1		BEFORE THE ARIZONA POWER PLANT LS-281			
2		AND TRANSMISSION LINE SITING COMMITTEE			
3		E MATTER OF THE APPLICATION) DOCKET NO. IZONA PUBLIC SERVICE) L-00000D-23-0011-			
4	COMPAN	Y, IN CONFORMANCE WITH THE) 00214 REMENTS OF ARIZONA REVISED)			
5	STATU	TES 40-360, ET SEQ., FOR A) LS CASE NO. 214 FICATE OF ENVIRONMENTAL)			
6	COMPAT	TIBILITY AUTHORIZING) RUCTION OF AN APPROXIMATELY)			
7		LE 500 KILOVOLT (KV)) CONNECTION TRANSMISSION)			
8	LINE A	AND AMENDING CEC 135 TO) RIZE USE OF A NEW)			
9		MISSION STRUCTURE TYPE THAT) CONNECT THE PROVING GROUND)			
10		STORAGE PROJECT TO THE) WASH SWITCHYARD LOCATED)			
11		DATELAND, ARIZONA WITHIN) DRPORATED YUMA COUNTY,)			
12	ARIZON	JA.) EVIDENTIARY) HEARING			
13					
14					
15	At:	Yuma, Arizona			
16	Date:	February 13, 2023			
17	Filed:	February 17, 2023			
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1	BE IT REMEMBERED that the above-entitled and
2	numbered matter came on regularly to be heard before the
3	Arizona Power Plant and Transmission Line Siting
4	Committee at the Four Points by Sheraton Hotel,
5	2030 South Avenue 3E, Yuma, Arizona, commencing at
6	1:04 p.m. on the 13th day of February, 2023.
7	
8	BEFORE: PAUL A. KATZ, Chairman
9	GABBY SAUCEDO MERCER, Arizona Corporation Commission LEONARD DRAGO, Department of Environmental Quality
10	DAVID FRENCH, Arizona Department of Water Resources (via videoconference)
11	JIM PALMER, Agriculture Interests MARY HAMWAY, Incorporated Cities and Towns
12	RICK GRINNELL, Counties (via videoconference)
13 14	MARGARET "TOBY" LITTLE, PE, General Public (via videoconference)
15	
16	APPEARANCES:
17	For the Applicant:
18	SNELL & WILMER By: Matt Derstine One East Washington Street #2700
19	Phoenix, Arizona 84004
20	- and _
21	PINNACLE WEST CAPITAL CORPORATION
22	By: Linda J. Benally, Senior Attorney 400 North 5th Street, MS 8695
23	Phoenix, Arizona 85004 (via videoconference)
24	
25	

1	APPEARANCES: (Cont'd)							
2	For	Agua	Caliente	Solar,	LLC:	(Limited	appearance)	
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4				th Centi	ral Ave	enue, Suit	ce 2000	
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- 1 CHAIRMAN KATZ: Good afternoon, everyone.
- 2 We're getting started a couple minutes late. We're
- 3 about five minutes late. There's some preliminary
- 4 matters that we need to take care of. Just give me a
- 5 minute or so to make sure that...
- 6 My understanding is, is that we're going to run
- 7 today until about between 4:00 and 5:00 p.m. and our
- 8 public comment session is at 5:30. I'm not expecting,
- 9 from everything I have seen thus far, that we're going
- 10 to get very many people appearing at the public meeting
- 11 at 5:30, but we'll cross that bridge when we come to it.
- 12 Also, I do know that the Applicant, APS -- and
- 13 just for the record, and I don't know if I said I was
- 14 going on or not, but this is the hearing for CEC 214,
- 15 the APS or Arizona Public Service/Strata Proving Ground
- 16 project. And we're here in Yuma, Arizona.
- 17 And before we go any further, I would ask the
- 18 participants, starting with my far left, who are here in
- 19 person to identify themselves.
- 20 MEMBER PALMER: Yes. Jim Palmer representing
- 21 Agriculture.
- 22 MEMBER HAMWAY: Mary Hamway, Cities and Towns.
- 23 CHAIRMAN KATZ: Do we need a pause? We're
- 24 getting feedback.
- Okay. Go ahead.

- 1 MEMBER DRAGO: Hi. Len Drago. I'm the
- 2 Director's designee for the Arizona Department of
- 3 Environmental Quality.
- 4 CHAIRMAN KATZ: And I am Paul Katz, Chairman of
- 5 the committee.
- 6 And to my right?
- 7 MEMBER MERCER: Gabby Saucedo Mercer. I'm the
- 8 Designee for the Chairman of the Arizona Corporation
- 9 Commission.
- 10 CHAIRMAN KATZ: And I believe that we have Toby
- 11 Little and David French appearing virtually, but I'll
- 12 have Toby first and then David confirm that they are
- 13 present and able to hear us.
- 14 MEMBER LITTLE: Toby Little representing the
- 15 Public.
- 16 CHAIRMAN KATZ: Thank you and welcome.
- 17 MEMBER FRENCH: David French, Arizona
- 18 Department of Water Resources designee.
- 19 CHAIRMAN KATZ: And do we have anybody else
- 20 that's appearing virtually?
- 21 (No response.)
- 22 CHAIRMAN KATZ: And just so members of the
- 23 committee know, Adam Stafford is going to be the new
- 24 Chairman of the line siting committee. He begins his
- 25 work in the Attorney General's Office on the 21st, and

- 1 he'll be handling the hearing in Cochise County on the
- 2 27th. Most of you have met Adam previously. He was
- 3 working for Western Resources Advocates.
- 4 And I also noted that just joining us is Rick
- 5 Grinnell. Is that correct, Mr. Grinnell?
- 6 MEMBER GRINNELL: Yes, sir. Rick Grinnell
- 7 representing the Counties.
- 8 CHAIRMAN KATZ: Thank you.
- 9 But anyway, as I was indicating, Adam Stafford
- 10 intervened on behalf of Western Resources in opposition
- 11 to the Randolph project, but more recently he supported
- 12 the solar project that I think it was the somewhat
- 13 controversial one in the mountains just north of Tucson.
- 14 And he did work for Bill Mundell as his policy advisor
- 15 in the Corporation Commission a number of years ago. He
- 16 has substantial litigation experience.
- 17 And he's a lot younger than I am, so he
- 18 probably -- unless you drive him crazy -- will probably
- 19 last more than the 18 or 20 months that I've been
- 20 privileged in working with all of you, but this is my
- 21 last hearing.
- 22 And we have taken our roll call. Also, you
- 23 need to let the court reporter know if you need daily
- 24 transcripts, but we're going to break about every hour
- 25 and a half, plus or minus a few minutes, to save the

- 1 court reporter's hands and all of our mental health
- 2 status.
- I also did receive -- and I don't know if all
- 4 the committee members have looked at it, we have a
- 5 notice of appearance and consent to serve by e-mail
- 6 filed by Christopher D. Thomas and Andrea J. Driggs of
- 7 Perkins Coie law firm, and I think they just want to
- 8 have a limited appearance because they were requesting
- 9 an opportunity to have a special condition entered into.
- I don't know if what they're requesting is
- 11 something that is within our jurisdiction or is
- 12 something that needs to be decided by the Corporation
- 13 Commission.
- But if we could get you maybe at a microphone,
- 15 Mr. Thomas, I'll have you identify yourself for the
- 16 record. And just as briefly, as focused as you can, let
- 17 us know what your client's specific concerns are.
- 18 MR. THOMAS: Thank you, Mr. Chairman, Members.
- 19 I'm here on behalf of Agua Caliente Solar, which is
- 20 currently shut down for attachment -- or connection of
- 21 the McFarland Solar project. And it's about \$2 million
- 22 a week or so for the plant to be shut down, so we're
- 23 hoping things could be done as quickly as possible.
- I don't know if this particular project with
- 25 the Proving Grounds will also require our facility to

- 1 shut down, but, if so, we would like some conditions
- 2 that it be done 24/7, to the extent reasonable,
- 3 practical, and safely so that could be established on a
- 4 going-forward basis as the proper approach.
- 5 CHAIRMAN KATZ: And have you discussed this
- 6 matter with Mr. Derstine or with Linda Benally at APS
- 7 and has there been any attempt to reach a successful
- 8 resolution?
- 9 MR. THOMAS: The client's previously traded
- 10 some discussion before I got involved. I had the chance
- 11 to talk to Mr. Derstine for the first time this morning,
- 12 and I think we may have a chance to talk again at
- 13 several breaks. But thus far, there's no agreement on
- 14 any sort of condition in this CEC proceeding.
- 15 CHAIRMAN KATZ: And do you -- you're basically
- 16 wanting to have an order or a condition of the CEC here
- 17 compelling APS to work around the clock to expedite your
- 18 reconnection to the transmission line. Is that
- 19 substantially correct?
- 20 MR. THOMAS: That's correct, provided doing
- 21 so -- it can be done so safely, reasonably, and
- 22 practicably. But, you know, if light of our \$2 million
- 23 a week cost for being shut down, we thought that's a
- 24 reasonable request.
- 25 CHAIRMAN KATZ: And was there anything in the

- 1 agreement that you -- do you have an agreement with APS?
- 2 MR. THOMAS: We have an LGIA, which basically
- 3 commits APS to use good utility practice, and I think
- 4 it's fair to say the parties have a disagreement about
- 5 whether a good utility practice requires them to work at
- 6 night.
- 7 CHAIRMAN KATZ: And let me just hear briefly
- 8 from Mr. Derstine what APS's at least current position
- 9 is.
- 10 And again, as I indicated earlier, I don't know
- 11 that we can compel a party who's in front of us on a
- 12 project unrelated to the Agua Caliente project. I don't
- 13 know if we have the authority to compel them to do
- 14 anything by way of a special condition. Obviously, if
- 15 they have an agreement with the Agua Caliente folks, we
- 16 could insert that as a condition.
- 17 I'm just not sure whether we have jurisdiction
- 18 to make that decision or whether that would be something
- 19 that has to be made by the Corporation Commission. If
- 20 we should approve the CEC here, it goes before the
- 21 Corporation Commission, and they have far broader
- 22 authority when it comes to dealing with our public
- 23 service corporations such as APS, SRP, and TEP.
- 24 But Mr. Derstine.
- 25 MR. DERSTINE: Thank you, Mr. Chairman. I

- 1 think the question you raise is the right one. You
- 2 don't have jurisdiction. But a couple points to make, I
- 3 guess, ahead of the jurisdictional issue.
- 4 Agua Caliente is raising concerns over an
- 5 outage at the Hoodoo Wash Switchyard, which is where
- 6 this particular project will interconnect, but those
- 7 outages have nothing to do with this project. The work
- 8 that's being done at Hoodoo Wash, as I understand it,
- 9 involves replacing or expanding the ring bus
- 10 configuration. That's substantial work that requires an
- 11 outage. And so that ring bus work, if it's associated
- 12 with a project, it's associated with the McFarland
- 13 project, which is an entirely different solar project.
- 14 Beyond that, I guess this is the thing that and
- 15 the issue that I had concerns with, and I know Member
- 16 Grinnell shared my concern with our Coolidge hearing,
- 17 that somehow this committee has become the forum for
- 18 anyone who has a grievance with a CEC applicant to ask
- 19 for a condition to be inserted.
- 20 CHAIRMAN KATZ: And what was the substation or
- 21 switchyard that's been shut down at least temporarily?
- 22 MR. DERSTINE: It's the Hoodoo Wash Switchyard.
- 23 MEMBER HAMWAY: Could I ask a question?
- 24 CHAIRMAN KATZ: Yeah.
- 25 MEMBER HAMWAY: So I think what Mr. Thomas is

- 1 saying is it's already being shut down by maintenance on
- 2 this Hoodoo Wash with APS maintenance. And I think he
- 3 wants to know is this one going to cause another
- 4 shutdown that's going to affect his client.
- 5 Am I misrepresenting what you're asking?
- 6 MR. THOMAS: That's correct, ma'am.
- 7 MR. DERSTINE: Well, I think it is a bit
- 8 different than what I read. In the limited appearance
- 9 it was "I want a condition in this one that requires
- 10 work around the clock 24/7."
- Now, I don't know if that's supposed to apply
- 12 retroactively to the work that's being done now for a
- 13 project that has nothing to do with the project that
- 14 will be covered by the CEC.
- 15 But the fact of the matter is this is a -- this
- 16 work and the contract that Mr. Thomas is referring to is
- 17 a large generator interconnection agreement. That
- 18 interconnection agreement has dispute resolution
- 19 provisions. Those are the provisions that govern any
- 20 issues that Agua Caliente has with the work that APS is
- 21 doing.
- 22 And maybe the team can bring up the LGIA.
- 23 So this is an over 60-page agreement. This is
- 24 what is being referred to and called into question by
- 25 Agua Caliente. And if you can take us to Section 27.

