's approved? 23 Α The reconductoring of the line segments I spoke 24 of earlier would be what's considered a Level 1

1 Application, and three months is a very 2 reasonable time to get through the preparation 3 and the formal approval from the ISO for that. 4 The study of the voltage support device, 5 let's say, and that approval would probably take 6 4 to 6 months. Okay. And the voltage support device has been 7 Q referenced earlier as a SVC static bar? 8 9 Α I think that's been an assumption that that 10 would be the optimum technology, but we would 11 look at devices called STATCOMs, SVC, 12 synchronous condenser, and even potential a lot 13 of people suggest that batteries can do that for 14 you, but we would look at the different 15 technologies and pick the one that's best to address the situation at hand. 16 17 But, again, that would all be part of the Q 18 process of approval, condition of the approval 19 here at the Committee and then going forward for 20 installation as part of the upgrades, correct? 21 That, I don't know the full details of what Α 22 would come out, but we would follow whatever 23 instructions and direction we were given. 24 Now, part of your job description I believe you Q

1		testified earlier was that you track retirements
2		of generating facilities; is that correct?
3	A	Well, we're aware of them. Generating
4		facilities that wish to retire do it through ISO
5		New England. They control the generation market
6		in its entirety. So we're aware when units
7		formally submit to retire. Yes.
8	Q	And are you aware of any planned retirements of
9		any of the generating facilities in Coos County?
10	А	I'm not aware of any, no.
11	Q	Are you aware of any implied concerns of
12		generators being forced to retire as a result of
13		Northern Pass coming on line?
14	A	Of Northern Pass coming on line? No. I'm not.
15	Q	Any other factors with your qualifier?
16	А	No. I mean, the biggest factor that I've heard
17		discussed in any other previous retirements is
18		always the ability to make a profit. I know the
19		Pilgrim Nuclear Power Plant is retiring shortly,
20		and that was one of their chief concerns was
21		that they could no longer do it in a manner to
22		make money and so they were leaving the
23		business.
24	Q	Let's turn to the level of maintenance required

1 by ISO New England or even FERC under the 2 National Electric Safety Code for these types of transmission lines. Am I correct to assume that 3 4 because they are the high voltage lines, they 5 truly have to be maintained at 100 percent of 6 their functional capacity, correct? I mean, I think part of it is we routinely 7 Α Yes. look at the structures that hold the lines up. 8 9 There's about an 8-year interval where we 10 physically will test wooden poles. We do visual 11 inspections for insulator integrity, static wire 12 integrity, the phase wires themselves, lightning can cause damage, things of this nature. 13 14 it's a continuing process where we're looking 15 for damage, and when we know it's there, we fix it. 16 17 And it's that continuing process that ISO and Q 18 FERC require you to do so that the asset is not 19 at 50 percent of its ability to carry power. 20 It's maintained as close to 100 percent as 21 reasonably prudent can be, correct? 22 Α If we have something wrong, damage to a Yes. 23 disconnect or something where we look at that 24 and derate the facility, then pretty much it's a

1 matter at that point that we're trying to get 2 the parts, the people, and maybe the outages. 3 Depending on other work that's in an area, that 4 may be a difficult outage to get. But yes, we 5 restore it to full capacity as soon as is 6 reasonably practical. Thank you. One final question. One of the 7 Q phrases used in the Application is this upgrade 8 9 to the Coos Loop is intended to unlock up to 100 10 megawatts of renewable energy, and I'm wanting 11 to ask you if you know what the floor beneath 12 the "up to" would be. Is it intended to do at 13 least X? 14 Well, I guess the best way to describe it is the Α 15 existing Loop has two sets of circumstances that 16 can limit the amount of power that can be 17 exported. One is what we'll call a thermal 18 limitation where if load is light, and 19 generation is heavy, and the wrong line trips, 20 the remaining line is overloaded and can 21 physically burn down. That thermal limitation 22 is what will be fixed by the reconductoring efforts. The combined efforts. 23

24

The other limitation that takes place is

1		that because it's a Loop, normally flows split
2		around the Loop back to Whitefield where the
3		Loop ties to the rest of the system. If you
4		lose one side, everything gets rerouted the
5		other way. The result can be under heavy power
6		flow situations a large voltage drop when that
7		happens. That voltage drop can be a shock to
8		generators that are on line at that point and
9		cause them to trip. So, roughly speaking,
10		that's one of the voltage kind of problem that
11		we would be fixing.
12	Q	In that latter situation, is that what the SVC
13		or some other device is intended to remedy?
14	A	Yes.
15	Q	Thank you very much.
16		MR. BOLDT: I pass the witness,
17		Mr. Chairman.
18		PRESIDING OFFICER HONIGBERG: Anyone from
19		Wagner Forest Management to ask questions? I
20		thought not. Mr. Pappas?
21		CROSS-EXAMINATION
22	BY I	MR. PAPPAS:
23	Q	Good afternoon, Mr. Andrew. We met before. I'm
24		Tom Pappas, and I represent Counsel for the

1 Public. 2 I just want to step back a little bit and ask you about your involvement in the Northern 3 4 Pass project. Okay? 5 So as I understand it, you had been 6 Director of System Solutions since January of this year, is that correct? 7 That's correct. 8 Α 9 And before that, you were Director of System 0 10 Planning from 2010 to December of last year? 11 Α Correct. 12 And if you look at your resume, both positions 0 13 have identical responsibilities? 14 Yes, but the second title sounds much nicer than Α the first one. 15 16 Absolutely. You're now solving things, not just Q 17 planning for them. 18 Right. Α 19 Got it. As I understand it, when you were 0 20 Director of Planning for NorthStar, Mr. Bentley 21 whose testimony you adopted was Director of 22 Planning for Northeast Utilities? 23 Α Yes. 24 And when Northeast Utilities and NorthStar 0