- 1 CHAIRMAN KATZ: Do we have this marked as an
- 2 exhibit?
- 3 MR. DERSTINE: We have not. I'm happy to, if
- 4 you would like.
- 5 MEMBER HAMWAY: So I'm just trying to figure
- 6 out -- so is the maintenance being done on the Hoodoo
- 7 substation, is that because it needs extra capacity?
- 8 MR. DERSTINE: That's my understanding. It
- 9 needs this larger ring bus capacity to allow for all of
- 10 these different solar projects which are interconnecting
- 11 at the Hoodoo Wash Switchyard.
- 12 MEMBER HAMWAY: Okay. So it's being shut down
- 13 for -- I think you said the McFarland or the Agua
- 14 Caliente?
- 15 MR. DERSTINE: It was the McFarland, yeah.
- 16 MEMBER HAMWAY: So will it need to be shut down
- 17 again to connect this one?
- 18 MR. DERSTINE: It may.
- 19 MEMBER HAMWAY: So we don't know that.
- MR. DERSTINE: We don't know that. And I think
- 21 what we do know or what I'm being told by APS is that
- 22 this is the significant work that's being done that
- 23 requires the longer outage.
- 24 But then once this is in place, then
- 25 interconnecting this project, when it's time to

- 1 interconnect this project, should be a much shorter and
- 2 easier process, and it doesn't require the extended
- 3 outage that Agua Caliente is facing currently.
- 4 MEMBER HAMWAY: And so long has that been, the
- 5 extended outage? What is an extended outage? What does
- 6 that mean to you?
- 7 MR. DERSTINE: I think it's -- I don't know,
- 8 honestly. I think it's been out for several days and
- 9 maybe I'll ask -- I'll check with the client.
- 10 We don't have current information on how long
- 11 it's been out. I'm sure Mr. Thomas can tell us. But it
- 12 may take up to three weeks for that work.
- 13 CHAIRMAN KATZ: An additional three weeks if
- 14 they're working normal daylight hours?
- 15 MR. DERSTINE: Depending when it started, but
- 16 three weeks total for the outage, to do all the work,
- 17 correct.
- 18 MR. THOMAS: Mr. Chairman, Members, I believe
- 19 the outage began on the 21st and was scheduled to go
- 20 through March 9.
- 21 MEMBER HAMWAY: So that's, like, six weeks?
- 22 The 21st of?
- MR. THOMAS: February.
- 24 MEMBER HAMWAY: Oh, February. I'm sorry. I
- 25 thought it was already out. I thought you were --

- 1 MEMBER PALMER: It hasn't began.
- 2 MR. THOMAS: So it's roughly -- yeah, it just
- 3 went out -- is today the --
- 4 CHAIRMAN KATZ: Today is the 13th.
- 5 MR. THOMAS: I'm sorry. Yeah. Then it's
- 6 scheduled to begin the 21st and last through March 9,
- 7 and it's roughly three weeks.
- 8 MEMBER HAMWAY: Okay.
- 9 MEMBER GRINNELL: Mr. Chairman.
- 10 CHAIRMAN KATZ: Yes, Mr. Grinnell.
- 11 MEMBER GRINNELL: I'm a little bit confused.
- 12 Is this gentleman asking to be an intervenor in this
- 13 process or is he just -- because he's asking for
- 14 something here, and I didn't hear where he was actually
- 15 asking to intervene.
- 16 CHAIRMAN KATZ: He's not applied to be an
- 17 intervenor and the time frame has passed for that.
- 18 But he's basically asked to make a special
- 19 appearance for purposes of just asking that we add an
- 20 additional condition to the CEC.
- 21 And I don't know whether we want to even take
- 22 that issue up until we've heard all of the evidence in
- 23 this particular case. But again, as much as I like to
- 24 help everybody, I don't know whether or not we have the
- 25 authority or jurisdiction to order an applicant to do

- 1 something unrelated to the project that is before us.
- 2 But that is something that, because APS is a regulated
- 3 authority, I think that the Corporation Commission might
- 4 have that jurisdiction, basically, to do that.
- 5 MR. DERSTINE: Yeah. And thank you for that,
- 6 Mr. Chairman.
- 7 I would say that, number one, the issue that
- 8 Mr. Thomas is raising on behalf of his client is
- 9 governed by the provision that's on the screen in front
- 10 of you, which is part of the 60-plus page document. It
- 11 indicates and calls out different dispute resolution
- 12 procedures depending on who the dispute is with.
- 13 There's a variety of participants and owners at Hoodoo
- 14 Wash. This dispute apparently falls -- I assume is
- 15 directed at APS because it's essentially the operator of
- 16 Hoodoo Wash and is performing the work.
- 17 But as you can see there, there's -- we can
- 18 scroll down if you would like, but there's different
- 19 steps. There is a clear contractual dispute resolution
- 20 provision that governs how disputes are to be handled,
- 21 raised, and resolved.
- 22 And, you know, again, getting back to whether
- 23 it's, you know, a request for right-of-way or it's a
- 24 dispute because of an outage at a switchyard that's
- 25 governed by a large generator interconnection agreement,

- 1 that's under FERC's jurisdiction. Not necessarily the
- 2 Corporation Commission's but under FERC's jurisdiction.
- 3 This isn't the committee, this isn't the place
- 4 to handle those disputes. And I think increasingly this
- 5 committee is seeing parties who have some sort of
- 6 grievance show up in these cases and ask for, request a
- 7 condition when this committee has no jurisdiction to get
- 8 involved in those disputes in those matters.
- 9 And I would say, clearly, as you can see from
- 10 the LGIA and the dispute resolution provision, this is
- 11 not an issue for this committee. And if Mr. Thomas and
- 12 Agua Caliente want to follow the steps in the dispute
- 13 resolution provision, they would ultimately file a
- 14 complaint at FERC. I mean, maybe they have a basis to
- 15 ask the Corporation Commission to weigh in, but this is
- 16 largely -- the LGIA and the interconnection process is
- 17 governed by FERC, a federal agency.
- 18 And so once again, this is increasingly become
- 19 the place for people to come and complain. It shouldn't
- 20 be. This committee has no jurisdiction over this kind
- 21 of an issue.
- 22 And I suggest that you have no basis to insert
- 23 a condition in a CEC for a project that has nothing to
- 24 do with the outage that they're -- Agua Caliente is
- 25 complaining about.

- 1 CHAIRMAN KATZ: Anything further, Mr. Thomas?
- 2 MR. THOMAS: Yeah. Mr. Chairman, if I may, I
- 3 apologize for the confusion. I certainly didn't want to
- 4 hijack your hearing as a limited intervenor.
- 5 CHAIRMAN KATZ: You're not. I just wanted to
- 6 know what you want, and I don't know whether we'll
- 7 decide this matter right now by a vote or wait until
- 8 after when we're reviewing this CEC.
- 9 MR. THOMAS: Understood. And I certainly think
- 10 it's a fair issue to wonder whether you have
- 11 jurisdiction to sort of insert a condition into the
- 12 already granted McFarland CEC application. Understand
- 13 that's -- that horse is out of the barn.
- 14 On the other hand, as Member Hamway pointed
- 15 out, it appears that we're going to have at least
- 16 another outage from this -- associated with this very
- 17 project, and the Commission does have jurisdiction to
- 18 impose reasonable conditions on the granting of a CEC.
- 19 And so to set a precedent for what happens in
- 20 the future, we also would like to request that APS be
- 21 obliged to do its work, when there are outages to
- 22 accommodate upgrades and addition of new generating
- 23 facilities, that those be done 24/7 if that's reasonable
- 24 and practicable.
- 25 So if this is not the forum to reopen the

- 1 McFarland CEC to impose that condition retroactively, so
- 2 be it. We'll deal with the LGIA.
- 3 But certainly as to this particular CEC and
- 4 those going forward, I think that's something within
- 5 your jurisdiction.
- 6 CHAIRMAN KATZ: Member Hamway.
- 7 MEMBER HAMWAY: I just have one quick question.
- 8 So do your clients know that the Hoodoo Wash
- 9 potentially needed to be upgraded? Is that something
- 10 they were aware of when they chose that location?
- 11 MR. THOMAS: Yes, Mr. Chairman, Member Hamway.
- 12 Yes, they were -- they're in business now, obviously,
- 13 and they were in communication with APS about the
- 14 shutdown issue and unsuccessfully asked APS to make it
- 15 faster than three weeks.
- 16 MEMBER HAMWAY: Okay. Thank you.
- 17 MEMBER GRINNELL: Mr. Chairman.
- 18 CHAIRMAN KATZ: Yes, sir.
- 19 MEMBER GRINNELL: I would move that we not
- 20 accept this tentative intervenor, or whatever, this
- 21 condition as part of this process. We're becoming more
- 22 of a judiciary instead of just a reviewer of the
- 23 application and the qualifications under the laws that
- 24 we are required to follow. And I just -- this is
- 25 becoming more and more of a...

- 1 Anyway, I move that we not accept this
- 2 opportunity at this time.
- 3 CHAIRMAN KATZ: And is there a second? Because
- 4 we can either do it now or we can wait until we're
- 5 resolving the CEC.
- 6 MEMBER MERCER: I second.
- 7 CHAIRMAN KATZ: Any further discussion?
- 8 MEMBER LITTLE: Mr. Chairman.
- 9 CHAIRMAN KATZ: Yes, Member Little.
- 10 MEMBER LITTLE: My feeling is that this
- 11 intervenor or this observer should be allowed to be
- 12 present but only so far as what is discussed in this
- 13 hearing has to do with this particular case.
- 14 In other words, as was discussed by Member
- 15 Hamway, if there needs to be or if this attorney feels
- 16 that there needs to be a condition in there that
- 17 specifies how outages occur at the substation when the
- 18 interconnection is made for this particular project.
- 19 CHAIRMAN KATZ: Just so everyone understands,
- 20 there is no right to intervene, but he can make a
- 21 special appearance, and I could have held him here until
- 22 5:30 tonight and made it part of our public comment.
- 23 But I just wanted to get the matter out in
- 24 front of us. And we can either have a further
- 25 discussion of the motion that was made by Member

- 1 Grinnell. I believe it was seconded. We could have
- 2 discussion, or we could have a motion to postpone a
- 3 ruling until we're resolving the CEC. It doesn't matter
- 4 to me.
- 5 But as I expressed to all of you, there is a
- 6 mechanism for dispute resolution. It may not be swift,
- 7 and I don't know whether there's a means of expediting
- 8 it.
- 9 But I would like to have at least Article
- 10 No. 27 of the agreement that is up on the screen, which
- 11 is at Page 55, I believe -- unless you want to admit the
- 12 whole thing -- but I would like to have you,
- 13 Mr. Derstine, perhaps mark that as an exhibit.
- 14 MR. DERSTINE: I'm happy to mark the entire
- 15 LGIA as an exhibit.
- 16 CHAIRMAN KATZ: Okay. Well, then, we'll have
- 17 that marked and admitted. And I don't know what
- 18 exhibit number that will be, but you don't --
- 19 MR. DERSTINE: It will become APS-19.
- 20 CHAIRMAN KATZ: APS-19 will be admitted.
- Now, we can have discussion as to whether or
- 22 not we want to say no right now to directing inserting a
- 23 special condition to require APS to work 24/7 in order
- 24 to expedite this.
- 25 And I believe Mr. Grinnell has moved to say no,

- 1 and I believe there was a second. Was that Member
- 2 Hamway?
- 3 MEMBER MERCER: No. Me.
- 4 CHAIRMAN KATZ: Oh, that was Member Mercer.
- 5 And is there any further discussion?
- 6 MEMBER LITTLE: Mr. Chairman, would you repeat
- 7 the -- what is being proposed here? What Mr. Grinnell
- 8 proposed?
- 9 CHAIRMAN KATZ: Would you restate your motion,
- 10 Mr. Grinnell.
- 11 MEMBER GRINNELL: Yes, sir.
- 12 I move that we not allow any discussion
- 13 regarding APS's work time frames as part of this CEC
- 14 application.
- 15 CHAIRMAN KATZ: That's with respect to the Agua
- 16 Caliente project.
- 17 MEMBER GRINNELL: Yes, sir.
- 18 CHAIRMAN KATZ: And that was seconded.
- 19 Any further discussion?
- 20 (No response.)
- 21 CHAIRMAN KATZ: All in favor.
- 22 MEMBER HAMWAY: Could you take a roll call
- 23 vote?
- 24 CHAIRMAN KATZ: Yes, let's do that.
- 25 I'll start with Mr. Palmer. How do you vote

- 1 with respect to the motion to deny the possible
- 2 insertion of a special condition as proposed by
- 3 Mr. Grinnell?
- 4 MEMBER PALMER: I vote aye.
- 5 CHAIRMAN KATZ: Member Hamway.
- 6 MEMBER HAMWAY: You know, I'm always reluctant
- 7 to tell companies how to run their business, and so I
- 8 would never propose that I could tell APS, even if we
- 9 had the authority to do that. And, unfortunately, I
- 10 kind of think this is the cost of doing business, solar
- 11 business.
- 12 So I'm going to vote to not allow it. Is that
- 13 a "yes" or a "no"?
- 14 CHAIRMAN KATZ: That would be a "yes" or an
- 15 "aye" vote.
- 16 MEMBER HAMWAY: An aye. So aye.
- 17 MEMBER DRAGO: I vote aye.
- 18 MEMBER MERCER: I vote aye.
- 19 CHAIRMAN KATZ: And Member Little.
- 20 MEMBER LITTLE: I do not believe that we have
- 21 the authority to discuss anything having to do with
- 22 another project.
- 23 And I also vote aye.
- 24 CHAIRMAN KATZ: Mr. French.
- 25 MEMBER FRENCH: I vote aye.

- 1 CHAIRMAN KATZ: Mr. Grinnell.
- You're muted, Mr. Grinnell.
- 3 MEMBER GRINNELL: I vote aye, sir.
- 4 CHAIRMAN KATZ: I will vote aye as well.
- 5 As much as I am empathetic to the Agua Caliente
- 6 project, they need to exercise their rights under
- 7 Article 23 of what has been marked as Exhibit 27 --
- 8 excuse me -- Article 27 as what's been marked as
- 9 Exhibit APS-19.
- 10 And I would hope that based upon the
- 11 interconnection agreement between APS and Agua Caliente
- 12 that they can peacefully resolve this. Otherwise, there
- 13 may be a loss of three weeks or so of business, which is
- 14 a substantial loss, but that's something that might be
- 15 able to be resolved in a court of law or a special
- 16 condition could be imposed. But I believe that that
- 17 would have to either be by FERC or the Arizona
- 18 Corporation Commission.
- 19 So I thank you for being here. You're welcome
- 20 to remain with us if you wish. We'll have public
- 21 comment at 5:30. But I understand your position and I
- 22 am empathetic to it, but I don't want to exceed this
- 23 committee' jurisdiction to handle matters that only
- 24 apply to this particular --
- MR. THOMAS: Understood, Mr. Chairman, Members.

- 1 Thank you so much for your time and attention. And I
- 2 may hang around just since it's your swan song.
- 3 CHAIRMAN KATZ: You're more than welcome to do
- 4 that. And that being said, I just have another matter
- 5 that we need to -- I just need to make a note as to what
- 6 we did.
- 7 Also, Mr. Derstine, we talked at a prehearing
- 8 conference about a possible tour. I think that you,
- 9 with my belief or rejoinder in that, feel that a tour is
- 10 unnecessary, but I'm not going to preempt the committee
- 11 from conducting -- having you conduct a tour.
- 12 But why is it that you think we shouldn't or
- 13 don't need to have a tour?
- 14 And I also should also note for the record, we
- 15 do have our wonderful member -- Counsel Linda Benally,
- 16 counsel for APS, who has joined us virtually. She's
- 17 been listening to the last discussion and is here also
- 18 on behalf of APS.
- 19 Mr. Derstine.
- 20 MR. DERSTINE: Thank you, Mr. Chairman. I
- 21 jumped in with talking without stating my appearance
- 22 formally or stating Ms. Benally's appearance. I
- 23 appreciate that. We're both appearing on behalf of the
- 24 Applicant.
- 25 As to a tour, this project -- and if it's

- 1 helpful, we can pull up Google Earth, I think, and show
- 2 you, but this project is approximately 50 miles east of
- 3 here out in general unincorporated Yuma County. There
- 4 is the segment of -- or this project consists of
- 5 approximately 3,000 feet.
- 6 And so there are no -- unlike maybe some prior
- 7 cases that you have heard, maybe even prior cases you
- 8 have dealt with here in Yuma, there really are no
- 9 residences in any proximity to this project. It's
- 10 surrounded by open desert.
- 11 And as you have heard from our discussion over
- 12 the limited appearance of Agua Caliente that you have
- 13 the Hoodoo Wash Switchyard. You have two solar
- 14 projects. Agua Caliente is completed. There's the
- 15 McFarland project that's under construction. And then
- 16 you have some agricultural lands a little bit further to
- 17 the west. And so there really is nothing surrounding
- 18 this project.
- 19 And so given the short length of the actual
- 20 interconnection project, 3,000 feet, and the time it
- 21 will take, approximately an hour to drive back down the
- 22 freeway to Dateland, get off at the Dateland exit, drive
- 23 another 15 minutes in to see what would be a two-stop
- 24 tour, one from where the 3,000-foot gen-tie line would
- 25 start at the project sub and where it would end at this

- 1 Hoodoo Wash Switchyard, I think there just really isn't
- 2 anything to see here that a tour would help inform the
- 3 committee of.
- 4 So my suggestion is -- it's always certainly
- 5 within the committee's discretion, and we have made
- 6 arrangements for a vehicle and to take the tour if
- 7 that's your pleasure, but I suggest that there's little
- 8 value and benefit to the committee in rendering its
- 9 decision in this case from a tour.
- 10 CHAIRMAN KATZ: Okay. And let me just also ask
- 11 that -- we don't go anywhere near any residential
- 12 subdivisions or industrial sites?
- 13 MR. DERSTINE: That is correct. And I'm happy
- 14 to -- I think it will take us a minute, but we can
- 15 probably pull up Google Earth if you would like to see,
- 16 have a little better view of the project area if that's
- 17 helpful in deciding whether to take that tour.
- 18 CHAIRMAN KATZ: Let me just ask if we have a
- 19 motion to take or not take a tour. And if there's a
- 20 dispute between the members of the committee, we can
- 21 always post a map unless somebody wants it posted right
- 22 now.
- 23 MEMBER PALMER: Mr. Chairman, I'm somewhat
- 24 familiar with that area out there, and I agree with the
- 25 assertion that a tour probably doesn't gain us a whole

- 1 lot, and I'm willing to make a motion to not take the
- 2 tour.
- 3 MEMBER HAMWAY: Second.
- 4 CHAIRMAN KATZ: Any further discussion?
- 5 (No response.)
- 6 CHAIRMAN KATZ: All in favor of us not taking a
- 7 tour -- and we are going to have a visual flyover that
- 8 shows us where we're at and also depicts from points of
- 9 interest how things appear now and how they will likely
- 10 appear once the project is completed.
- 11 MR. DERSTINE: That's correct, Mr. Chairman.
- 12 CHAIRMAN KATZ: All in favor of not taking a
- 13 tour, please say aye.
- 14 (A chorus of ayes.)
- 15 CHAIRMAN KATZ: Anybody opposed?
- 16 (No response.)
- 17 CHAIRMAN KATZ: Hearing nothing, I think we
- 18 are -- I just have a couple more things to ask.
- 19 We don't have any objections from -- well, who
- 20 are the affected jurisdictions?
- 21 MR. DERSTINE: There's really one affected
- 22 jurisdiction. That's Yuma County. But we have included
- 23 under the category and provided notice to the Bureau of
- 24 Land Management and Arizona State Land Department.
- I think under the definition of the statute,

- 1 those two agencies don't necessarily constitute
- 2 jurisdictions, but we've noticed those three parties as
- 3 our quote-unquote affected jurisdictions.
- 4 CHAIRMAN KATZ: And we don't have any NEPA
- 5 involvement in this project or do we?
- 6 MR. DERSTINE: We do. There was a NEPA process
- 7 that is largely complete, and we'll hear testimony on
- 8 the status of the NEPA process. There was an EA process
- 9 or an EA was issued by the Bureau of Land Management.
- 10 Then there were some minor -- and they, in connection
- 11 with that, granted the right-of-way for the project that
- 12 crosses land owned or controlled by BLM.
- 13 Since that time, then there was some minor
- 14 modification of the route which required that the
- 15 Applicant go back to the Bureau and ask for a slight
- 16 modification of the EA. That request is under review,
- 17 and we anticipate that that will be granted without any
- 18 real concern or changes to the EA.
- 19 So there was a federal permitting process.
- 20 It's complete subject to the amendment of the EA to
- 21 capture the minor changes in the interconnection route.
- 22 CHAIRMAN KATZ: And that was done -- was that
- 23 by the BLM?
- MR. DERSTINE: BLM was the agency that handled
- 25 the permitting process, yes.

- 1 CHAIRMAN KATZ: I think, then, we're pretty
- 2 well set to get ourselves going with respect to this
- 3 particular hearing. If you have some opening remarks,
- 4 you can proceed with those.
- 5 And then we can administer an oath or
- 6 affirmation. It looks like we have Jill Grams, Dean
- 7 Hazle, and Collin Ramsey present as witnesses.
- 8 Are there any other witnesses that will be
- 9 called?
- 10 MR. DERSTINE: We don't anticipate -- we've
- 11 identified and submitted a witness summary for
- 12 Mr. Spitzkoff on behalf of APS in the event that there's
- 13 any questions that our esteemed panel are not able to
- 14 fully answer. But we anticipate that Ms. Grams,
- 15 Mr. Hazle, and Mr. Ramsey will be our only witnesses for
- 16 the case.
- 17 CHAIRMAN KATZ: And my last question is did you
- 18 get a letter from the Arizona Corporation Commission
- 19 either blessing, staying neutral, or condemning this
- 20 project? Because I don't believe I have a copy,
- 21 although if we recently got it, Tod might have put it in
- 22 my notebook. I just haven't directly seen it.
- 23 MR. DERSTINE: I don't think we had received
- 24 that letter from Commission Staff by the time of our
- 25 prehearing conference, but since then we did. It's

- 1 marked as an exhibit. It's APS Exhibit No. 16.
- 2 And if you don't have a copy, Mr. Chairman,
- 3 we'll make sure that you get one. But it is included in
- 4 the iPads and all of the APS exhibits.
- 5 CHAIRMAN KATZ: Okay.
- 6 MEMBER GRINNELL: Mr. Chairman.
- 7 CHAIRMAN KATZ: Yes, sir.
- 8 MEMBER GRINNELL: Point of information. I did
- 9 receive, via certified mail today, the letter from the
- 10 Corporation Commission Staff, basically, supporting this
- 11 project.
- 12 CHAIRMAN KATZ: Just give me a second.
- 13 Okay. I know we'll admit Exhibit 16. We're
- 14 likely going to admit most of your exhibits because
- 15 there are very few folks here that really have any
- 16 standing to object. Obviously, the committee, if they
- 17 don't agree with an evidentiary ruling that I might
- 18 make, can speak up.
- 19 But at this point in time, feel free to begin.
- 20 I don't think there's any other preliminary matters that
- 21 we need to address.
- 22 MR. DERSTINE: All right. Thank you. I do
- 23 have what I think is a short opening, but I quess that's
- 24 in the ears and the eyes of the beholder. Let's see.
- 25 I'm happy to welcome you back to Yuma. I

- 1 understand you were here two weeks ago for another
- 2 project on the west side of town. This project is on
- 3 the east side of town, as I indicated, about 50 miles to
- 4 the east over in Dateland. That project, as I
- 5 understand it, was approximately nine-plus miles long.
- As I mentioned, this project is about 3,000
- 7 feet long. So I think it does fall within the category
- 8 of the short gen-tie project that we've all grown to
- 9 love through -- over the couple years. And so many of
- 10 the cases that this committee is hearing recently are
- 11 these short gen-tie cases, and so it's probably fitting,
- 12 Mr. Chairman, that your last case is a short gen-tie
- 13 case.
- 14 But let me tell you about this project and what
- 15 is important about it. A little bit of project history.
- 16 This project was originally developed by Strata Clean
- 17 Energy. Strata developed the solar project which is at
- 18 the end of the line and includes a storage -- battery
- 19 energy storage system as part of that solar project, as
- 20 just about all of these new solar projects do. And that
- 21 also includes the interconnection project, this 500kV
- 22 gen-tie line.
- 23 APS acquired the project in 2022. And so as
- 24 you note from your caption and my appearance, APS is the
- 25 Applicant for the CEC, but Strata is remaining because

- 1 they were the developer and knows the project history
- 2 and was involved with this project from the beginning.
- 3 Strata and Mr. Ramsey will be testifying in support of
- 4 the CEC application, along with our two witnesses on
- 5 behalf of the environmental consulting firm SWCA.
- 6 Purpose and need of the project is very
- 7 straightforward. It's to interconnect the solar project
- 8 to the grid at the Hoodoo Wash Switchyard. Important
- 9 from the standpoint of expanding not only Arizona's but
- 10 the Southwest region's renewable energy portfolio and
- 11 clean energy resources that are available to serve the
- 12 electric needs of the residents of this state and
- 13 businesses in this area.
- 14 Project description. 500kV line, single
- 15 circuit. Total length, as I had indicated, 3,000 feet
- 16 from the project substation to the Hoodoo Wash
- 17 Switchyard.
- 18 And you may want to -- I think you have a
- 19 placemat in front of you. I want to make clear that the
- 20 gen-tie, the piece of this project that is before you as
- 21 the Proving Ground interconnection project, if you look
- 22 on the back page of your placemat with the light blue
- 23 land jurisdiction called out, that dark red line is this
- 24 project that's covered by the application.
- The blue box then to the left of the dark red

- 1 line is the 69kV to 500kV project substation. And then
- 2 to get the energy from the solar project to the project
- 3 substation, the blue rectangle at the far right -- near
- 4 the far right corner of your placemat, there is a double
- 5 circuit 69kV line that runs from the solar project,
- 6 approximately five miles, to get to the project
- 7 substation, the step-up substation that then transforms
- 8 the power, pushes it up to 500kV where it interconnects
- 9 at Hoodoo Wash.
- 10 Hoodoo Wash is only a 500kV switchyard and,
- 11 therefore, that's the reason for that second step-up
- 12 substation. So there is a step-up substation that takes
- 13 the energy from the solar field, steps it up to 69kV,
- 14 and then it runs on that double circuit, that dotted red
- 15 line, to get to the actual project substation which
- 16 steps up the energy to 500kV. And then you see the
- 17 3,000-foot long length of 500kV line that is covered by
- 18 the CEC application.
- 19 So that's how we get from here to there.
- 20 MEMBER LITTLE: Mr. Chairman.
- 21 CHAIRMAN KATZ: Yes, Member Little.
- 22 MEMBER LITTLE: Mr. Derstine, I'm sorry to
- 23 interrupt you, but I'm curious. When I was reading the
- 24 application, most often the substation -- the step-up
- 25 substation is included as part of the project and under