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1
           merged, you and Mr. Bentley split up,
 2
           essentially, territories?
 3
      Α
           Correct.
           And at that point, you became responsible for
 4
      0
 5
           New Hampshire and eastern Massachusetts?
 6
           Correct.
      Α
 7
           But at that time, Mr. Bentley had already been
      Q
           working on the Northern Pass project; is that
 8
 9
           right?
10
      Α
           That's correct.
11
      Q
           So he continued with the Northern Pass Project
12
           until he left the company?
13
      Α
           Yes.
14
           And as I understand it, he left in April of
      Q
15
           2016?
16
      Α
           Yes.
17
           So you became involved in the Northern Pass
      Q
18
           project beginning in April of 2016; is that
19
           right?
20
           Well, let's say, the way we do planning in New
      Α
21
           England, when any I.3.9 study is done it goes
22
           through two task forces at ISO New England, the
23
           transmission task force and the stability task
24
           force, and all the different transmission owners
```

1 in New England have technical representatives on 2 these task forces. So that the studies that 3 were done, while Mr. Bentley had the lead for 4 performing them and the day-to-day review, when 5 the studies are complete, they came through my 6 staff as part of that transmission task force 7 and stability task force reviews. But you personally weren't involved in reviewing 8 Q 9 them, were you? 10 Α That's correct. 11 Q And you mentioned a moment ago the ISO New 12 England I.3.9 Tariff. As I understand it, 13 specifically what that looks at is whether 14 Northern Pass will adversely impact the New 15 England grid stability or reliability. Is that 16 the focus of it? 17 The key term is "significant adverse Α 18 impact." Essentially, ISO New England wants to know that 19 Q 20 in laymen's terms if Northern Pass connects to 21 the grid, it's not going to upset the other 22 transmission systems in the grid. 23 Correct. Α 24 Now, as part of that process, I understand that 0

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1
           something called a Proposed Plan Application is
 2
           submitted to ISO New England, is that right?
 3
      Α
           That's correct.
           And not to be confused with another PPA, but
 4
      0
 5
           it's referred to as a PPA, correct?
 6
                 And it is a point of confusion a lot.
      Α
           I'm sure it is. And as I understand it, there
 7
      Q
           are certain data that's collected, there's some
 8
 9
           studies done, it's submitted to ISO New England,
10
           they do some additional studies, and then it
11
           goes in front of a committee to be voted upon
12
           essentially?
13
      Α
           Correct.
14
           So let me just review with you briefly what
      Q
15
           Northern Pass has done to get to the point we
16
           are today. Now, as I understand it, the first
17
           PPA that was submitted was in the fall of 2013.
18
           Is that right?
19
           That's correct.
      Α
           And what's on the screen now is Exhibit 65 which
20
      0
21
           is the 12/31/13 approval letter for that first
22
           PPA for Northern Pass, correct?
23
           Correct.
      Α
24
          And Attorney Boldt asked you about the -- if you
      0
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look at the "re" line, it has the NU13, T20 and
 1
 2
           so forth. Could you just explain to the
 3
           Committee what those represent?
 4
      Α
           Okav.
                That is ISO New England's numbering
 5
                    NU stands for Northeast Utilities, 13
           system.
 6
           is the calendar year in which the Applicant
           first went to the ISO, T stands for
 7
           transmission, and then the 20 odd numbers are
 8
 9
           just sequential numbers assigned to each
10
          project.
11
      Q
          Well, for instance, T20. Would that be a
12
           section of the Northern Pass project?
13
      Α
           Yes, in that we'd have to actually have that PPA
14
           in front, but it would describe the changes to
15
           the electric transmission system that are part
16
           of that scope of work.
17
           Okay. For instance, the changes to the
      Q
18
           Deerfield substation would probably be one of
19
           these, correct?
20
      Α
           Correct.
21
           And the Franklin converter station would be
      0
22
           another one?
23
      Α
          Correct.
           So if you look at this letter, ISO New England
24
      0
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1
           is approving the PPA subject to a number of
 2
           requirements for each of the various segments of
 3
           Northern Pass, and that's what that first part
 4
           is, correct?
 5
      Α
           Correct.
 6
           And then if you turn to page 3, they have an
      0
           projected inservice date for the project, you
 7
           see that? June 2017?
 8
 9
      Α
           Yes.
10
           And then they have some additional requirements
      0
11
           that are required in order to essentially put
12
           Northern Pass with a transmission line into the
13
           New England grid, correct?
14
      Α
           Correct.
15
      0
           And this is typical of approval letters.
16
           They'll have requirements that the ISO New
17
           England believes need to be done before a
18
           transmission line can be added to the grid?
19
                 Some have them and some don't. Yes.
      Α
           Yes.
20
           As I understand it, this was Mr. Bentley who
      0
21
           oversaw this, not you, correct?
22
      Α
           Correct.
23
           So what's on the screen now is Exhibit 123, and
      0
24
           that is a Revision to the PPA that we just saw.
```

```
1
           Do you see that in the subject line?
 2
      Α
           Yes.
           Okay. And I don't need to review this, but,
 3
      0
           again, this would have been ISO New England's
 4
 5
           review of the Revised PPA for the project at
 6
           that time, correct?
 7
      Α
           Correct.
           Now, at this time, the project was still a 1200
 8
      Q
 9
           megawatt project; is that right?
10
      Α
           Yes.
11
      Q
           And, again, this would have been overseen by
12
           Mr. Bentley. This isn't something you were
           involved in, correct?
13
14
           Correct.
      Α
15
      0
           So what's on the screen now is Exhibit 124, and
16
           if you look at the subject matter, this is
17
           specifically for Scobie Pond substation, do you
18
           see that?
19
      Α
           Yes.
20
           Would I be correct in this I.3.9 was for the
      0
21
           upgrades necessary after leaving Deerfield
22
           substation and heading towards Scobie Pond and
23
           because eventually that's where this
           transmission line will, for lack of a better
24
```

```
1
           term, plug into the grid, correct?
 2
           Well, I'd have to have the T24 REV-1 in front of
      Α
 3
           me to see what the scope was.
           But you can probably infer that that's what that
 4
      0
 5
           is?
 6
           That's probably a fair quess by the title.
      Α
           And, again, I understand you weren't involved in
 7
      Q
           this either, correct?
 8
 9
           Right.
      Α
10
           Now, up to this point, what we've been looking
      0
11
           at are I.3.9s for the 1200 megawatt project; is
12
           that right?
13
      Α
           Correct.
14
           So when the project shift to 1090 megawatts, a
      Q
15
           whole new I.3.9 process had to be initiated, is
16
           that right?
17
           That's right.
      Α
18
           And before we get there, what's on the screen is
      Q
19
           Exhibit 125 and that is withdrawing the request
20
           for the I.3.9 approval for the 1200 megawatt
21
           project. Because that's what you do is you
22
           withdraw the prior project and submit a new one,
23
           correct?
24
      Α
           Correct.
```

```
1
           So what I put on the screen now is Exhibit 128.
      0
 2
           This is a document entitled Interconnection
 3
           Request for Elective Transmission Upgrade.
                                                        Do
 4
           you see that?
 5
      Α
           Yes.
 6
           This is the form that's submitted to ISO New
      0
 7
           England to start the I.3.9 ISO tariff process?
 8
      Α
           Yes.
 9
           And this, if you look, and we don't need to read
      0
10
           the whole thing, the Committee can read it, but
11
           if you look at the first page at the bottom, the
12
           very last line it refers to this new project is
13
           designed to deliver 1090 megawatts of power at
14
           an operating voltage of 320 kV DC. Do you see
15
           that?
16
      Α
           Yes, I do.
17
           Then it goes on to describe the current project
      Q
18
           that's in front of this committee, correct?
19
           Correct.
      Α
20
           And if you turn the page on page 2, at the
      0
21
           bottom in the box it refers to the 1090
22
           megawatts delivered at Deerfield station.
                                                       The
23
           direction of flow is from Quebec to New England.
24
           Do you see that?
```

```
1
      Α
           Yes.
 2
           Now, I understand the line is designed so that
      Q
 3
           power can actually flow both ways; isn't that
 4
           correct?
 5
           A DC converter station can be made to operate in
      Α
 6
           either direction.
                              That's right.
 7
      Q
           So power can come down from Canada, but if
           requirements or the situation arises, power
 8
 9
           could go back up to Canada, correct?
10
           Well, the equipment is capable of doing it, but
      Α
           without the study, it's not allowed to.
11
12
           I understand. They have to get necessary
      Q
13
           approvals.
14
           Correct.
      Α
15
      0
           Yes.
                 Okay. Now, what's in front of you is the
16
           second to last page and if you see that was
17
           signed by Mr. Muntz on behalf of NPT?
18
      Α
           Yes.
19
           And the date is May 29, 2015; do you see that?
      0
20
      Α
           Yes.
21
           And as I understand it, at this point you were
      0
           still not directly involved in the project.
22
23
           This was still Mr. Bentley?
24
      Α
           Correct.
```

```
1
           What is in front of you on the screen is Exhibit
      Q
 2
           126 which is the July 19, 2016, letter from ISO
 3
           New England to Mr. Carberry. Do you see that?
 4
      Α
           Yes, I do.
 5
           And is this the letter approving the PPA that we
      0
 6
           saw in the last exhibit?
 7
           Yes. Well, the last exhibit wasn't a PPA.
      Α
 8
      Q
           Well --
 9
           It is the ISO's approval of the PPA T31 through
      Α
10
           T37 Applications.
11
      Q
           Okay.
12
      Α
           Those are CEII documents.
13
           Okay. And this is approval for the different
      0
14
           segments of the Northern Pass project, correct?
15
      Α
           Correct.
16
           But as you indicated to Attorney Boldt a moment
      Q
17
           ago, it does not include an I.3.9 for the Coos
18
           Loop, correct?
19
           That's correct.
      Α
20
           Now, if you look at this document, it has the
      0
21
           inservice date of the project is May 31, 2019.
22
           Do you see that?
23
      Α
           Yes.
24
           Now, if Northern Pass obtains all its necessary
      0
```

 $\{SEC\ 2015-06\}$ [AFTERNOON SESSION ONLY] $\{04-19-17\}$

```
1
           approvals, the project is unlikely to be put in
 2
           service by May 31, 2019; is that right?
 3
      Α
           I'm not the right person to -- I think the
 4
           construction panel might be the proper people.
 5
           You had the pleasure of sitting through the last
      0
 6
           several days, correct?
 7
      Α
           I'm not sure if pleasure is the right word but
 8
           yes.
           I think you probably heard the testimony that
 9
      0
10
           said that construction is going to be two to two
11
           and a half years?
12
           Yes.
      Α
13
           So fair guess to say that it's probably unlikely
      0
14
           to be put in service by May of 2019 given a two-
15
           to two-and-a-half-year construction period?
16
      Α
           Sure.
17
           Now, I understand that ISO New England can
      Q
18
           extend the inservice date for I.3.9 approval,
19
           correct?
20
      Α
           Yes.
21
           And ISO New England can also revoke this I.3.9
      0
22
           approval as well, correct?
23
           Yes, they can.
      Α
24
           And when ISO New England reviews a project such
      Q
```

1 as the Northern Pass and studies the PPA and the 2 other things that are submitted, it does so on the basis of the existing transmission 3 facilities within the New England grid at that 4 5 time, correct? 6 At the projected date of inservice. Α 7 Q So, for instance, two years from now if Northern Pass is not placed into service, ISO New England 8 9 could require Northern Pass or NPT to submit a 10 new I.3.9 or require a review of the existing 11 I.3.9, correct? 12 I think they can require that of anybody at any Α 13 time. 14 So, for instance, if circumstances change such Q as a different transmission line coming on line 15 16 that would change the existing transmission 17 facilities within the grid, ISO New England 18 could review NPT's request to see whether to 19 approve it or not or to require other 20 conditions? 21 Α Say any new proposed projects going 22 forward, once an I.3.9 is approved, then the ISO 23 maintains their future models with that in them. 24 So if somebody were to come in now and propose a

1		project that were to go in service in 2020 or
2		actually June 1st of 2019, Northern Pass would
3		have to be in their model as the studies were
4		done.
5	Q	But ISO New England could then before Northern
6		Pass went into service review it again to see
7		how it fits within the existing facilities,
8		correct? They always have that authority to do
9		that.
10	А	Well, they have the authority to, they have the
11		authority to run the electric system in New
12		England. So with that in mind, they can look at
13		anything they want to look at. They, to my
14		knowledge, have never revoked an I.3.9 approval
15		that's been there.
16	Q	And if the Northern Pass project were to change,
17		like we saw from 1200 megawatts to 1090
18		megawatts, a new I.3.9 would have to be
19		submitted, correct?
20	A	It depends on the change. The change that drove
21		Northern Pass was not so much the megawatt
22		value, it was the converter technology. It's
23		really more a matter of the driver of it. If
24		you downsize a project, thermally, you know

```
1
           you're covered. It's more in the voltage and
 2
           stability aspects.
 3
           So but if those aspects changed, it would
      Q
 4
           require a new I.3.9 process, correct?
 5
           They can. They don't always do that, but they
      Α
 6
           can.
           Now, when the July 2016 letter we saw a moment
 7
      Q
           ago was issued, were there any outstanding
 8
 9
           issues?
                    I believe there was an SSTI study still
10
          being worked on?
11
      Α
           Yes.
                 One of the remaining issues is, and I
12
           quess SSTI stands for subsynchronous torsional
13
           interaction.
14
           I was hoping you were going to pronounce that
      Q
15
           and not me.
16
                 What it is, it's a study where you look at
      Α
17
           the interplay during faults between generators
           and high speed control systems which a HVDC
18
19
           system is a high speed control system.
                                                    In the
20
           extreme case, it can result in damage to
21
           generator rotors, and so it's one of the things
           that's looked at to make sure it's acceptable.
22
23
          Has that study been done?
      0
24
      Α
           It has not been completed, no.
```

1 Okay. Are there any outstanding studies or Q 2 issues that need to be done besides that study? None that I'm aware of. 3 Α 4 0 Now, you mentioned a moment ago the 5 change in technology from the initial I.3.9 6 application to the current one. As I understand it, the original technology used traditional DC 7 8 or line-commuted converter technology; is that 9 right? 10 You've got that right. Glad you said it. Α 11 Q I can read it. As I understand it, the current 12 technology is based on something different 13 that's known at DC Light or a voltage source 14 commuted terminals? 15 Α Correct. 16 As I understand it, the original technology used Q 17 bipolar metallic return, meaning, for instance, 18 if there were a problem on the line, half the 19 line could run at a time. So, for instance, 20 originally it was 1200 megawatts, if part of the 21 line went down, the line could still run 600 22 megawatts, correct? 23 Correct. Α 24 But under the new technology which is known as 0

```
1
           the symmetrical monopole technology, there's no
 2
           return conductor, correct?
 3
      Α
           Correct.
           So as a result, if any portion of the
 4
      0
 5
           transmission line is damaged, anywhere along the
 6
           192 miles, the entire line shuts down, correct?
 7
      Α
           Correct.
           And the entire line would be shut down until
 8
      Q
           that problem is fixed, correct?
 9
10
      Α
           Correct.
11
      Q
           So, for instance, if there were a problem in the
12
           underground and it took 2 or 3 or 4 weeks, that
13
           the whole line would be down for that period
14
           until the problem is corrected.
15
      Α
           That's correct.
16
           Am I also correct that the new technology is
      Q
17
           actually less expensive to use than the original
18
           technology?
19
           Generally speaking, that's the perception that's
      Α
20
           out there. I don't have specifics, but that's a
21
           general industry perception. Yes.
22
      Q
           Now, am I also correct that NPT's I.3.9 Tariff
23
           approval is for the energy market; is that
24
           right?
```

```
1
      Α
           No.
 2
           Okay. Correct me.
      Q
 3
      Α
           The I.3.9 approval is a Reliability-based
           approval to show that the addition of the
 4
 5
           facilities does not create any adverse impact on
 6
           the operation of the system and with that comes
           testing of contingencies or faults to make sure
 7
           it doesn't create overloads or cascading
 8
 9
           problems or stability problems so that you get a
10
           wide range of blackout.
11
      Q
          Does NPT need a separate I.3.9 approval or study
12
           to qualify for the forward capacity market?
13
      Α
                 In the forward capacity market, it's not
14
           considered an I.3.9 application. You bid in the
15
           market to obtain a capacity supply obligation,
16
           and there are studies that go along with that
17
           also.
18
           Have these studies been done yet?
      Q
19
                They haven't.
      Α
           No.
20
           Can I assume those studies need to be completed
      0
21
           before Northern Pass could bid into the forward
          capacity market, correct?
22
23
                   Typically what would happen is any
      Α
           Right.
24
           entity, the ISO runs a yearly forward capacity
```

1		auction, and there are deadlines where any
2		entity can submit a show of interest, and then
3		after that show of interest is out there, the
4		studies are done, and then people can place bids
5		into the market when the auction actually takes
6		place.
7	Q	On page 4 of your Supplemental Testimony, you
8		testified that, quote, over the long-term, the
9		project will also help to meet future load
10		growth requirements.
11		Do you recall that part of your testimony?
12	А	Yes, I do.
13	Q	Now, as I understand it, the current load
14		forecasts are static, are they not?
15	А	In terms of load or energy or demand or energy?
16	Q	Demand. Future load growth. Hasn't that
17		essentially flatlined?
18	А	Yes. I think they are positive but at like .1
19		percent or .2 percent.
20	Q	And I think you described them in your technical
21		session as going sideways?
22	А	Yes.
23	Q	And they've essentially been flatlined or going
24		sideways for a while, have they not?

```
1
      Α
           Yes.
 2
           And they're expected to be flatlined or going
      Q
           sideways for a while into the future?
 3
 4
      Α
           Yes.
 5
           Let me for fear of treading on already tread
      0
 6
           ground, I just want to ask you a few followup
 7
           questions on the Coos Loop. You were here when
           Mr. Ouinlan testified that the Northern Pass
 8
 9
           project will include all necessary upgrades to
10
           eliminate the current constraints on the Loop,
11
           correct?
12
                I wasn't here when he said that.
                                                   I came in
      Α
13
           the next day. But I was told he said that.
14
           Now, if I look strictly at NPT's Application, it
      Q
           wouldn't indicate that, would it?
15
16
           I don't understand your question.
      Α
17
           If I looked at the Application filed with the
      Q
18
           Committee, it does not include all the necessary
19
           upgrades for the Coos Loop; is that right?
                                                        In
20
           order to relieve all the constraints on the
21
           Loop?
22
      Α
           I think that's correct.
23
           So I just want to confirm the commitment and
      0
24
           that's briefly review with you. Now, you've
```

```
1
           indicated that the Coos Loop is
 2
           export-constrained meaning the constraint is
 3
           sending power out of the Loop into the grid,
 4
           correct?
 5
      Α
           Correct.
 6
           So you indicated there are two pipes of upgrades
      0
 7
           needed.
                    Thermal issues and voltage issues,
 8
           correct?
 9
      Α
           Yes.
10
           And the thermal issues involve upgrades within
      0
11
           the Loop itself as well as some thermal upgrades
12
           that are outside the Loop, correct?
13
      Α
           Correct.
14
           And the voltage issues are within the Loop and
      Q
15
           you mentioned that a minute ago.
16
      Α
           Yes.
17
           In terms of the thermal issues within the Loop,
      Q
18
           that is upgrading a couple of the lines,
19
           essentially the conductor capacities within the
20
           Loop, correct?
21
           That's correct.
      Α
22
           Some of them have 336 or 447 capacity and they
      Q
23
           really need to get to what's known as 795, for
24
           shorthand, correct?
```

1	А	Yes.
2	Q	And if all within the Loop is upgraded to the
3		795 and then it will all be the same, and that
4		will solve the thermal capacity issue or the
5		thermal issue within the Loop itself, correct?
6	A	Well, I guess I want to make clear the upgrades
7		don't affect the Loop in its entirety. They
8		affect the limiting section of the Loop.
9	Q	Just so I don't overly test your memory which
10		seems very good, could we have
11	A	My wife wouldn't agree with that.
12	Q	Very good for certain things.
13		What you have in front you is Exhibit 45.
14		It's a second page of an exhibit, and it lists
15		the various segments of the Loop, and it has the
16		conductor rating so that you can have it in
17		front of you.
18	A	Yes.
19	Q	And so I understand not the entire Loop is going
20		to be upgraded, but what is going to be upgraded
21		thermally are those sections that have less
22		capacity and they're going to be upgraded so
23		that all of the lines within the Loop have
24		upgraded capacity, if you will, or to that 795?