- 1 our jurisdiction, and I'm curious as to why it is not in
- 2 this case?
- 3 MR. DERSTINE: Mr. Chairman, Member Little, I
- 4 think in -- I think that many projects, and certainly a
- 5 number of projects that I have handled, we have not
- 6 included substations, per se, in the authorization
- 7 granted by the CEC, largely for -- well, one, it's a
- 8 statutory interpretation because the siting statute
- 9 calls out switchyards but doesn't reference substations,
- 10 but also for the practical reason that the final
- 11 location of the substation may change, and, therefore,
- 12 it's very difficult, then, to ultimately predict with a
- 13 project that's still just being mapped out and securing
- 14 right-of-way to come up with a final location for a
- 15 substation.
- 16 So what we do is call out, to the best of our
- 17 ability based on the latest engineering plans and
- 18 drawings, where that step-up substation will be located
- 19 but don't expressly permit or authorize the substation
- 20 in the CEC.
- 21 I know there's been some back and forth, and
- 22 I've certainly been a part of it in prior cases, about
- 23 whether the committee has jurisdiction over a
- 24 quote-unquote substation as opposed to a switchyard.
- 25 We're certainly not interested in engaging in that

- 1 discussion here.
- 2 And if you think it's important to call out the
- 3 location of that 69kV step-up substation, we're happy to
- 4 do that as part of the CEC if that's important to you,
- 5 Member Little.
- 6 MEMBER LITTLE: I was mostly curious.
- 7 I also am curious, but my -- the cases in which
- 8 I have participated over the years also, generally
- 9 speaking, the voltage is stepped up once and then the
- 10 gen-tie is whatever the ultimate voltage is that it will
- 11 need to tie into the system.
- 12 I'm curious why such a long 69kV line, which
- 13 sort of appears that you're enabling a short gen-tie.
- 14 MR. DERSTINE: I'm happy to have -- I think one
- 15 or both of our witnesses can speak to the design and why
- 16 it is what it is, why there is approximately five miles
- 17 of 69kV line.
- 18 I think one of the primary considerations, it
- 19 is much less expensive than -- you would have to run
- 20 five miles plus 3,000 feet of 500kV line from the actual
- 21 solar project to get over to Hoodoo Wash. And so by
- 22 utilizing double-circuit 69kV -- and the structures are
- 23 not as tall. It's less of a visual impact on the
- 24 environment as well.
- 25 And so by utilizing the double-circuit 69kV,

- 1 we're able to get, essentially, the same energy over to
- 2 the -- much closer proximity, 3,000 feet away from the
- 3 Hoodoo Wash Switchyard, and then step it up at that
- 4 point to the 500kV level where it needs to interconnect
- 5 at Hoodoo Wash.
- 6 So I think -- the bottom line, I think it's
- 7 much less expensive, less environmental impact. But I
- 8 think it's an important consideration, and we'll make
- 9 sure our witnesses address it.
- 10 MEMBER LITTLE: Thank you.
- 11 CHAIRMAN KATZ: And again, I'll have you have
- 12 your witnesses address it because you're just giving
- 13 your overview.
- 14 MR. DERSTINE: That's right. I think the
- 15 testimony and the evidence will be in line with what
- 16 I -- with my opening and my comments, Member Little.
- 17 But I am frequently wrong, so we'll see what the
- 18 testimony and the evidence actually says.
- 19 So the last piece here is, in the project
- 20 description, I had mentioned the 3,000 feet long. The
- 21 1,000 feet -- another important factor and part of this
- 22 case is that 1,000 feet of that 3,000-foot 500kV line is
- 23 going to be co-located with an existing 500kV line
- 24 that's already there.
- 25 So let me jump you to the next slide.

- 1 So the new 500kV line from the interconnection
- 2 project is going to be co-located with the Hassayampa to
- 3 North Gila line, it's referred to. That's HANG2.
- 4 There's a HANG1 line that comes into Hoodoo Wash, and
- 5 then there is also the HANG2 line.
- 6 The interconnection project, the new 500kV
- 7 line, will be co-located with the HANG2 on about a
- 8 1,000-foot segment, and we'll show that here in a minute
- 9 on another map.
- 10 HANG2, as I mentioned, is its own single-
- 11 circuit 500kV line. We'll be converting two of the
- 12 HANG2 structures to a double circuit to allow them to
- 13 carry the new 500kV circuits, and all that will be part
- 14 of this project. And it minimizes the impacts of the
- 15 project by using some of the structures and the line
- 16 that is already there.
- We're able to co-locate, place the new 500kV
- 18 line on the existing line. We don't have to disturb
- 19 another path, create a separate transmission line.
- 20 We're able to put them both together by simply changing
- 21 out some of the structures and altering the alignment of
- 22 HANG2 slightly to accommodate both the new 500kV circuit
- 23 and the existing 500kV circuit.
- 24 CHAIRMAN KATZ: And I think the existing was
- 25 approved in CEC 135. I don't know whether there's any

- 1 requirement for any amendment, but I do need to ask
- 2 whether APS has either ownership or control of that
- 3 existing single-circuit line because you're going to be
- 4 using poles, and you either need the authority by way of
- 5 an agreement or by way of ownership to touch those poles
- 6 to string a second circuit.
- 7 MR. DERSTINE: Yeah, you're absolutely correct,
- 8 Mr. Chairman. And yes, APS does -- is a participant and
- 9 owner of the HANG2 line. And yes, we are seeking
- 10 through this process and our proposed form of CEC seeks
- 11 to amend CEC 135 to allow us to convert just two
- 12 structures and to make other minor changes to the HANG2
- 13 line as covered by CEC 135. And so that will be part of
- 14 the testimony and the evidence you'll hear.
- 15 CHAIRMAN KATZ: And I think this committee can
- 16 authorize the hanging of that second circuit, but you
- 17 may need to go to the Corporation Commission when this
- 18 matter comes before them to seek a formal amendment of
- 19 CEC 135.
- 20 MR. DERSTINE: Yeah. So I think in prior
- 21 cases, and I've been involved with at least two that we
- 22 have, through the process before this committee, amended
- 23 existing CECs so long as we have provided notice in that
- 24 separate CEC docket -- which we have done here -- that
- 25 we have, through the Certificate of Environmental

- 1 Compatibility heard by and granted by this committee,
- 2 then amended an existing CEC to allow the new line, the
- 3 new project to be, in most cases, co-located with an
- 4 existing line and to amend the existing CEC to authorize
- 5 that work.
- And so that will all come before the Commission
- 7 under the -- when this CEC, assuming you decide to grant
- 8 it, when this goes before the Commission, then they can
- 9 consider whether there's a sufficient record and whether
- 10 they approve the amendment of the other CEC for the
- 11 co-location. But it's certainly a part of this project
- 12 and something that will be covered under our proposed
- 13 form of CEC.
- 14 CHAIRMAN KATZ: And I'm assuming it will also
- 15 be covered during the course of your witnesses'
- 16 testimony.
- 17 MR. DERSTINE: That's correct, yes. Let me
- 18 show you and give you a little bit more detail on what
- 19 that looks like.
- 20 So you can see this project will require the
- 21 first structure that comes out of the 69kV step-up
- 22 substation is a new single-circuit structure. It just
- 23 carries the new Proving Ground 500kV line. Then the
- 24 second structure is an existing HANG2 structure. It's
- 25 now a single-circuit structure. That will be converted

- 1 to -- the existing pole will be wrecked out and will be
- 2 replaced with a new double-circuit structure to carry
- 3 both HANG2 and the interconnection project.
- 4 Then the third structure that's being circled
- 5 there is a new double-circuit structure. There's not an
- 6 existing HANG2 at that third -- if we can move over to
- 7 the third triangle, whoever is tracing there, all the
- 8 way to the end -- almost to the end where the green
- 9 laser pointer is. There. That's the third structure.
- 10 That's a new double-circuit structure that will carry
- 11 both the HANG2 500kV line and the Proving Ground 500kV
- 12 line.
- 13 And then this is where the Proving Ground line
- 14 separates from HANG2 to the fourth structure. There is
- 15 an existing HANG2 structure, but that's going to be
- 16 replaced with a new structure that has a different
- 17 orientation that will carry just the Proving Ground
- 18 500kV circuit. And then the HANG2 line will continue on
- 19 its path to an existing structure as you can see on the
- 20 yellow line that's shown there in terms of its direction
- 21 and alignment.
- 22 So that is the work that's being done for this
- 23 project as well as the modification, the amendment of
- 24 CEC 135, essentially, for those two structures that are
- 25 in the middle of the four structures that comprise this

- 1 project.
- 2 So you'll hear more testimony about that and
- 3 better explanation.
- 4 Yes. I think I heard a question.
- 5 MEMBER GRINNELL: Mr. Chairman.
- 6 CHAIRMAN KATZ: Yes, Member Grinnell.
- 7 MEMBER GRINNELL: I'm looking at what was sent,
- 8 and I'm noticing the right-of-way.
- 9 Has that right-of-way already been established,
- 10 and who owns the right-of-way, and who owns all the
- 11 property that you're working with on that right-of-way?
- 12 MR. DERSTINE: So you'll hear testimony from
- 13 our witnesses in terms of ownership and the jurisdiction
- 14 of the land. Some of that is privately owned. You can
- 15 see when that -- the transition color there goes from
- 16 the tan to white. The white is private land. I think
- 17 some of that is owned by Agua Caliente that APS and the
- 18 other owners of the Hoodoo Switchyard have an easement
- 19 to cross.
- 20 And then the portion in tan -- and I'm going to
- 21 look at my witnesses, but I think that's Bureau of Land
- 22 Management owned land. So those are the two owners
- 23 there that you can see.
- 24 And so the right-of-way, as I indicated
- 25 previously in response to the question from the

- 1 Chairman, part of that BLM permitting process was to
- 2 secure the right-of-way and the authorization to cross
- 3 and to place these facilities on the BLM land. That
- 4 also includes the 69kV substation as well as the 69kV
- 5 line that we talked about or mentioned a bit earlier in
- 6 my presentation.
- 7 All of that is governed by the BLM and the EA
- 8 process that is essentially complete, as I indicated,
- 9 with a slight modification for the final design of this
- 10 interconnection project.
- 11 Did that answer your question, Member Grinnell?
- 12 MEMBER GRINNELL: Yeah. I was just trying to
- 13 clarify for my own edification. Thank you.
- 14 MR. DERSTINE: Okay. Thank you.
- 15 So that's the route. That's the project.
- 16 That's the 3,000 feet, with that 1,000-foot segment in
- 17 the middle being where we're co-locating the new Proving
- 18 Ground line with the HANG2 line.
- 19 Yeah. So route corridor and right-of-way,
- 20 again, single route, 3,000 feet long. The corridor is
- 21 this -- that we're requesting is this yellow rectangle.
- I directed you to the placemat. If you flip
- 23 that over, you can see the yellow box. That's the
- 24 corridor that we're requesting from the 69kV step-up
- 25 substation, then covers over to get us into the Hoodoo

- 1 Wash Switchyard.
- 2 Again, the committee is familiar with that kind
- 3 of a larger corridor for final design and final
- 4 engineering of the interconnection project. It gives us
- 5 the flexibility to put the structures where they need to
- 6 be and to work around and minimize any sort of
- 7 environmental issues or other things that we find on the
- 8 ground. And then the requested right-of-way is
- 9 200 feet.
- 10 CHAIRMAN KATZ: And just so you know, what we
- 11 did in our last hearing, because a portion of it was on
- 12 the Goldwater Range and was about a 7,000-foot wide
- 13 corridor, and the CEC did require that, ultimately, the
- 14 actual right-of-way in which the line would be placed
- 15 would not exceed, in that case, 120 feet. In this case,
- 16 maybe 200 feet.
- 17 MR. DERSTINE: Yeah.
- 18 CHAIRMAN KATZ: But the Corporation Commission
- 19 has previously requested through Tod and then to me that
- 20 we have the map that's Exhibit A attached to the CEC
- 21 that depicts the corridor, but we may want to just
- 22 indicate that the route itself is limited to a width of
- 23 X, Y, or Z.
- MR. DERSTINE: We'll make sure. We'll
- 25 double-check how we've called that out. We certainly do

- 1 include and have included the map that you see before
- 2 you as part of our description of the corridor as an
- 3 exhibit to the CEC. We'll make sure the corridor width
- 4 is also called out.
- 5 But that 200 feet aligns with the 200 feet that
- 6 we've requested from the Bureau of Land Management and
- 7 has been authorized through their permitting process.
- 8 CHAIRMAN KATZ: Okay. And also, I don't know
- 9 whether -- we gave Adam Stafford the link, but I don't
- 10 know if Tod gave him the public link or our meeting
- 11 link.
- 12 I see Mr. Stafford. Welcome.
- 13 And I just invited him to witness this
- 14 proceeding, not necessarily to watch the whole thing,
- 15 but at least to see how we get things started. So he
- 16 may come and go, but he will be taking charge. I'll be
- 17 working with him in our office beginning on the 21st,
- 18 next week, and I'm confident that he'll be ready to go.
- 19 And even though I will be retired, I'm
- 20 available to help this committee on a volunteer basis as
- 21 might be needed but not to serve as a member of the
- 22 committee.
- 23 That all being said, are you ready to begin
- 24 your questioning of your witnesses or is there anything
- 25 further?