1 Α Yes. 2 Now, I understand that what also needs to be Q 3 upgraded is what's known as the Q195 line from the Whitefield substation, correct? 4 5 Yes. A segment of that line. Α 6 And as I understand it, there are two segments 0 7 to that line. There's about 1.2 miles that goes from the Whitefield substation to the Monroe 8 9 substation, correct? 10 Correct. Well, it goes to Comerford. Α 11 Q Okay. And then there's a longer section, about 12 15 miles that goes to Littleton, correct? 13 a total of a little over 16 miles, but there are 14 two segments that make up that 16 miles. 15 Α Okay. You've lost me. 16 Okay. The line that exports outside of the Loop Q 17 that needs to be upgraded is known as the Q195 18 line, correct? 19 Α Correct. 20 And in order to increase the capacity to export 0 21 power from the Coos Loop, the Q195 line needs to 22 be upgraded, correct? 23 A portion of it does, correct. Α 24 But that needs to be done in order to, if you 0

```
will, free up capacity from the Coos Loop?
 1
 2
      Α
           Correct.
 3
           And then the voltage issues you mentioned a
      0
 4
           while ago and you mentioned needed separate ISO
 5
           study, that would be done at a later time,
 6
           presumably after construction starts? Or any
           time, but --
 7
 8
      Α
           Yes.
 9
           And as I understand it, there are some
      0
10
           generators on the Coos Loop that have good
           voltage regulators, sort of the newer
11
12
           generators?
13
      Α
           One or two of them have just recently been
14
           upgraded, yes.
15
      0
           But some of the older generators don't have as
16
           accurate voltage regulators, and, as a result,
17
           ISO New England needs to study the voltage
18
           issue, correct?
19
           That's correct.
      Α
20
           And essentially what ISO New England needs to do
      0
21
           is determine proper voltage regulation so if
22
           more capacity is being exported from the Coos
23
           Loop, it won't adversely affect the grid or the
24
           transmission system within the grid, correct?
```

1	А	Yes. Well, what it won't adversely effect is
2		the other generators within the Loop.
3	Q	Okay. As I understand it, if ISO New England
4		determines some sort of voltage regulation is
5		required, it's likely to be sited at one of the
6		substations within the Loop?
7	A	Then with the problem identified, then what we
8		do is test to find what the optimum location is.
9		The right technology, the right size, and the
10		best station to put it at to get the best
11		results. Yes.
12	Q	And that's sort of the last thing that needs to
13		be done in order to fulfill the commitment to
14		upgrade the Coos Loop to allow more capacity be
15		exported from the Loop, correct?
16	А	Yes. Well, then we've got to build it, too.
17	Q	That would help.
18	A	Yes.
19	Q	Now, if all that's done, do you know the amount
20		of capacity that the Coos Loop can then export
21		to the New England grid?
22	А	Under those circumstances, we should then be
23		again back to a thermal limit only in that Loop.
24		So it will depend on where the generation, you

1 know, is located kind of within the Loop in the 2 contingencies. So I'd have to take a look. Ι can't give you a direct number. 3 After those upgrades are made, will all of the 4 0 5 current generators on the Loop be able to, in 6 laymen's terms, generate at full capacity and 7 export to the grid what's not used within the consumers of the Loop? 8 9 Α I'll have to check that. 10 Okay. If those upgrades are made, and 0 11 additional capacity is added to the Loop, a new 12 generator, a new wind farm, would the Loop then 13 experience again some constraints because now 14 we've added generation? Yes, it would. You'd be back to --15 Α 16 Sort of back to where we are. Q 17 Α Yes. 18 Last area. Mr. Andrew, what I'm showing you is Q 19 Counsel for the Public Exhibit 127 which is a 20 letter from the Federal Energy Regulatory 21 Commission to Senator Shaheen, and it asks some 22 questions about the status of the TSA, and if 23 you look at the paragraph that begins Title 18, Section 35.15. Do you see that? 24

1	A	Yes.
2	Q	And that states that Title 18, Section 35.15 of
3		the code of federal regulations requires a party
4		to make a filing with the Commission to cancel
5		or terminate a Transmission Service Agreement at
6		like 60 days prior to the date of cancellation
7		or termination is proposed. Do you see that?
8	А	Yes.
9	Q	And it goes on to say the Commission has not
10		received or accepted any such final from either
11		party; do you see that?
12	А	Yes.
13	Q	Then if you look under number 2, the question is
14		asked, to date, has either party filed an
15		amendment to the TSA that has been accepted by
16		or is currently being considered by FERC that
17		would amend the NPT line approval date as
18		defined in the TSA beyond February 17, 2017. Do
19		you see that question?
20	А	Yes, I do.
21	Q	And at the top that question is answered, no,
22		the Commission has not received any filing from
23		either party to modify the approval deadline of
24		February 14, 2017. Do you see FERC's answer to

```
1
           that question?
 2
          Yes, I do.
      Α
 3
           So are you aware -- let me ask you the question.
      0
          Has NPT filed something with FERC to extend the
 4
 5
           approval date within the TSA?
 6
           I have no knowledge on the subject. I would say
      Α
 7
           Mr. Ausere would have been the right person to
           ask that of.
 8
          All right. So you don't know.
 9
      0
10
      Α
           It may or may not have been done. I have no
11
           idea.
12
           But as of April 14, 2017, FERC hadn't received
      0
           any. Is that what we saw in this letter?
13
14
           That's what the letter says. Yes.
      Α
15
      0
           Thank you, Mr. Andrew. I have no other
16
           questions.
17
               PRESIDING OFFICER HONIGBERG: All right.
18
           Next up we're to the Municipal Group.
19
           Mr. Whitley. Are you going to be doing it from
20
           there?
21
               MR. WHITLEY: Yes, Mr. Chair.
                                               No
22
           technology.
23
               PRESIDING OFFICER HONIGBERG: Off the
24
           record.
```

(Discussion off the record) 1 2 PRESIDING OFFICER HONIGBERG: Mr. Whitley, 3 you may proceed. Thank you, Mr. Chair. 4 MR. WHITLEY: 5 CROSS-EXAMINATION 6 BY MR. WHITLEY: 7 Q Afternoon, Mr. Andrew. How are you? Good. Yourself? 8 Α 9 Pretty good. My name is Steven Whitley. 0 10 attorney on behalf a number of municipalities along the line. New Hampton, Deerfield, 11 12 Pembroke, Littleton and the Ashland Water and 13 Sewer Department. Also a spokesperson on behalf 14 of two of the municipal intervenor groups. And 15 I have really just one little discrete area I want to ask you about, and it relates to your 16 17 testimony that you filed in this dated March 24, 18 2017, and I believe you have that in front of 19 you? 20 Α I do. 21 0 Okay. And we've pulled it up on the screen 22 here, and there's a selection of text there 23 that's highlighted, but before I ask you about 24 that, I actually want to make sure you see the

1 question that the highlighted text is responsive 2 to which I think is only fair which is on page 3 And you see there, you see the question? 4 Α Yes. 5 0 Okay. And then you can go to the next page, 6 Christine, and this is a portion of your 7 response there. Do you see that? 8 Α Yes. 9 So the response and just to state it out loud, 0 10 the question was will the project's AC 11 transmission system upgrades provide benefits to 12 the power system. And a portion of your response mentions the converter terminal in 13 14 Franklin and potential use and incorporation of the 345 AC facilities being converted into a 15 16 Reliability Project if ISO determines there's a 17 need for that. 18 Correct. Α 19 And my question is, my understanding from 0 20 Mr. Quinlan's testimony last week was that the 21 likelihood of that scenario happening was very, 22 very small, and, in fact, it was not the intent 23 of the Applicants for this to be considered a 24 Reliability Project. And by this, I mean the AC

1 portion of the line. 2 Α Yes. That's correct. That is your understanding of the intent of the 3 0 AC portion of the line as well? 4 5 Α Yes. 6 If, however, ISO determined in the future that 0 there was a Reliability need and that the AC 7 portion and the Franklin converter facilities 8 would address that, ISO could, of course, 9 10 determine that it is a Reliability Project at 11 that point. 12 Α I think the right way to look at this 13 would be if we had a Reliability problem, and 14 one way to solve it was to build another 345 15 line from Deerfield up towards Franklin, we 16 wouldn't build another one. We would use that 17 existing one and tie in with new facilities up 18 at Franklin. 19 I guess I'm, if that portion of the line, Q 20 if there really is no intent for that to be a 21 Reliability Project, and the likelihood of that 22 is very small, then I'm wondering why you listed 23 it as a potential benefit in response to this 24 question.

1	A	Okay. I think when some of this was originally
2		prepared we were looking at load forecasts that
3		were a lot higher, and we had one potential
4		project that we were looking at that would build
5		a 345 Loop from Deerfield up to Franklin and
6		over to Coolidge in Vermont. And so the basic
7		basis of this is if anything like that ever came
8		up in the future, we wouldn't have to build from
9		Deerfield north. We would take advantage of
10		what's already there and tie into it somehow.
11	Q	Okay. But your testimony is dated fairly
12		recently. March 24th, 2017.
13	A	Yes.
14	Q	At that time, was that still the thinking?
15	A	No. I mean, right now in terms of, I think as
16		Mr. Pappas and I discussed earlier, our load
17		forecasts in New England are pretty much going
18		sideways. They're not growing, you know, at
19		all. So there's no real vision that this could
20		happen in ten years or beyond. It would take,
21		well, I guess it would be a good circumstance
22		where we had booming economic development in the
23		state, but it would take tremendous amounts of
24		load growth over and above what's currently

1		expected to actually drive this.
2	Q	Okay. In light of that then, is it still your
3		opinion that that is one of the potential system
4		upgrade benefits to the power system?
5	A	Yes. I mean, it could be used in the future if
6		there's a need for it, but, so it's a potential.
7		It's not on the horizon as we currently see
8		things.
9	Q	Okay. But it's enough of a potential that you
10		still feel comfortable including it as one of
11		the benefits?
12	А	Yes. I mean, we would look at this, and if we
13		could take advantage of an existing facility
14		rather than build and construct another new one
15		somewhere else, and it made logic and economic
16		sense to use it, we would propose to do that.
17	Q	Okay. Thank you.
18		PRESIDING OFFICER HONIGBERG: Ms. Pacik?
19		CROSS-EXAMINATION
20	BY M	IS. PACIK:
21	Q	Good afternoon, Mr. Andrew. My name is Danielle
22		Pacik. I represent the City of Concord, and I'm
23		also the spokesperson for Municipal Group 3
24		South. I also just wanted to ask you a question

1 about your Prefiled Testimony, and I'm looking 2 at your Supplemental Prefiled Testimony dated March 24th. 3 4 Chris, could you turn to page 4, the top 5 The question there that you were asked line 1? 6 was will the project address power system 7 concerns raised in ISO New England. And in response, you talk about the fact that as 8 9 described in the Prefiled Testimony of Julia 10 Frayer, the project will help to respond to nearly 8300 megawatts of coal and oil-fired 11 12 generation that ISO New England has identified 13 as being at risk of retirement between now and 14 2020, correct? 15 Α Correct. 16 And in that, you cite Footnote 3 and that is a Q 17 roundtable discussion from June 14th, 2013, 18 right? 19 Correct. Α 20 And that was almost four years ago. 0 21 Α Correct. 22 Could you turn to Joint Muni 88, Chris? Q I'm 23 just -- could you go to the first page? Okay. 24 So this is the roundtable discussion that

```
1
           you're referencing, that document?
 2
           Okay. Yes.
      Α
 3
           And at the top I've highlighted it's the June
      0
           14th, 2013?
 4
 5
           Correct.
      Α
 6
           Could you turn to page 4 now?
      0
 7
                Okay.
                       And so the 8300 megawatts that you
           talk about in your Prefiled Testimony, that's
 8
 9
           based on a 2010 economic study by ISO New
10
           England?
11
      Α
           Yes.
12
           So that was six years ago?
      0
13
      Α
           Um-hum.
14
           And you would agree that the energy market has
      Q
15
           changed in the last six years?
16
           Sure.
      Α
17
           And the forward capacity rules have changed?
      Q
18
           Yes.
                 They have.
      Α
19
           Okay. Could you turn to page 7?
      Q
20
                So those generation, the 8300 megawatts of
21
           anticipated generation, that was for the
22
           capacity market in 2020, right?
23
      Α
           Correct.
24
           And we actually just had the forward capacity
      Q
```

1 market auction, it was FCA 11, and that was for 2 the capacity requirements in 2020? 3 Α Yes. So to the extent that this report is predicting 4 0 5 a shortfall, that actually didn't occur, did it? 6 Well, all that retirement? The 8300 megawatts Α of retirement did not occur. That's correct. 7 And --8 Q 9 Α Parts of it did. 10 And the roundtable discussion with the concern 0 11 about a shortfall, that also didn't occur for 12 the 2020 forward capacity market? 13 Α Correct. 14 Could you turn to Joint Muni Exhibit 12? Q 15 And this I'm just going to show you. This 16 is marked as Joint Muni Exhibit 12, and this is 17 the press release from the recent capacity 18 auction, and that states that the annual 19 capacity auction concluded with sufficient 20 resources to meet demand in 2012 to 2021, and 21 preliminary results indicate the clearing price 22 was the lowest since 2013. Right? 23 That's what it says. That's the line that's Α 24 highlighted, correct.

```
1
           And just to be clear, you provided the
      0
 2
           Supplemental Testimony with that reference to
           the Roundtable discussion on March 24, 2017?
 3
 4
      Α
           Yes.
 5
           And you didn't provide any updated information
      0
 6
           about retirements in it?
 7
      Α
          No.
          Okay. That's all I have.
 8
      Q
               PRESIDING OFFICER HONIGBERG: Ms. Fillmore,
 9
10
           do you have anything separate from what's
11
           already been done?
12
               MS. FILLMORE: No, Mr. Chairman.
13
               PRESIDING OFFICER HONIGBERG:
                                              Is Attorney
14
           Saffo still here? Do you have any questions?
15
          Attorney Boepple?
16
               MS. BOEPPLE: Thank you, Chair.
17
                        CROSS-EXAMINATION
18
      BY MS. BOEPPLE:
19
           Good afternoon.
      0
20
          Good afternoon.
      Α
21
          Mr. Andrew, I'm Beth Boepple. I'm representing
      0
           the Forest Society. I have just a few
22
23
           questions, and I want to start with how long
24
           you've been employed by Eversource. I know it's
```

1 in your resume, but I'm not going to try to do 2 math here this afternoon. 3 Α Well, I guess I've been employed by Eversource as long as Eversource has existed. 4 I started in 5 1979 out of Northeastern as a Distribution 6 Engineer for Public Service of New Hampshire for two years. I left there, went to work for Stone 7 & Webster Engineering in Boston for 8 9 approximately two years. Then ten plus, 10 actually more like 15 years for Boston Edison. 11 Boston Edison merged with ComElectric, became 12 NSTAR, NSTAR merged with Northeast Utilities and 13 became Eversource so of 35-plus years of 14 professional work experience, almost 33 of them 15 have been with Eversource or one of the 16 precursor companies. 17 Okay. Congratulations. Q 18 I'm a dinosaur. Yeah. Α 19 During that time, what period of that time have 0 20 you spent analyzing proposed projects for their 21 impact on New England's system stability or 22 Reliability? 23 Well, let's see. I spent ten years of that time Α 24 in transmission system operations, five years as

1 an operator and five years as a manager of 2 operations. I was responsible for setting up the Eastern Mass. Local Control Center facility 3 for what was then NSTAR. Shortly after that, I 4 5 moved, in 2010, I moved into the Director of 6 System Planning position. So from 2010 to date. Previous to that, from 2000 to 2004, I was the 7 Senior Planning Engineer, I believe. 8 9 And as the Senior Planning Engineer, you've had 0 10 to analyze projects that your employer has 11 wanted to bring into the New England power 12 system; is that a fair assessment? 13 Α I think it's more a matter in that time 14 frame of you were given a problem and your task 15 was to develop solutions and then justify which 16 one is the optimum solution for 17 constructability, cost, and system performance. So in your experience doing that, have you ever 18 Q 19 had a project where you have determined that there would be a negative impact on New 20 21 England's power system? 22 Α Well, if you have that, you put that aside and 23 move on to another choice that has a positive 24 impact. Or realistically what you do is you

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

Q

Α

solve the problems as they're presented. If you have a need to inject power into a particular bus or a particular substation, and a line shows an overload, then you look for ways to solve that overload. Can you reconductor, can you do things.

So in a lot of ways it's like peeling an You solve one problem, right? Then you look at another set of circumstances and you have a voltage problem, and you find the solution to that can be a capacitor bank. So that goes into the scope of your job. that's what you end up doing until you basically have a solution that has no problems anymore. So would it be fair to say that by the time you get to a proceeding before the SEC, for example, you've never had a project where you would have suggested that there would be a negative impact? Right. Well, that's the I.3.9 process that ISO New England. Until you have an approved I.3.9 that details the scope of work for what's going on, everything is conjecture. You're hoping. Once you've got the approved I.3.9, you know exactly what your scope of work is to

1 interconnect with no adverse impact.

Q

So you really wouldn't see, well, previous to the competitive marketplace, any transmission owner would not have brought forth a project unless they were confident that it solved all the problems. There were no negative impacts. Today what we tend to see is people propose projects. Elective transmission upgrades. I'm going to bring so many megawatts from here to here. And yet they still don't know what they actually have to do to the existing electric system to do it with no adverse impact.

So until there's an approved I.3.9, you wouldn't bring a scope before a body like the Site Evaluation Committee because you don't know what you've got to build yet.

Right. I was trying to focus specifically on your statement in your Prefiled Testimony that the Northern Pass project will not adversely impact system stability or reliability. It's very unlikely you would make a statement other than that given the work that you do for Eversource and given the process you use to get to a SEC hearing, for example.