- 1 MR. DERSTINE: Yeah. I have a few slides here.
- 2 Just the federal permitting, which I think I've already
- 3 covered. The project does involve BLM land. There was
- 4 an EA that was completed for the transmission line, the
- 5 project subs, and the access roads. That was granted.
- 6 That's under review for the minor notification.
- 7 The testimony you'll hear from the
- 8 environmental witness, Ms. Grams and Mr. Hazle are,
- 9 essentially, as I had indicated when we talked about
- 10 whether or not a tour was needed or appropriate. The
- 11 project is located in unincorporated Yuma County on
- 12 vacant land, open desert, with some surrounding
- 13 agricultural operations. It's adjacent to the existing
- 14 switchyard and other solar projects.
- 15 And the testimony you'll hear is that there
- 16 will be minimal impact on land use, any of the
- 17 biological resources, recreation, cultural resources, or
- 18 scenic areas.
- 19 There was public outreach for this project and
- 20 you'll hear testimony on it. There was an in-person
- 21 open house as well as kind of a videotaped presentation
- 22 concerning the project that could be found on the
- 23 project website. Essentially, it took the place of a --
- 24 in lieu of a virtual open house.
- The Applicant also used newsletters, newspaper

- 1 ads, as I mentioned, two project websites. APS included
- 2 this on their project website, and then Strata had
- 3 always maintained a project website. So there were two
- 4 websites where this information concerning this project
- 5 could be found. And social media was used, along with
- 6 the various mailings to publicize the project and this
- 7 hearing. And not surprisingly, there's been minimal
- 8 public interest due to the remote location of the
- 9 project.
- 10 You see our three witnesses there. We will
- 11 have the slides, and there will be a flyover simulation.
- 12 And I think we'll start that with a Google Earth, which
- 13 will give you kind of a bird's eye, Chinese-balloon view
- 14 of the project area.
- 15 And that's it. So it's -- you know, we talked
- 16 about short gen-tie projects, but this is a good
- 17 project. It's been well-planned. It's in a good
- 18 location. You know, whether or not these sorts of cases
- 19 should be before this committee, I think, you know, I
- 20 understand where we're -- I think we're all aligned on
- 21 that and we're looking and watching what the legislature
- 22 is doing with the current House Bill that's come out of
- 23 the Energy Committee.
- 24 But these projects are important, and we
- 25 certainly appreciate your time, your willingness. For

- 1 those of you who drove to Yuma and for those of you
- 2 appearing virtually, we appreciate your time hearing
- 3 this case.
- 4 And, Mr. Chairman, we certainly appreciate your
- 5 service over -- I guess it's getting close to two years
- 6 or maybe longer now.
- 7 CHAIRMAN KATZ: It won't be two years until
- 8 September, so it's about 18 or 19 months. I didn't
- 9 count the days.
- 10 MR. DERSTINE: Well, I won't ask you to.
- 11 CHAIRMAN KATZ: We've done about -- I think
- 12 this is about our 25th or 26th project since I served,
- 13 after being told by my predecessor that there were three
- 14 or four of these hearings a year.
- 15 MR. DERSTINE: Well, yes, we understand how
- 16 that went.
- 17 CHAIRMAN KATZ: But hopefully the legislature
- 18 will present us with a kosher piece of legislation and
- 19 not sausage.
- 20 MEMBER HAMWAY: I think you should expect
- 21 sausage.
- 22 CHAIRMAN KATZ: Been there and done that
- 23 before.
- So that all being said, are we ready to go?
- MR. DERSTINE: We're ready. The witnesses are

- 1 ready to be sworn.
- 2 MEMBER LITTLE: Mr. Chairman.
- 3 CHAIRMAN KATZ: Yes.
- 4 MEMBER LITTLE: I'm looking at the maps that
- 5 were in the application, and I don't see any of the maps
- 6 that have the -- they show the right-of-way but not the
- 7 corridor.
- 8 And it sounded like maybe there was a map that
- 9 was shown there in the room that showed the corridor.
- 10 I'm wondering if maybe that could be shown so that those
- 11 of us that are not present could see it briefly.
- 12 MR. DERSTINE: That map, Mr. Chairman, Member
- 13 Little, that map is part of the -- will be part of the
- 14 testimony. And you'll see that, I think, in our
- 15 PowerPoint slide presentation. So that absolutely will
- 16 be covered.
- 17 I don't think we had finalized the corridor map
- 18 yet at the time the application was filed, but it
- 19 certainly will be part of the record in this case and
- 20 you will see it.
- 21 MEMBER LITTLE: Thank you so much.
- 22 CHAIRMAN KATZ: Thank you.
- Now that we're about ready to hear from our
- 24 panel of witnesses, Jill Grams, Dean Hazle, and Collin
- 25 Ramsey, and I think their name certificates are clear

- 1 enough, if we have good vision, so we get the proper
- 2 spellings of their name.
- 3 But does the panel prefer -- and we can do
- 4 both, depending on whether you're together or divided,
- 5 but I can administer either an oath or an affirmation.
- 6 So is there any feeling one way or the other
- 7 for all of you? And if not, we can do oaths and
- 8 affirmations depending on your preference.
- 9 MR. HAZLE: We'll do an affirmation as a panel.
- 10 CHAIRMAN KATZ: Okay. I would ask you to raise
- 11 your right hands. You don't need to stand up.
- 12 (JILL GRAMS, DEAN HAZLE, AND COLLIN RAMSEY WERE
- 13 DULY AFFIRMED, EN MASSE, BY THE CHAIRMAN.)
- 14 CHAIRMAN KATZ: Thank you very much.
- 15 And you're welcome to begin your presentation.
- 16 MR. DERSTINE: Thank you, Mr. Chairman.

17

- 18 JILL GRAMS,
- 19 DEAN HAZLE, AND COLLIN RAMSEY,
- 20 called as witnesses as a panel on behalf of Applicant,
- 21 having been previously affirmed by the Chairman to speak
- 22 the truth and nothing but the truth, were examined and
- 23 testified as follows:

24

25

1 DIRECT EXAMINATION

2

- 3 Q. (BY MR. DERSTINE) We'll start by introducing
- 4 our witness panel.
- 5 Mr. Ramsey, we're going to start with you.
- 6 Using your slide, give the committee a little bit of
- 7 your work experience, your education, and your
- 8 background.
- 9 A. (MR. RAMSEY) Of course.
- 10 Good afternoon. My name is a Collin Ramsey.
- 11 I'm a development manager with Strata Clean Energy. I
- 12 have roughly about 13 years' of experience in the
- 13 renewable -- development of renewable energy space,
- 14 primarily focused on environmental land use and
- 15 regulatory permitting.
- 16 Q. Mr. Ramsey, I'm going to ask you, just for the
- 17 benefit of the court reporter, to slow down your cadence
- 18 a little bit.
- 19 A. (MR. RAMSEY) Sure.
- 20 Q. I know all of that. I have heard it before,
- 21 but I don't think she has and the committee hasn't. So
- 22 if you just slow down a bit, that will be helpful.
- 23 A. (MR. RAMSEY) Sure.
- 24 From an education standpoint, I got by master's
- 25 of science at the University -- or excuse me -- Cal

- 1 State University, Fullerton. And bachelor's of arts
- 2 degree at the University of California, Santa Barbara.
- 3 Q. And, Mr. Ramsey, you are the senior development
- 4 manager for Strata. As I mentioned in the opening,
- 5 Strata is the original developer of this project.
- 6 Maybe this is a good time to have you give the
- 7 committee a little background on Strata Clean Energy.
- 8 A. (MR. RAMSEY) Sure.
- 9 Strata Clean Energy has been around for about
- 10 15 years. We're based out of Durham, North Carolina.
- 11 Over those 15 years, we've constructed 250 or 250-plus
- 12 renewable energy projects. We've developed four
- 13 gigawatts of solar, solar plus storage, and stand-alone
- 14 storage projects.
- 15 Currently under our management and operations
- 16 is 4 gigawatts of renewable energy projects, and we
- 17 currently have roughly 14 gigawatts of renewable energy
- 18 projects in our pipeline.
- 19 Q. Okay. Mr. Hazle, I think you were -- I
- 20 mentioned the case that this committee heard in Yuma
- 21 about two weeks ago. I think you were a part of that
- 22 case, but go ahead and remind the committee of who you
- 23 are and give them a little more background on yourself.
- A. (MR. HAZLE) Yeah, sure.
- 25 My name is Dean Hazle. I work for SWCA

- 1 Environmental Consultants where I'm an environmental
- 2 planner and project manager, primarily focusing on
- 3 renewable energy developments and their associated
- 4 transmission lines.
- 5 My business address is 1645 South Plaza Way in
- 6 Flagstaff, Arizona. I hold a bachelor's of science in
- 7 geology from Hope College in Holland, Michigan.
- I have about a decade of renewable energy sort
- 9 of infrastructure siting experience both in state
- 10 government and directly in industry and as a consultant
- 11 similar to my time with SWCA here.
- 12 Prior to joining SWCA, I was the assistant
- 13 director of the Massachusetts Energy Facility Siting
- 14 Board, which reviewed high voltage transmission lines
- 15 and generating facilities similar to the Line Siting
- 16 Committee here today.
- 17 SWCA's role in this project was primarily to
- 18 lead the environmental resource studies for the Proving
- 19 Ground interconnection project, as well as some studies
- 20 dedicated to the lower voltage facilities as well. So
- 21 that includes the land use, biological, cultural, and
- 22 visual resources.
- In addition, we prepared Exhibits A through J
- 24 of the application and also supported the public
- 25 outreach and notice of hearing activities.

- 1 Q. Okay. Ms. Grams, tell us about yourself.
- 2 A. (MS. GRAMS) Yes. Thank you.
- 3 So my name is Jill Grams, and I also work for
- 4 SWCA Environmental Consultants. Our business address is
- 5 1645 South Plaza Way in Flagstaff, Arizona.
- I have over 20 years' of experience working as
- 7 an environmental planner and project manager and also
- 8 specialize in visual resource analysis. Fourteen of
- 9 those years have been with SWCA Environmental
- 10 Consultants in Flagstaff, Arizona, where I currently
- 11 serve as the senior director of our Northern Arizona
- 12 operations. I am currently the project manager for
- 13 Strata for the Proving Ground project.
- 14 Q. Thank you for that.
- 15 Before we move into the development history,
- 16 let me spend a minute just talking about the CEC
- 17 application.
- 18 Mr. Ramsey, you were involved with the
- 19 preparation of the CEC application which is marked as
- 20 APS Exhibit 1; is that right?
- 21 A. (MR. RAMSEY) That's correct.
- Q. You have reviewed the CEC, application I think,
- 23 multiple times, and we've spent a lot of time talking
- 24 about it getting ready for this hearing.
- Do you have any corrections to the CEC

- 1 application?
- 2 A. (MR. RAMSEY) Yeah. We have one correction.
- In its current state, the CEC application
- 4 identifies a 150-foot wide right-of-way, and we are
- 5 going to request to modify that to 200 feet in width.
- 6 Q. Okay. And we touched on that, or I did briefly
- 7 in the opening, that the 200-foot right-of-way aligns
- 8 with what was requested and approved by the Bureau of
- 9 Land Management through their EA process; is that right?
- 10 A. (MR. RAMSEY) That is correct.
- 11 Q. Okay. Mr. Hazle, you were also involved with
- 12 the preparation of the CEC application, certainly all
- 13 the environmental analysis and exhibits.
- 14 Do you have any corrections to APS Exhibit 1?
- 15 A. (MR. HAZLE) I do not.
- 16 Q. Okay. All right. With that order of business
- 17 out of the way, Mr. Ramsey, why don't you start us off
- 18 with a little bit of the background and development
- 19 history for the project.
- 20 A. (MR. RAMSEY) Of course.
- 21 So just a brief history kind of on the
- 22 development of this project, and I'll discuss a little
- 23 bit why I'm here today working with APS.
- 24 So first and foremost, APS is the Applicant for
- 25 the CEC, and they are the owner of the entire project,

- 1 which includes the interconnection project and the solar
- 2 project.
- 3 Strata Clean Energy was the original developer
- 4 of the project. Last year, Quarter 2 of last year, APS
- 5 acquired the solar project, which includes the
- 6 interconnection project, from Strata Clean Energy.
- 7 However, Strata continues to support all siting
- 8 activities, working alongside APS.
- 9 Q. And that explains why you're here and not
- 10 someone on behalf of APS, because you're carrying this
- 11 part of the process in terms of the CEC hearing.
- 12 A. (MR. RAMSEY) Yeah. Correct. The thought was
- 13 that Strata has been working on this project for a
- 14 number of years, we have institutional knowledge, and so
- 15 we would be a good partner with APS throughout this
- 16 process.
- 17 Q. Thank you for that.
- 18 Let's talk about what is at the end of the line
- 19 or the reason for this interconnection project, that is,
- 20 the solar project. Let's spend a minute on that.
- 21 A. (MR. RAMSEY) Of course.
- 22 So as discussed briefly before, the solar
- 23 project will be an up to 250 megawatt solar, plus up to
- 24 250 megawatt battery energy storage facility.
- 25 It's located in unincorporated Yuma County.