1	A	Well, really to make that statement with any
2		confidence and any information behind you, you
3		have to have gone through the ISO New England
4		I.3.9 process and obtained their approval also.
5	Q	Okay. So let's talk a little bit about that.
6		So your Prefiled Testimony on page 4 states with
7		respect to the DC line that the project may be
8		able to limit the effects of cascading blackout
9		and that the DC power link has the capability of
10		helping New England meet its reserve
11		requirements.
12		Now, I understand these statements are made
13		in the context of trying to provide indicia of a
14		benefit to the New England power grid. Is that
15		a correct characterization of those statements?
16	A	Yes. Well, I think the characterization is the
17		technology has the capability.
18	Q	But those are not guarantees that those will be
19		benefits provided if this line gets built; is
20		that correct?
21	A	Well, what happens in New England
22	Q	No, no, no. If you could just answer my
23		question. That's not a guarantee. Correct?
24		PRESIDING OFFICER HONIGBERG: He's trying

1 to answer your question. I think you should let 2 him give the answer he wants to give. 3 think that that doesn't respond, then we'll talk. 4 5 In terms of how the line runs to, say, provide Α 6 support in the regulation market, it would have to be decided to bid into that market, and then 7 you would have to win the bid to provide that 8 9 capability. The line is certainly capable of 10 doing that. The technology has the ability. As 11 most generators on the system have the ability, 12 it's a business decision and a bid process for the ones that actually do it. So could the line 13 14 Will it do it? I don't know that. do it? Yes. 15 It's a market decision, it's a bidding decision, things of that nature, but it's capable of it. 16 17 My question was, those are potentials for what Q 18 could come, based on other factors, but it is 19 not a guarantee that that will be a result. 20 Α That's correct. 21 Thank you. Your statements in your Prefiled 0 22 Testimony about the upgrades to the AC line all 23 are couched in terms of those are requirements 24 of ISO New England. Is it fair to say that the

```
1
           upgrades on the AC line are being done because
 2
           they're required by ISO New England in order for
 3
           the line not to have a negative impact on the
 4
           system?
 5
           Okay. So you're referring to the upgrades on
      Α
 6
           other existing network lines, not the new line
 7
           that's being constructed?
           I'm referring specifically to your testimony.
 8
      Q
 9
      Α
           Okay.
10
           On page 4.
      0
11
      Α
           Um-hum.
12
           Beginning with line 20 where you talk about the
      0
13
           AC system upgrades.
14
      Α
           Yes.
15
      0
           Okay?
16
      Α
           Okay.
17
           And throughout that paragraph you make reference
      Q
18
           to requirements by ISO New England.
19
           example, if it helps, line 25, the regional
20
           network upgrades required by ISO New England
21
           will allow the system operators to be more
22
           responsive and flexible in responding to power
23
           system needs.
24
                           Hate to do this. Can we go back
      Α
           Um-hum. Okay.
```

```
1
           to the question now? I'm just proving the
 2
           memory issue.
 3
           So my question is, the proposed, the upgrades
      Q
 4
           that you talk about as a benefit?
 5
      Α
           Yes.
 6
           These are upgrades to the AC line, correct?
      0
 7
      Α
           Yes, they are. And some other reactive devices,
 8
           yes.
 9
           But those are all actually being required by ISO
      0
10
          New England?
11
      Α
                 They're a requirement of the I.3.9 study.
12
           They were changes to the network to address
13
           problems so that the problems didn't exist
14
           anymore.
15
      Q
           Okay. And so, therefore, is it logical that
16
           without those upgrades there would be problems?
17
                I guess. There are more tools in the
      Α
18
           toolbox for operators to use under different
19
           circumstances. They give them more choices,
20
           more variety, more options, but they can be used
21
           to address voltage problems that would exist if
22
           the project were not built, yes, I guess if it
23
           didn't exist, yes.
24
           But in order for the project to be built, you've
      Q
```

```
1
           listed those upgrades as benefits.
 2
      Α
           Yes.
 3
           That will occur as a result of the project being
      0
           built.
 4
 5
      Α
           Yes.
 6
           Okay. And so what I was getting as is if
      0
 7
           they're not, if the project is built, but those
           upgrades are not made, will there be problems?
 8
 9
      Α
           Yes.
10
           Okay.
      0
11
      Α
           The project cannot be built without these
12
           upgrades being included in the scope of work.
13
      Q
           Okay.
14
           That's what the ISO I.3.9 approval dictates.
      Α
15
      Q
           Understood. And just one sort of big broad
16
           question. A couple people have touched on this
17
           already, but I just want to be very clear.
18
           is not proposed, this as in the Northern Pass
19
           project, is not proposed as a system Reliability
20
           Project, correct?
21
           That's correct.
      Α
22
           It is strictly a for-profit project?
      Q
23
           Well, I think the form that Mr. Pappas had up,
      Α
24
           the elective transmission upgrade, is its
```

```
1
          category within ISO New England which is a
 2
          separate category from Reliability Projects.
 3
          Okay.
                  Thank you.
      Q
 4
               PRESIDING OFFICER HONIGBERG: Next up, I
 5
          think is CLF and the others. Attorney Birchard,
 6
          do you have questions?
               MS. BIRCHARD: No, we do not.
 7
 8
               PRESIDING OFFICER HONIGBERG: Anyone here
 9
          from NEPGA?
                       No. Mr. Thompson. Do you have
10
          questions? Is Mr. Thompson here? Okay.
11
          Mr. Baker, do you have any questions?
12
               MR. BAKER:
                            I do. Thank you, Mr. Chairman.
13
                        CROSS-EXAMINATION
14
      BY MR. BAKER:
15
      0
          Good afternoon, Mr. Andrew.
16
          Good afternoon.
      Α
17
          On a lighter note, I want to assure you that
      Q
18
          your wife and my wife have at least one thing in
19
          common.
20
          I understand.
      Α
21
          I'll call your attention to your Supplemental
      0
          Affidavit, Exhibit 32, page 3. I think it's
22
23
          lines 5 and 6. Where you talk about an
24
          inservice date for the project of May 31, 2019,
```

```
1
           and this is by way of followup of Counsel for
 2
           the Public's questions. In order for that
 3
           inservice date to be achieved, do you know when
           construction of the project would have to start?
 4
 5
           Roughly?
 6
           I don't know specifics of the timeline.
      Α
 7
      Q
           Okay. You are aware that prior company
           testimony has indicated that there is an
 8
           expectation that FERC will need to be reengaged
 9
10
           with a subsequent order?
11
      Α
           I heard some discussion and questions with Mr.
12
           Ausere about a potential revision, I think, of
           the Transmission Services Agreement.
13
14
           Okay.
                  Would construction start before such an
      Q
15
           order is obtained, from your knowledge base?
           I don't know.
16
      Α
17
           Okay. Fair enough.
      Q
18
               At the bottom of page 3, same page, you
           reference a FERC order in the footnotes. Do you
19
20
           see that?
21
      Α
           Yes.
22
           Which order is that?
      Q
23
           I think per the paragraph up above, it was the
      Α
24
           FERC order that accepted the Transmission
```

```
1
           Service Agreement.
 2
           And that would have been dated in 2011?
      0
 3
      Α
           2011. Yes.
 4
           So that is six years ago?
      0
 5
      Α
           Yes.
 6
          And that Application was for a different
      0
 7
           project, wasn't it? It was for a larger project
           with a fundamentally different structure where
 8
 9
           Hydro-Quebec was going to pay for everything?
10
      Α
           Well, I think the paragraph itself goes on to
11
           describe that it was in relation to the request,
12
           the original request to build the 1200 megawatt
13
          project.
14
           So whatever FERC's conclusions were in that
      Q
15
           order, they related to facts on the ground six
16
           years ago?
17
           Well, yes. I think if you continue to read on,
      Α
18
           you know, it talks about that it diversifies New
           England's power mix. And the diversity of the
19
20
           power mix is, you know, 1090 versus 1200
21
          megawatts isn't changed all that much.
22
      Q
          Right. But in your affidavit, your supplemental
23
           affidavit, you saw fit to reference conclusions
24
           reached by the FERC six years ago as pertaining
```

```
1
           to your testimony today.
 2
           Correct.
      Α
                     And therefore, the circumstances that
 3
      0
           Correct?
           were operative at the time of that order would
 4
 5
           have to be taken into consideration by anyone
 6
           evaluating your conclusions with respect to that
 7
           FERC order.
 8
      Α
           Sure.
           Could you turn to page 4, lines 2 through 4?
 9
      0
10
           You make reference and I think you were asked a
11
           bit about this before, to 8300 megawatts of
12
           retiring generation between now and 2020.
13
      Α
           Yes.
14
           How many megawatts of proposed new generation
      Q
15
           are in the ISO New England queue between now and
16
           2020?
17
           I have no idea. I will grant you it is a large
      Α
18
           number.
19
           You are on Planning Committee for ISO, aren't
      Q
20
           you?
21
      Α
           Correct.
22
           Wouldn't that be something important for you to
      Q
23
           know to come before this SEC and state that this
24
           8300 megawatts of retiring power is going to be
```

1 a problem?

24

Α

2 Well, I think the first thing I want to note is Α 3 8300 megawatts that could retire, and you know the ISO in many of their annual publications 4 5 points that out. These are the older generation 6 of power plants, coal-fired ones such as the 7 Salem Harbor plants that are gone, the Brayton Point plants that are half gone. The other half 8 9 goes shortly. You know, there's a litany of 10 As far as the queue is concerned, what 11 happens with the queue is people have an idea 12 for a project, and if you look at the queue, you'll find hundreds if not thousands of 13 14 megawatts of wind proposed in northern Maine. Now, the challenge there is there are no 15 16 transmission facilities to bring that output to 17 the load in central and southern New England. 18 So simply adding up the number that's in the 19 queue isn't really going to get you to something 20 that's going to help understand the mix. You're 21 back and forth. 22 Q Some of those projects, in fact, many of them 23 will be connected, won't they?