- 1 The project site is located roughly 10 miles from
- 2 Dateland. It sits on about 1,600 acres -- the solar
- 3 project sits on about 1,600 acres of private land. And
- 4 that is shown in this white polygon that's outlined in
- 5 black to the -- I guess the left of the screen or the
- 6 left of the map of the exhibit. And that's roughly
- 7 about 1,600 acres. Again, all private land.
- 8 There will be a smaller substation -- solar
- 9 project substation located roughly in the northeast
- 10 corner of the solar farm site. That's where the
- 11 collection voltage, 34kV collection voltage will be
- 12 stepped up to 69kV.
- 13 From that northeast corner, there will be a
- 14 double-circuit 69kV line that will run about
- 15 five-and-a-half miles, and that is shown in the dashed
- 16 line. It shows up kind of gray in the exhibit right
- 17 now. And that will be a double-circuit 69kV line.
- 18 I know there was some previous question or
- 19 comment about the fact that we have two step-up
- 20 substations. The idea behind the dual 69 -- just a
- 21 quick history, development history -- the idea behind
- 22 the dual 69kV line was kind of two connected reasons.
- 23 One, 69kV -- by running a 69kV line instead of a 500kV
- 24 line, it allows us to use much shorter structures.
- 25 A 500kV line, you're looking at, you know, 100,

- 1 150-plus feet. You're looking at tubular monopole
- 2 structures, metal. With the 69, it allows us to be much
- 3 shorter. You could use wooden poles. So kind of a --
- 4 less height. And along with that comes less cost burden
- 5 on the project as well. Running a 69 is a lot more
- 6 beneficial from a cost perspective than running that
- 7 500kV.
- 8 So from -- the five-and-a-half miles, roughly,
- 9 of 69kV, dual-circuit 69kV, goes to the next step-up
- 10 substation, which is shown in that little box to the
- 11 right. We'll have a map that shows it in greater
- 12 detail. But to the right of the exhibit, right-hand
- 13 corner, the little box shows the step-up -- the second
- 14 step-up substation which increases the voltage from 69
- 15 to 500kV. Hoodoo Wash Switchyard, it's a 500kV
- 16 switchyard. Thus, we need to step up to match that
- 17 voltage.
- 18 Some quick hits on the economic benefits of the
- 19 project. It's going to create -- the solar project,
- 20 inclusive of the interconnection project, will create
- 21 over 500 construction jobs; at least three O&M
- 22 positions, full-time equivalent O&M positions; and there
- 23 will be an estimated \$20 million in new property tax
- 24 revenue that Yuma County will realize.
- Q. So, Mr. Ramsey, if I'm looking at the right

- 1 screen, Slide 22, where the 69kV line transitions from
- 2 the light blue, and I assume the light blue
- 3 designates -- is that private land or that's ASLD land?
- 4 A. (MR. RAMSEY) That is Arizona State land
- 5 currently.
- 6 Q. So for the bulk of the 69kV line, you had to
- 7 work with Arizona State Land Department to secure
- 8 right-of-way.
- 9 Where are we in that right-of-way process with
- 10 ASLD?
- 11 A. (MR. RAMSEY) It is complete. We have right-
- 12 of-way with ASLD.
- 13 Q. Okay. So ASLD has approved that for the
- 14 double-circuit 69kV line.
- 15 And then towards the right of Slide 22, you
- 16 then transition onto the more tan-colored area, and I
- 17 gather that's BLM land; is that right?
- 18 A. Correct. Federal lands. BLM land.
- 19 Q. And you have also then -- I indicated in my
- 20 opening, if you'll just touch on it, I know we'll get
- 21 into greater depth, but you've been through the federal
- 22 permitting process with BLM, and BLM has approved the
- 23 right-of-way for the 69kV line as well as the 69kV
- 24 substation that's located at the end of the 500kV
- 25 gen-tie project?

- 1 A. (MR. RAMSEY) That's correct.
- Q. Okay. And there's a variety of conditions that
- 3 BLM has placed on their grant and their approval of the
- 4 right-of-way for the 69kV line, as well as the 69kV
- 5 substation, as well as this 500kV line; is that correct?
- 6 A. (MR. RAMSEY) Correct. There's a list of
- 7 stipulations or conditions attached to that.
- 8 O. All right. So that covers the solar project.
- 9 What is generating the energy that drives the
- 10 need -- I'm sorry.
- 11 MEMBER HAMWAY: Mr. Chairman, could I ask a
- 12 quick question?
- 13 CHAIRMAN KATZ: Certainly.
- 14 MEMBER HAMWAY: So I just was curious. Was
- 15 part of the reason for choosing double-circuit 69kV to
- 16 avoid line siting?
- 17 WITNESS RAMSEY: I don't believe so.
- 18 MEMBER HAMWAY: Okay. Because we're here
- 19 anyway.
- 20 WITNESS RAMSEY: Right, right, right. And I
- 21 think we always knew we were going to have to come in at
- 22 500kV into the switchyard.
- 23 MEMBER HAMWAY: Yeah. Typically, it starts 230
- 24 to 500. So you're going from 34.5 to 69 to 500.
- 25 WITNESS RAMSEY: Correct.

- 1 MEMBER HAMWAY: So typically it goes from 34.5
- 2 to 230 to 500.
- 3 WITNESS RAMSEY: Right. I think it was purely
- 4 a cost consideration.
- 5 MEMBER HAMWAY: Okay.
- 6 Q. (BY MR. DERSTINE) Also, I guess -- and I don't
- 7 know the answer to this, but I'm assuming that a 230kV
- 8 line would have had sufficient capacity to carry the
- 9 energy from this project, but that doesn't work for
- 10 interconnecting at the Hoodoo Wash. That you have to
- 11 interconnect at 500, and that's the reason for the step
- 12 from 69 to 500. But maybe a 230 line is not large
- 13 enough. I don't know.
- 14 A. (MR. RAMSEY) No. 230 would have been probably
- 15 too large just for the project. The two choices we had
- 16 were either a 115 -- a single-circuit 115 or a dual-
- 17 circuit 69. 230 would have worked, but it would have
- 18 been, frankly, overkill.
- 19 MEMBER LITTLE: Mr. Chairman?
- 20 CHAIRMAN KATZ: Yes, Member Little.
- 21 MEMBER LITTLE: Along those lines, what
- 22 oversight, environmental and/or public outreach is
- 23 required for a 69kV line? Does anybody know?
- 24 MEMBER HAMWAY: Well, it would be local
- 25 jurisdiction.

- 1 CHAIRMAN KATZ: Member Hamway is correct.
- 2 MEMBER LITTLE: Okay.
- 3 Q. (BY MR. DERSTINE) And to Member Hamway's -- I
- 4 mean to Member Little's question, certainly, local
- 5 jurisdiction in terms of Yuma County. But then as
- 6 indicated, that right-of-way had to be negotiated and
- 7 obtained from both Arizona State Land Department and the
- 8 Bureau of Land Management?
- 9 And so there was a very -- you know, the normal
- 10 extensive federal permitting process that was done that,
- 11 I assume, included -- and we can have our witnesses
- 12 testify -- some level of notification, as well as then
- 13 the conditions that are placed on the grant of the
- 14 right-of-way that include a variety of, you know,
- 15 environmental considerations and conditions similar to
- 16 what you see in our CEC, but those are imposed by the --
- 17 by, in this case, the Bureau of Land Management.
- 18 Did I have that generally correct?
- 19 Q. (MR RAMSEY) Yeah. And I'll add that we had to
- 20 obtain a special use permit from the County of Yuma for
- 21 the project. So it included the -- it included the
- 22 solar portion plus the 69kV. And they even, you know,
- 23 took into consideration as a connected action the -- you
- 24 know, the step-up portion of the project and the 500kV
- 25 line.

- 1 Q. Okay. All right. So we've dealt with the
- 2 solar project, not the thing that's before this
- 3 committee, but it's important to talk about it and give
- 4 them an understanding of what is at the end of the line.
- 5 We've talked about the 69kV facilities that,
- 6 again, are not part of this application but part of the
- 7 project and get us to the start of the interconnection
- 8 project, which is the step-up from the 69kV to 500kV,
- 9 and then its the 500kV transmission line.
- 10 So let's talk about the actual interconnection
- 11 project that's presented to the committee in the
- 12 application.
- 13 A. (MR. RAMSEY) All right. So the project in
- 14 front of you, the interconnection project in front of
- 15 you today includes a 500kV transmission line located
- 16 between the project step-up substation shown here in the
- 17 kind of darker gray box.
- 18 So located between the substation -- step-up
- 19 substation to the west and the Hoodoo Wash Switchyard
- 20 shown here in kind of the trapezoidal shape in the
- 21 lighter gray here. It parallels the existing 500kV
- 22 Hassayampa to North Gila 1 and 2 transmission lines,
- 23 also known as HANG1 and HANG2.
- 24 A portion of the interconnection project, as
- 25 Matt described earlier, and the portion right here is

- 1 what I'm talking about between the two middle triangles.
- 2 That portion of the interconnection project will be
- 3 co-located with HANG2. The project requires two new
- 4 structures and the replacement of two existing
- 5 structures.
- 6 Purpose and need. Again, we went over this
- 7 briefly in the opening. But primary purpose is to
- 8 interconnect the new Proving Ground solar project to the
- 9 electrical grid through a connection at the Hoodoo Wash
- 10 Switchyard.
- 11 And the project as a whole, solar project plus
- 12 interconnection project, will aid the state and the
- 13 broader Southwest region in meeting the need for an
- 14 economic and reliable supply of renewable energy.
- 15 Q. We talked about -- I mentioned in my opening
- 16 and you just mentioned it that we're making some changes
- 17 to the structures for the HANG2 line. HANG2 is covered
- 18 by CEC 135. Let's give the committee more information
- 19 on that.
- 20 A. (MR. RAMSEY) Right. So as part of the
- 21 application, APS seeks to amend CEC 135 to allow for
- 22 co-location of the interconnection project with the two
- 23 structures of HANG2. Again, the middle triangles
- 24 indicate the co-location area.
- 25 Construction of HANG2 was originally authorized

- 1 by the ACC back in January of 2008. And HANG2, as a
- 2 whole, is a single-circuit 500kV line that runs from the
- 3 Palo Verde Hub, Hassayampa substation, and it runs in a
- 4 southwest direction, more or less, to the Hoodoo Wash
- 5 Switchyard, and then it terminates at the North Gila
- 6 substation in Yuma.
- 7 Q. Can we pull up APS-18, guys?
- 8 So this map that's being shown in the hearing
- 9 room on both screens is what is a separate, kind of a
- 10 new map that's marked as APS-18. This is a map that I
- 11 asked be prepared because I just couldn't get my head
- 12 around what we were changing and what wasn't changing or
- 13 how it was changing.
- 14 And you folks were kind enough to kind of
- 15 really walk me through it and label each structure, and
- 16 so this is kind of a remedial map for me. Maybe the
- 17 committee fully gets it.
- 18 But can you just kind of take us through again,
- 19 Mr. Ramsey, kind of what's being done, starting with --
- 20 there's four structures that I see there. Those are the
- 21 black triangles. Tell us what is happening with those
- 22 structures, what they're for, and when are we changing a
- 23 HANG2 structure.
- 24 A. (MR. RAMSEY) Sure. So really quick, kind
- 25 of --

- 1 CHAIRMAN KATZ: I don't know if we can have the
- 2 cursor following this as well so the virtual folks can
- 3 watch.
- 4 WITNESS RAMSEY: Yeah. So the red line is the
- 5 interconnection project that we're discussing today,
- 6 roughly 3,000 feet in length.
- 7 The yellow line indicates the relocated or
- 8 modified section of HANG2.
- 9 Starting in the west, there will be a new
- 10 structure right next to our project, a step-up
- 11 substation, and that will be a single-circuit structure.
- 12 So the line comes out of our step-up substation and goes
- 13 to the single circuit.
- 14 CHAIRMAN KATZ: That's where it goes to 500kV?
- 15 WITNESS RAMSEY: Yeah. It will be stepped up
- 16 to 500 at the substation. So everything leaving our
- 17 project substation will be 500kV. It goes to a
- 18 single-circuit 500kV structure. Continues east before
- 19 being co-located, converging with HANG2.
- 20 Q. (BY MR. DERSTINE) And co-located just means
- 21 both of those lines are being placed on the same pole,
- 22 the same structure.
- 23 A. (MR. RAMSEY) Correct. Side by side, more or
- 24 less.
- 25 This will be -- there is already an existing

- 1 structure here. It's a single-circuit structure, so it
- 2 has to be replaced with a double-circuit structure so
- 3 they could handle both the interconnection project and
- 4 the existing HANG2 line.
- 5 From that second structure, it runs --
- 6 continues south -- or excuse me -- continues east to the
- 7 third structure. This is going to be a brand new
- 8 structure. There's currently not a structure there.
- 9 That is going to be a double-circuit as well.
- 10 And then from there it diverges, with the
- 11 interconnection project running due north to a --
- 12 basically, the location of an existing structure, but a
- 13 structure that will have to be replaced. So that will
- 14 be replaced, that structure there.
- 15 HANG2, meanwhile, after it diverges from that
- 16 dual-circuit structure, it's going to continue more or
- 17 less in a northeast fashion and meet back up with the
- 18 current alignment of HANG2.
- 19 Q. So that the current alignment of HANG2, is that
- 20 shown in kind of the light dot-and-dash that's -- can
- 21 you show us where that -- as you work your way back
- 22 toward the --
- 23 A. (MR. RAMSEY) Correct. It's this guy. So it
- 24 kind of parallels just north of the railroad tracks,
- 25 then goes up and around and through Hoodoo Wash

- 1 Switchyard. It comes back down as we're going west and
- 2 then continues to parallel the train tracks.
- 3 O. Passes to the south of the substation there?
- 4 A. (MR. RAMSEY) Correct. Yeah, correct.
- 5 And then just for everyone, I don't know if it
- 6 makes a difference, but HANG1 -- we did briefly touch
- 7 upon HANG1. HANG1 is this dashed and dotted line that's
- 8 located south of the train tracks and Palomas Road
- 9 there.
- 10 Q. And nothing is happening with HANG1?
- 11 A. (MR. RAMSEY) Correct. I just made reference
- 12 to it.
- 13 Q. Okay. Well, thank you for that explanation. I
- 14 know that helped me and, hopefully, that was of benefit
- 15 to the committee.
- 16 So in terms of -- you have outlined and
- 17 provided testimony concerning the changes that will
- 18 occur to the HANG2 line, and they really only kind of
- 19 happen within that roughly 1,000-foot segment where
- 20 they're going to be co-located with the new
- 21 interconnection project 500kV line.
- 22 Anything else you want to mention about changes
- 23 to HANG2 and how this project is working with HANG2 to
- 24 minimize impacts on the ground?
- 25 A. (MR. RAMSEY) No. I think we covered it,

- 1 unless the committee has more questions. Happy to...
- Q. Okay. Let's talk about the route corridor and
- 3 right-of-way that you have up on the screen. I think
- 4 we've covered the route, but just for emphasis.
- 5 CHAIRMAN KATZ: And sometime within the next
- 6 five minutes, we probably want to take a break. So
- 7 whenever is a convenient breaking point.
- 8 MR. DERSTINE: Yeah. I think we can break --
- 9 we can break right after Mr. Ramsey covers this section.
- 10 CHAIRMAN KATZ: That's fine.
- 11 WITNESS RAMSEY: So as previously outlined,
- 12 the interconnection project, again shown in the red on
- 13 the exhibit, it's going to cover roughly 3,000 feet.
- 14 1,000 feet of that segment will be co-located along with
- 15 HANG2.
- 16 We are asking for the corridor -- CEC corridor
- 17 shown in the yellow rectangle in the exhibit.
- 18 Q. (BY MR. DERSTINE) Member Little asked about
- 19 the corridor. Is there a reason -- so can you just
- 20 speak generally to why we've landed on this yellow
- 21 rectangle as the corridor, given that we're only seeking
- 22 a 200-foot right-of-way?
- 23 A. (MR. RAMSEY) Correct. So I quess the easiest
- 24 way to describe it is to briefly go into a discussion of
- 25 the right-of-way itself.

- 1 So the right-of-way we're asking for is
- 2 200 feet in width. The route is pretty well-defined and
- 3 pretty well-baked right now. It matches the width of
- 4 both the CEC 135, which was 200 feet, and it also
- 5 matches the BLM right-of-way for HANG2 is right now.
- 6 This current 200-foot right-of-way route has
- 7 been designed and laid out along with APS, and I think
- 8 everybody is pretty confident in its location. However,
- 9 given that there may need to be some micrositing of
- 10 structures or the alignment either during, you know,
- 11 final construction drawing phase or even in the field
- 12 during construction, we felt it best to ask for this
- 13 corridor to give us a little bit of a contingency when,
- 14 you know, doing final designs and actually constructing
- 15 the project.
- 16 CHAIRMAN KATZ: And I also asked this already
- 17 of your attorney at the beginning, but APS has ownership
- 18 or control of the entire right-of-way area or will have
- 19 that?
- 20 WITNESS RAMSEY: Correct.
- 21 CHAIRMAN KATZ: In other words, the existing
- 22 single circuit is owned or controlled by APS, so we
- 23 don't need to get a third party involved regarding that.
- 24 WITNESS RAMSEY: Correct. Correct. Yeah.
- Just to put more clarity or emphasis on that,

- 1 this area right here, everything -- I'm trying to draw a
- 2 straight line. But everything to the west, all of this
- 3 is BLM land.
- 4 CHAIRMAN KATZ: Right.
- 5 WITNESS RAMSEY: The Hoodoo Wash, which is in
- 6 the green trapezoid, is APS-owned. And then in between
- 7 is private property, but there is a -- APS has an
- 8 easement for their exclusive use through that.
- 9 CHAIRMAN KATZ: Regarding the HANG2 project as
- 10 well as the --
- 11 WITNESS RAMSEY: Correct. Yes.
- 12 CHAIRMAN KATZ: Okay.
- 13 MEMBER HAMWAY: I just have a quick question.
- 14 Something that's come up pretty often.
- 15 Do you know of any other existing corridors
- 16 that this is laying on top of on the Hoodoo Wash
- 17 Switchyard?
- 18 WITNESS RAMSEY: I don't.
- 19 MEMBER HAMWAY: Do you know why I'm asking?
- 20 I'm sure you do.
- MR. DERSTINE: I don't.
- 22 MEMBER HAMWAY: Well, just because we approve
- 23 corridors like little Carter's pills. I mean, there's
- 24 just thousands of them out there. And so we're laying
- 25 them on top of each other, and we never know because we

- 1 can't remember if there are existing corridors.
- 2 So my question is are there other existing
- 3 corridors out there for other solar facilities within
- 4 your corridor?
- 5 WITNESS HAZLE: The interconnection line does
- 6 overlap with the corridor that was authorized for HANG2
- 7 in CEC 135.
- 8 MEMBER HAMWAY: Yeah, I figured that much. But
- 9 you don't know of any others?
- 10 WITNESS HAZLE: No.
- 11 MEMBER HAMWAY: I'm not sure you would ever
- 12 know of any others. I guess that's my question. I
- 13 mean, we're the only ones that know, and we can't
- 14 remember. I don't know. It'S just something that comes
- 15 up and it bugs me.
- 16 MR. DERSTINE: I guess it's a matter of -- so
- 17 if you have secured the right-of-way from ASLD and
- 18 Bureau of Land Management, I assume you would receive
- 19 notice if they were giving another solar project rights
- 20 to the same corridor that you were already granted from
- 21 those two different agencies.
- 22 But beyond that, you wouldn't know if --
- 23 obviously, I'm sure there are other solar projects that
- 24 are in different stages of development in this area and
- 25 are looking to interconnect at the Hoodoo Wash

- 1 Switchyard, but where they are in their process and
- 2 whether or not they've been granted a similar path or
- 3 right-of-way, I don't know whether you would receive
- 4 notice of that from ASLD and/or BLM.
- 5 WITNESS HAZLE: It's also part of our Exhibit H
- 6 efforts to identify known plans of other developments,
- 7 whether those are from public agencies or private
- 8 developers.
- 9 And we did look at the interconnection queue to
- 10 see what other solar projects might be in the vicinity
- 11 of ours. But that process, admittedly, does not involve
- 12 looking back at corridors that have already been
- 13 authorized.
- 14 CHAIRMAN KATZ: And from my 11 years' of
- 15 experience in representing the Land Department -- I'm no
- 16 longer doing it with respect to solar leases or
- 17 rights-of-way -- but the rights-of-way are not exclusive
- 18 but preclude one new party from interfering with the
- 19 operations of an already existing party. And once the
- 20 actual right-of-way is established, it doesn't matter
- 21 how wide the corridor is. That's probably going to be
- 22 an exclusive placement for a line.
- 23 WITNESS HAZLE: Agreed. Correct.
- 24 MEMBER HAMWAY: Right. I mean, I'm just
- 25 curious.

- 1 CHAIRMAN KATZ: No. I understand.
- 2 MEMBER HAMWAY: I mean, I can't remember if we
- 3 had been here before.
- 4 CHAIRMAN KATZ: Understood.
- 5 Let's take about -- I have about 20 minutes to
- 6 3:00. We'll begin at about 2:55, between 2:55 and 3:00,
- 7 and continue for about an hour and a half, and then
- 8 we'll see where we're at. But we do stand in recess.
- 9 (A recess was taken from 2:40 p.m. to
- 10 2:52 p.m.)
- 11 CHAIRMAN KATZ: Whenever you're ready,
- 12 Mr. Derstine.
- 13 Q. (BY MR. DERSTINE) Mr. Ramsey, I think the
- 14 screen is telling me that you're going to describe the
- 15 structures that will be used for this project, and I
- 16 think after that we're going to go into the flyover.
- 17 But let's cover the structures. I think
- 18 there's a couple different types of structures that may
- 19 be used.
- 20 A. (MR. RAMSEY) Sure. So there's a variety of
- 21 structures that may be used on the interconnection
- 22 project, including tubular, shown on the left portion of
- 23 the exhibit. And that would be most likely for the
- 24 co-located, dual-circuit portion of the project where it
- 25 shares structures with HANG2.

- 1 Q. I think just driving around, I'm familiar with
- 2 seeing the lattice, which is on the far right, and then
- 3 seeing the monopole structures in the middle.
- I'm not familiar -- maybe I just haven't paid
- 5 attention closely enough, but the tubular structure, is
- 6 that -- the benefit of that is it's stronger and,
- 7 therefore, it can carry a heavy load of the two 500kV
- 8 circuits?
- 9 A. (MR. RAMSEY) Correct. And I will preface this
- 10 with this is not my forte, per se, but I believe the
- 11 idea is that you could double circuit some very high
- 12 voltage 500kV, or whatnot, on a structure that is not as
- 13 obtrusive visually as maybe like a lattice tower would
- 14 be.
- 15 Q. Okay. Thank you.
- 16 A. (MR. RAMSEY) And the strength and kind of the
- 17 engineering perspective all comes into play there.
- 18 The project may include monopole structures as
- 19 well, likely for the single-circuit portions of the
- 20 project.
- 21 And then we included lattice structures as well
- 22 because HANG2 currently uses lattice structures, and
- 23 there's also lattice structures within the Hoodoo Wash
- 24 Switchyard. So we just wanted to highlight that these
- 25 are a possibility and, you know, it's all kind of

- 1 dependent on final engineering and design of the
- 2 interconnection project.
- 3 As far as height goes, in all likelihood, the
- 4 structures will be less than 200 feet, 199 feet or
- 5 below. We did identify in our application that the
- 6 maximum structure height can reach up to 210 feet.
- 7 Again, that's just more for kind of a contingency or
- 8 some wiggle room, but in all likelihood they're going to
- 9 stay under 200 feet.
- 10 O. Is it the 200 feet or 199 feet a threshold for
- 11 some sort of FAA regulation?
- 12 A. (MR. RAMSEY) Yeah. It's the magic number. So
- 13 if it stays under 200 feet, 199 below, I believe the
- 14 regulation allows it to not include a light -- a red
- 15 flashing light that you see on the top of radio towers
- 16 or wind turbines or something like that.
- 17 Q. Okay. So if we get to 200 feet or above, then
- 18 we'll be required to place a light at the top of the
- 19 structure.
- 20 A. (MR. RAMSEY) That's my understanding, yes.
- 21 MEMBER GRINNELL: Mr. Chairman, just a
- 22 question.
- 23 CHAIRMAN KATZ: Yes.
- 24 MEMBER GRINNELL: One of the arguments for
- 25 having a dual 69kV line was that the poles would be

- 1 shorter and they would not exceed.
- 2 And now we're hearing that the poles are going
- 3 to be in reasonably close proximity, potentially up to
- 4 200 feet. So can we go back to this 500? It just seems
- 5 to be a little contradictory.
- 6 MR. DERSTINE: Yeah. Member Grinnell, that's a
- 7 good point of clarification.
- 8 We were talking about the 69kV structures. One
- 9 of the benefits of the 69kV line, that double-circuit
- 10 69kV line to get to the step-up substation to bring the
- 11 voltage up to 500kV is that the structures could be
- 12 shorter, less obtrusive; and, therefore, there's a
- 13 benefit to that, as well as the cost. Less expensive.
- 14 These structures where we're calling out the
- 15 the maximum height to 210 feet is for the 500kV portion
- 16 of this project, the portion of the project that's
- 17 covered under the CEC application.
- The 69kV line we have described, and we've
- 19 given you testimony about how the energy gets from the
- 20 solar project to the step-up substation that brings the
- 21 voltage up to 500kV, which is in close proximity to the
- 22 Hoodoo Wash Switchyard.
- 23 But what we're talking about here are the
- 24 height of the structures only for the 500kV line.
- 25 That's not the 69kV line.