Certainly some will. You know, one of the

1 problems, the ISO has proposed to do what 2 they're calling a cluster study for Maine 3 because the problem is in order to bring any additional power down from Maine we need to 4 5 invest \$2 billion in transmission. If I ao to 6 the first project and say will you spend 2 billion, the answer is obviously no. And then I 7 go to the second project and ask the same 8 question, and I get a series of nos. 9 If I have 10 ten people and say can you collectively do this, 11 it may actually happen. 12 But it's important to know that there are Q projects waiting in the wings to be connected, 13 14 correct? 15 Α There are people who would like to build 16 projects, and they have put in Applications and 17 they spend 50,000 plus dollars just to put in an 18 Application. 19 And you're not aware of the numbers that ISO is Q 20 publishing with respect to the projects that are 21 in the queue between now and 2020? Is that 22 correct? 23 I have seen that in passing at different points Α 24 in time, but I don't note it.

1	Q	Let me see if this refreshes your recollection.
2		I'm going to put on the screen a little passage
3		from the New Hampshire Electricity Future done
4		by the University of New Hampshire Carsey
5		Perspectives. The authors are Cameron Mack,
6		Matt Magnusson, Cristina Foreman and Fiona
7		Wilson. And for reference, this has been marked
8		as NGO 14, and I don't know if they're here. I
9		apologize for stepping on their toes, but
10		PRESIDING OFFICER HONIGBERG: They don't
11		care.
12	Q	I'm going to just put this up on the ELMO
13		because there's only a couple of passages here
14		that I need you to look at. Perhaps it will
15		refresh your recollection.
16		That's the first page of the report, and I
17		guess the first appropriate question is have you
18		seen it before?
19	A	No. I have not.
20		PRESIDING OFFICER HONIGBERG: Let's go off
21		the record.
22		(Discussion off the record)
23	Q	In my shaking hands, I've underlined the passage
24		or passages that I'd like you to look at. It

1 says, if I can read it from here, approximately 2 11,000 or more megawatts in the queue between Is that correct? 3 now and 2020. 4 Α That's what it says, correct. 5 Do you have any reason to doubt that? 0 6 No, I don't. Α I should have left it up there. It doesn't 7 Q include any of the hydropower transmission 8 9 projects from Canada. That's what it said 10 anyway. 11 Α I saw that note also. 12 I've just got two final issues I'd like to cover 0 13 with you. Do you know what ISO says about the 14 trend for electricity consumption in New England over the next decade? 15 16 The trend, I guess my infamous term is it's Α 17 going sideways. You know, whereas traditionally 18 we have had large amounts of load growth, what's 19 happening lately is principally due to 20 state-funded initiatives in energy efficiency 21 and/or subsidiaries for Distributed Generation, 22 principally solar, that peak demands as we 23 measure them are not really rising. They're 24 going sideways.

1	Q	Okay.
2	A	And that's true is that the time of day peak is
3		shifting to later in the day than it was
4		traditionally 10 or 20 years ago.
5	Q	I have no quarrel with your answer. I think
6		you've been fair. In fact, I think the latest I
7		saw from ISO New England was a trend line, a
8		declining just by a very small fraction point, 2
9		percent or something like that.
10	А	Right. And that represents the increase, the
11		projected increases in these programs going
12		forward.
13	Q	Last question. Wholesale prices in New England?
14		Would you agree that they are at a 13-year low,
15		the wholesale price for electricity?
16	A	I have seen a press release basically by the ISO
17		talking about last year, and they typically do
18		that on a year-to-year basis, and I think that
19		is what they did say. I will caution that's
20		very weather dependent because if you go back to
21		2013, you'll see a very different scenario.
22	Q	I don't have a quarrel with what you've just
23		said, and I thank you very much. I have no
24		further questions.

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1
               PRESIDING OFFICER HONIGBERG: All right.
 2
          I'll call others, but I think a lot of them have
 3
          left. Anybody from Mr. Palmer's group here?
               MS. SCHIBANOFF: Mr. Palmer has gone home
 4
 5
          to farm his farm and left me in charge of the
 6
          shop. Our question have been asked both by
          Attorneys Pacik and Baker. We have no further
 7
 8
          questions. Thank you.
               PRESIDING OFFICER HONIGBERG: And Ms. Lee
 9
10
          hasn't returned, correct? Anybody from
11
          Deerfield? Anybody from the Historical and
12
          Preservation Groups? How about the Pemi River
          Group? All right. Let's go off the record for
13
14
          just a sec.
                   (Discussion off the record)
15
16
               PRESIDING OFFICER HONIGBERG: Members of
17
          the Committee, who has questions? We'll start
18
          down to my right. Ms. Whitaker, any questions?
19
               MS. WHITAKER:
                              I do not.
               PRESIDING OFFICER HONIGBERG: Mr. Way?
20
21
               MR. WAY: No.
22
               PRESIDING OFFICER HONIGBERG:
                                             Mr.
23
          Oldenburg?
      BY MR. OLDENBURG:
24
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I'm not even sure you can answer this question, but I think Attorneys Pacik and Baker sort of opened the door so I'm going to run in, and it's about the 8300 megawatts of coal and oil-fired generation that's potentially going off line.

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One of the things that Mr. Quinlan had testified to as part of the Forward NH Plan is that Northern Pass will reduce CO2 emissions, and the way that's being done is to push fossil fuel plants off line. So it seems like one of the goals is to make sure that some of those plans retire to meet that goal. And then further down in your testimony it says the project will also help to meet future of load growth requirements, and it may avoid or defer the need to construct new fossil fuel plants. So it seems like if one of the goals is to force fossil fuel plants off line to get the CO2 emission credit, if you will, one of the down side of that is to fill that void is to create more fossil fuel plants. Is that sort of talking out of both sides of the story here? Yes, I guess the important thing to understand is in the 8300 megawatts that are, quote, kind

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of at risk for retiring and some of those units have, what you have is older units that were built in the '70s and/or coal, oil, predominantly oil-fired units that have higher emissions and what's called higher heat rates. They're very inefficient. Everything in New England that's being built today new that's fossil fueled is a combustion turbine. view is you want to be in the peaking market, it's what's called a simple cycle or it's a combined cycle, similar to the Granite Ridge facility is a combined cycle plant. And so our problem there is the dependency on a single fuel source. But to build anything new to meet emissions efficiency and be cost competitive, you'll be natural gas fired and a combustion turbine base. Those are the highly efficient, highly effective technologies.

So what's happening is as the older plants run less, the owners at some point in time have to make a decision of when do I kind of quite literally pull the plug. The owners of the Brayton Point plants in Somerset, Massachusetts, made that decision a couple of years ago. That

Α

Q

took 2000 megawatts out of the SEMA area and caused pricing in the SEMA area to rise. So that what happened in the previous years' forward capacity market, generation in SEMA was paid a premium and there are two new facilities that are going to come on in that area. So it's going back and forth. If we can bring in hydro capacity, then we don't necessarily need to build the next combustion turbine.

PRESIDING OFFICER HONIGBERG: Before you

continue, what is the SEMA area?

Southeastern Massachusetts. I'm sorry. It's everything south of, say, the Quincy/Weymouth area and over into Rhode Island. I'm sorry.

That's a jargon that we use in Planning.

PRESIDING OFFICER HONIGBERG: Off the record.

(Discussion off the record)

So the previous exhibit that I think Attorney
Baker put up, the next line after what was
underlined was 60 percent of that power is
anticipated to be either natural gas or
oil-fired. So we shouldn't read into that
that's going to cause CO2 emissions to replace

1 the plants that are off-line. Because of the 2 efficiency, the technology that we have now 3 today, the CO2 emissions aren't going to --Well, certainly, I think if you compare combined 4 Α 5 cycle plan to a coal-fired plant you would see 6 an emissions drop for the amount of power that 7 you would get out of there. So it depends on the vintage of the plants. But the ones that 8 are in that at-risk list are the ones that are 9 10 just a little bit younger than me, you know, 11 that are in the '70s time frame when they were 12 built. A lot of them were originally built with 13 the idea that they were baseload facilities. 14 they weren't intended to move up and down and be 15 used in a different way. So when you use them 16 that way they become even less efficient. 17 frankly, there are quite a few plants that every 18 forward capacity market as it comes up, there's 19 a point in time where the existing generators 20 put in their kind of retirement, show of 21 interest in retiring, and the planners all sit 22 around and say what did you hear. You know. 23 Who's going to go next. And when Brayton Point made that decision, that had a major cost impact 24

1 on the forward capacity market, but with that 2 cost impact did come forward the Canal 3 3 Generating Facility and Burrillville Energy Center to replace portions of that capacity that 4 5 are retiring, but it's a very expensive price. 6 And I think what Mr. Quinlan has testified to is 0 7 that there weren't specific plants targeted, if you will, to be retired, but I have to believe 8 9 that there's an anticipation to get to the 3.3 10 million tons of CO2 emissions being reduced 11 there had to be some assumptions being made 12 so --13 Α Well, I do know every year ISO New England does 14 an emissions report, you know, that talks about 15 CO2, NOx, the different bad chemicals, and they 16 may have referenced, they may have referenced 17 that with the idea that we're taking off the 18 I don't know the exact method, but they 19 calculate it. 20 That's all I have. 0 21 PRESIDING OFFICER HONIGBERG: Mr. Wright? 22 BY DIRECTOR WRIGHT: 23 I think I just have one what I think is an easy 0 24 question.

You brought up the power generation sources 1 2 of combined cycle natural gas plants. through what I do for a living that those plants 3 4 have different power generating capacities 5 depending on atmospheric conditions. 6 other words, different times of the year and 7 depending on the air temperature, there's difference, so there's seasonal differences in 8 9 how much power combined cycle natural gas plant 10 can produce, is that correct? 11 Α Correct. 12 And then also in your Prefiled Testimony you 0 13 brought up that New England is heavily dependent 14 on natural gas during the winter. 15 Α And summer. 16 And I think you mentioned there's a possibility Q 17 of natural gas plants being curtailed in this 18 wintertime or during the summertime based on the 19 fuel supply. So there are seasonal limitations 20 to some type of generation. 21 Α Yes. 22 Is there anything inherent in the Northern Pass Q 23 line or Hydro-Quebec power, is there any 24 seasonality limitations to the availability of

that power to be generated and delivered to the

New England grid?

Not to the line itself.

O Okay.

A Its ratings are, well, its ratings probably actually increase a little bit in the winter just because ambient temperatures are cooler.

Most electrical equipment, the limiting parameter determines its rating is heat, its ability to dissipate the heat that's generated in it. We electrical engineers are always held back by mechanical engineers.

But that's simply a true statement. So most electrical equipment in the winter, because ambients are cooler, you can get a little more out of them. But in term of the DC line itself, there's nothing that limits that. And then beyond that in the Hydro-Quebec system, I'm really not familiar with the system. But the line and the AC interconnection portions, you know, the ratings, it will always be capable of that other than maybe some short-term problems where we have to fix something.

Q Okay. Thank you.

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                PRESIDING OFFICER HONIGBERG: Commissioner
 2
           Bailey?
 3
                COMMISSIONER BAILEY: Thank you,
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           Mr. Chairman.
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      BY COMMISSIONER BAILEY:
 6
           Good afternoon.
      0
 7
           Good afternoon.
      Α
           Is SEMA a capacity zone identified in the
 8
      Q
 9
           forward capacity market?
10
      Α
           Yes, it is. It may be SEMA/RI, SEMA/Rhode
11
           Island in there.
12
           Or maybe Southeastern New England now?
      0
13
           For the new combined zones. Correct.
      Α
14
           That's what I'd like to talk about. The new
      Q
           combined zones.
15
16
      Α
           Okay.
17
           So the zone that New Hampshire is in is the
      Q
18
           Northern New England zone?
19
           Correct.
      Α
20
           And that includes Maine, Vermont, and New
      0
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           Hampshire, right?
22
      Α
           Yes.
23
           And is the NNE zone considered export
      0
24
           constrained?
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1 I don't really know. Because I haven't worked Α 2 on the new zones yet. 3 0 Okay. Probably. And I mean that's not a definitive 4 Α 5 answer, but --6 Okay. Assuming for this question that it is 0 7 export constrained, could the AC line be used to relieve that constraint and, therefore, be a 8 9 Reliability Project? 10 Α Because the power injection would actually be into Deerfield which would be in the northern 11 12 So that would be something that would 13 come out of the capacity market evaluations in 14 terms of should Northern Pass look to get a 15 commitment in the forward capacity market and a 16 capacity supply obligation, as part of that, 17 those studies would determine that. 18 And those studies haven't been done yet? Q 19 They haven't been done yet. Α 20 Okay. 0 21 They wouldn't be done until, or they would be Α 22 done as part or a precursor to the forward 23 capacity auction that the request was being 24 placed in.

1	Q	Okay. I think I heard you say a minute ago that
2		to build anything new to be competitive you have
3		to be a combined cycle plant or a combustion
4		turbine.
5	A	For new fossil fuel-fired generation, yes.
6	Q	Oh, just new fossil fuel.
7	А	Yes. Well, the most cost competitive form of
8		generation, if you have the fuel available
9		today, is a natural gas-fired combined cycle
10		plant assuming you're not competing against any
11		subsidized, you know, source otherwise.
12	Q	So do you think that the energy that
13		Hydro-Quebec wants to sell and transmit on
14		Northern Pass is going to be competitive in the
15		forward capacity market?
16	А	Well, I guess I should restate that a little
17		bit, mainly because I don't think we've built
18		any new hydro in New England at least in my
19		memory, you know, but the beauty of a hydro
20		facility, and it was one of the beauties of a
21		nuclear facility was you had a large capital
22		cost up front but your operating expenses are
23		very, very small. So probably the most cost
24		competitive one, I guess, would be a hydro

plant, you know, once you've got it built 1 2 because your fuel costs you nothing. I understand that. 3 0 Whereas with a natural gas-fired facility, your 4 Α 5 fuel costs are variable unless you can enter 6 into long-term commitments back and forth. 7 guess that's the best answer I can give you. 8 So I quess it would depend on the fixed costs. Q 9 Α Yes. 10 Okay. Thank you. 0 11 BY CHAIRMAN HONIGBERG: 12 Mr. Andrew, you had conversations with Attorney 0 13 Whitley and Attorney Boepple about the question 14 and answer that start the bottom of page 4 of 15 your testimony and roll over to page 5. Can you 16 take a minute and read that question and answer, 17 please? Just to yourself. 18 Α Okay. 19 The combination of the two exchanges you had 0 20 have left me confused. The question you were 21 answering was will the project AC transmission 22 system upgrades provide benefits to the power

system, and that's on lines 18 and 19. You see

23

24

that, right?

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      Α
           Yes.
 2
           Then the next three lines essentially said yes.
      Q
 3
           Correct?
 4
      Α
           Correct.
 5
           You then break the answer into three parts.
      0
 6
           There's a first that starts on line 22, a second
 7
           that starts on line 29 and a third that starts
           on the next page on line 6. Correct?
 8
 9
      Α
           Correct.
10
           Now, with respect to your exchange with Attorney
      0
11
           Boepple, she was asking you about a phrase
12
           that's in there on line 25 about the regional
13
           network upgrades required by ISO New England.
14
      Α
           Yes.
15
      0
           Do all three categories of upgrades fall within
16
           those that are required by ISO New England?
17
           Well, let's see. All of the upgrades that are
      Α
18
           listed in all of the I.3.9s have to be done.
19
           I'm just trying to fix on the way you answered
      Q
20
           the question that was asked in the testimony.
21
      Α
           Okay.
22
           You've got a first, a second and a third.
      Q
23
      Α
           Right.
24
           The first refers to a bunch of very specific
      0
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1 upgrades, and I think that's what you're talking 2 about with the I.3.9s, is that correct? 3 Α Yes. When you look at the second set of benefits that 4 0 5 starts on line 29, that's as articulated anyway, 6 it says in addition, and it talks about some 7 other things. Are those things that are going to be required by the ISO process? 8 No. Well, they're benefits that these upgrades 9 Α 10 provide even if Northern Pass is off line. 11 Let's put it that way. In the, say, week each 12 year or something where Northern Pass may be off line for maintenance activities, these other 13 14 upgrades to the system are still there and are a 15 benefit and a tool for system operators to use. 16 Right. And then the third category, the one Q 17 that starts on page 5, line 6 that you talked 18 about with Mr. Whitley, that's an, I'm not sure 19 what word to use, but I think at this point it's hypothetical from your perspective. 20 21 Potential future possible use. Α 22 But, again, not anything that's part of the ISO Q 23 consideration of this line, right? 24 Α Correct.

1	Q	All right.
2	A	That's more a statement that planners as we look
3		ahead at changes of the system would look at
4		that and say rather than build a new ten-mile
5		line over here, if I can grab that and only
6		build a five-mile line, I would do that. It's
7		an option.
8	Q	Right. I'm just trying to clear up the
9		confusion, and it may just be me, that I was
10		left with after you were done speaking with
11		Attorney Boepple and Attorney Whitley about what
12		was part of the ISO requirements and what were
13		other benefits.
14	A	Correct.
15	Q	Okay. That's all I had. Attorney Iacopino, do
16		you have any questions?
17		MR. IACOPINO: No questions.
18		PRESIDING OFFICER HONIGBERG: Anyone else
19		need to follow up on anything up here? Mr.
20		Needleman, do you have any redirect for the
21		witness?
22		MR. NEEDLEMAN: No. Thank you.
23		PRESIDING OFFICER HONIGBERG: Thank you
24		very much, Mr. Andrew. You can either stay

there or return to your seat. Let's go off the record for a second. (Discussion off the record) PRESIDING OFFICER HONIGBERG: So we're going to adjourn for the day. The next time the group will be getting together will be for a Prehearing Conference that will be the parties and a presiding officer on April 28th, and that's at 9 o'clock. The next hearing day is May 1st. That will also be at 9 o'clock and we will see you all then. Thank you. (Whereupon Day 5 Afternoon Session adjourned at 4:21 p.m.)

CERTIFICATE

I, Cynthia Foster, Registered Professional
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Dated at West Lebanon, New Hampshire, this 24th day of April, 2017.

Cynthia Foster, LCR

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