- 1 MEMBER GRINNELL: I understand that. But I
- 2 guess -- well, let me ask you this, then.
- 3 If you had from Point A throughout this whole
- 4 project the 500kV lines, would you need a step-up
- 5 substation?
- 6 MR. DERSTINE: You're saying if we built the
- 7 project at the 500kV level from the solar project all
- 8 the way to Hoodoo Wash Switchyard, would we require the
- 9 second step-up substation? The answer would be no.
- 10 MEMBER GRINNELL: Well, you're talking about
- 11 costs of building the substation. I would imagine
- 12 that's a substantial cost as well.
- 13 MR. DERSTINE: Certainly, the additional
- 14 substation presents additional cost, but I think five
- 15 miles of -- and I'll ask the witnesses to confirm, but
- 16 five miles of 500kV line and 500kV structures as opposed
- 17 to five miles of double-circuit 69kV is still less
- 18 expensive to build than if you were to build it out
- 19 500kV from beginning to end.
- 20 CHAIRMAN KATZ: You might want to just ask
- 21 Mr. Ramsey or the appropriate witness that question to
- 22 confirm your belief.
- 23 WITNESS RAMSEY: Yes. In all likelihood, the
- 24 cost of building the step-up substation would be less
- 25 than the five-and-a-half miles if, you know,

- 1 hypothetically, you did 500kV. I'm doing some very
- 2 rough math. That would be likely dozens and dozens and
- 3 dozens of 500kV monopole structures.
- 4 And, you know, not just cost but the
- 5 engineering and the foundation and the footing for a
- 6 500kV structure is, obviously, much bigger than it would
- 7 be for a 69 pole. So environmental impact, disturbance
- 8 would be much greater as well.
- 9 CHAIRMAN KATZ: And wouldn't the cost be
- 10 somewhere near a million-one to -- a million to a
- 11 million and a half dollars per mile?
- 12 WITNESS RAMSEY: At least.
- 13 CHAIRMAN KATZ: If you know.
- 14 WITNESS RAMSEY: Yeah. It seems like that
- 15 price increases every day that you get an estimate.
- 16 CHAIRMAN KATZ: Go ahead, Counsel, whenever
- 17 you're ready.
- 18 MR. DERSTINE: The whisper in my ear was the
- 19 cost per mile of a 500kV line is about 5 million per
- 20 mile. So considerably more expensive.
- 21 And so, yeah, Member Grinnell, I apologize for
- 22 the confusion. There was testimony about the shorter
- 23 structures and the benefit of the 69kV line. In
- 24 addition to cost was that they could be shorter
- 25 structures. They could be constructed on wood

- 1 structures, which are considerably less expensive than
- 2 steel structures.
- 3 But even utilizing the steel structures,
- 4 testimony that you heard from Mr. Ramsey and what I am
- 5 hearing from APS is that it's much more expensive to
- 6 build a five-mile 500kV line than a five-mile 69kV line,
- 7 even taking into account the additional substation.
- 8 O. (BY MR. DERSTINE) All right. Mr. Ramsey,
- 9 anything else on the structures?
- 10 A. (MR. RAMSEY) No. I think we covered it,
- 11 unless there's any more questions from the committee.
- 12 Q. All right. Let's spend a minute -- we've
- 13 talked about the involvement of the Bureau of Land
- 14 Management, and that was the trigger for a federal NEPA
- 15 process. Take us through that, please.
- 16 A. (MR. RAMSEY) Sure.
- 17 So back in 2019, we initiated the NEPA process
- 18 and the right-of-way grant process with the BLM. That
- 19 originally covered the 1.1 mile long right-of-way.
- 20 Starting at the west, right where my -- the
- 21 green laser pointer point is and going east all the way
- 22 to where it ends, where that tan section ends right
- 23 there to the east, so that's a 1.1 mile long
- 24 right-of-way that was covered by the BLM's EA, or
- 25 environmental assessment, along with the aforementioned

- 1 substation and access roads and other accessory
- 2 components of the project.
- In 2020, we received a record of decision from
- 4 the BLM that accompanied the finding of no significant
- 5 impact, or FONSI, and a right-of-way grant was issued by
- 6 BLM.
- 7 Between '20 when we got that right-of-way grant
- 8 and 2022, there were some design modifications that
- 9 warranted us going back to BLM and initiating a
- 10 right-of-way grant amendment modification. We're
- 11 working with BLM right now. Strata/APS and BLM are
- 12 working in unison to review those modifications and to
- 13 review the NEPA adequacy for those modifications.
- 14 Another permit that we have recently received
- 15 is the jurisdictional water-related permits. Last year,
- 16 in 2022, SWCA conducted field work out in the
- 17 interconnection site -- interconnection project site to
- 18 map any potential waters of the U.S. That field work
- 19 was later added to an application for a preliminary
- 20 jurisdictional determination, and it was submitted to
- 21 the U.S. Army Corps of Engineers.
- 22 In December of 2022, we received notification
- 23 from the U.S. Army Corps of Engineers that they accepted
- 24 that preliminary jurisdictional determination, sometimes
- 25 referred to as a PJD. And, basically, the U.S. Army

- 1 Corps of Engineers agreed with SWCA that there were no
- 2 waters of the U.S. located within the footprint of the
- 3 interconnection project.
- 4 Q. Okay. Well, I think we've covered all the
- 5 aspects in terms of the description of the project,
- 6 structures, and then closed with the federal permitting.
- 7 Maybe it's time for the committee to actually
- 8 see the project and have us present them with the
- 9 virtual tour. Mr. Hazle, I think you're going to direct
- 10 us through that and maybe start us with Google Earth,
- 11 kind of orienting all of us to where the project is
- 12 located and then go from there.
- 13 A. (MR. HAZLE) That's correct.
- 14 So this is a screen share from my laptop with
- 15 Google Earth. And since the project is not in close
- 16 proximity to any immediately recognizable landmarks, I
- 17 thought it would be appropriate to just kind of orient
- 18 us.
- 19 This is the greater Yuma area with Marine Corps
- 20 Air Station down here to the south. This little pin
- 21 right off of I-8 is where we are today at the Four
- 22 Points.
- 23 So our project, Proving Ground, is about
- 24 55 miles east down I-8 to the Dateland exit, which is
- 25 right here, and then another 10 miles north on

- 1 Avenue 64E, and then finally we can see the 500kV
- 2 segment right here.
- 3 So with that, I think we're ready to pull up
- 4 the virtual tour and I'll narrate us through that
- 5 portion.
- 6 Okay. I'll just ask to pause quick here.
- 7 Again, I know the committee has heard this a few times,
- 8 but just to orient people, this is the Aqua Caliente
- 9 solar project to the north, which we've heard about a
- 10 few times today. It's constructed and is in operation.
- 11 The McFarland solar project, which we've also
- 12 heard about a few times today, it's also interconnecting
- 13 to the Hoodoo Wash Switchyard. It's located south of
- 14 Palomas Road over here. You can kind of see where
- 15 they've started to do some land grading for it in this
- 16 aerial image, just indicating that it's in the early
- 17 stages of its construction.
- 18 Our project is the black polygon over here to
- 19 the west. As Mr. Ramsey testified, we have the sub
- 20 jurisdictional lead lines that come into the project
- 21 substation and then into Hoodoo Wash.
- Let's resume the tour here.
- 23 So the first sort of feature of our tour is to
- 24 come into what we call our Key Observation Point No. 2.
- 25 And Ms. Grams will provide more testimony about that

- 1 when we discuss visual resources, but just sort of for
- 2 the committee's benefit in this establishing overview, I
- 3 would like to pause right here.
- 4 These are our, like, visual simulations from
- 5 KOP-2 with existing conditions on the top, and then what
- 6 the project facilities would look like, you know, as a
- 7 scale, simulated model built into that photograph.
- We can continue on.
- 9 This is Palomas Road here, facing to the
- 10 northeast.
- 11 So this facility here is the step-up
- 12 substation, which we've heard about a few times today.
- 13 The solid red line is the 500kV interconnection project.
- 14 So let's pause right here for a second.
- 15 This is that first triangle that we've been
- 16 seeing. This would be a single-circuit structure. And
- 17 just for representative purposes, we've added a lattice
- 18 structure here, but it's possible that a monopole would
- 19 be used where we only need to site a single circuit.
- 20 Please continue.
- 21 So here we're heading in towards HANG2, and
- 22 let's pause right here. Perfect.
- 23 Okay. So we've got a lot of lines going on
- 24 here. The dashed purple line is the existing alignment
- 25 of HANG2. The solid yellow line is the proposed

- 1 modification to HANG2. So we would move it from the
- 2 purple line to the yellow line. And then again, solid
- 3 red line is our 500kV interconnection project.
- 4 So these are tentative models of the so-called
- 5 tubular structures. They're double-circuit towers. We
- 6 would have HANG2 on the south side of the structure
- 7 here, which would be the right side, and then our
- 8 project on the north side. And then the sort of yellow,
- 9 lime green halo is the approximate width of the
- 10 right-of-way.
- 11 So let's continue on.
- 12 Q. Before you move on, Mr. Hazle, can you keep it
- 13 paused there for a second?
- 14 A. (MR. HAZLE) Sure.
- 15 Q. So at that second structure, that's where we
- 16 transition from the BLM land onto the private land. Do
- 17 I have that right?
- 18 A. (MR. HAZLE) Yeah. The second structure is
- 19 just back a little ways on BLM land. This sort of
- 20 difference between the cleared land and sort of the
- 21 desert scrub that you can see on the aerial photograph,
- 22 that lines up pretty well with the property line between
- 23 BLM and private land.
- 24 Q. Okay.
- 25 A. (MR. HAZLE) This, like, rectangular feature

- 1 here is a storm water retention basin that's affiliated
- 2 with the Agua Caliente solar project.
- 3 Q. And so it's the piece of the 69kV line, the
- 4 step-up substation from 69 to 500 that we just passed
- 5 and then those first two structures, the one that we're
- 6 looking at on the screen currently in your flyover,
- 7 those were all analyzed in BLM's environmental
- 8 assessment. Am I correct about that?
- 9 A. (MR. HAZLE) Yeah.
- 10 Q. Okay. And that environmental assessment, I
- 11 think, is included in the CEC application under maybe
- 12 Exhibit B.1. Do I have that right?
- 13 A. (MR. HAZLE) Yeah, that's correct. We have the
- 14 environmental assessment and the finding of no
- 15 significant impact both as exhibits behind Exhibit B.
- 16 Q. Okay. And B.2, I think, is the finding of no
- 17 significant impact?
- 18 A. (MR. HAZLE) Correct.
- 19 Q. And so I guess the questions about who has
- 20 analyzed and who has, you know, ensured that those
- 21 project facilities that are not part of this
- 22 application, those are -- certainly up to the edge of
- 23 the BLM land, those are covered under BLM's analysis in
- 24 the EA and the finding of no significant impact;
- 25 correct?

- 1 A. (MR. HAZLE) Yes.
- 2 Q. Okay. Go ahead and continue.
- 3 A. (MR. HAZLE) So again, the trapezoid is the
- 4 outline of the Hoodoo Wash Switchyard. It's a pretty
- 5 sizable facility.
- 6 Let's just take a brief pause right here.
- 7 So again, this is HANG1 on the south side of
- 8 Palomas Road. It just takes a little jog into Hoodoo
- 9 Wash Switch and back out to the south side of Palomas
- 10 Road. Again, we're not doing anything to modify or
- 11 change HANG1.
- 12 So let's continue the tour.
- 13 This little balloon here is our second key
- 14 observation point. We just wanted to preview the visual
- 15 simulation. So again, we've got sort of the simulated
- 16 facilities down here where you can see a couple new
- 17 structures that would be added to this landscape that's
- 18 visible in the existing condition. And Ms. Grams will
- 19 go over that in good detail for us a little later.
- If we're paused, we can continue on with the
- 21 tour. Perfect.
- 22 And from here it's just going to take us back
- 23 out to sort of a bird's-eye view of the project.
- So I know we've heard it several times, but
- 25 that's sort of the overview of the interconnection

- 1 project and its modification to HANG2.
- 2 And my next set of topics would be land use,
- 3 but I would be happy to answer any clarification
- 4 questions from the committee at this time.
- 5 CHAIRMAN KATZ: Anybody have any questions
- 6 regarding the flyover video that we were just watching
- 7 and that was described to us by Mr. Ramsey?
- 8 (No response.)
- 9 CHAIRMAN KATZ: You may proceed, Counsel.
- 10 MR. DERSTINE: Thank you.
- 11 Q. (BY MR. DERSTINE) So, Mr. Hazle, you mentioned
- 12 land use. I guess why don't you take us through an
- 13 overview of all the environmental study that SWCA
- 14 performed to support this CEC application, and then you
- 15 can start us off with land use.
- 16 A. (MR. HAZLE) Sure. So I'm going to provide
- 17 testimony today on land use which corresponds to
- 18 Exhibits A, B, and H from the application. And then I'm
- 19 going to -- I'll also cover recreation and noise and
- 20 interference in Exhibits F and I, respectively.
- 21 My colleague Ms. Grams will cover biological
- 22 resources from Exhibit C and D, and visual and cultural
- 23 resources from Exhibits E and G.
- 24 After we offer our findings on the project's
- 25 environmental compatibility, I'll cover our notice of

- 1 hearing activities and the public outreach that was
- 2 conducted for this project.
- 3 So for land use, we've heard a bit about it
- 4 just by way of the project description from Mr. Ramsey.
- 5 But the surface jurisdiction for land use entitlements,
- 6 it runs with Yuma County. We are in an unincorporated
- 7 portion of the county, so there's no municipalities or
- 8 cities or towns in this area.
- 9 Dateland, that we've been referring to in our
- 10 previous remarks, is a -- I believe it's a census-
- 11 designated place, but it's not its own municipality. It
- 12 doesn't have a separate government from the Yuma County.
- 13 In terms of land ownership, on the right-hand
- 14 screen, once again, the light blue color is Arizona
- 15 State Land where the lower voltage facilities would be
- 16 located. The tan brown is the BLM. And then sort of
- 17 the gray, no-color-added is private land.
- 18 So with respect to the breakdown of the
- 19 interconnection projects across those landowners, you
- 20 can see we have about half or 53 percent on BLM land,
- 21 with the balance going across private land. And again,
- 22 the private landowners are affiliated with the Agua
- 23 Caliente project for this short segment right here
- 24 between BLM land and the Hoodoo Wash switch.
- As Mr. Ramsey mentioned, we'll use existing

- 1 easement rights to cross that portion of private land,
- 2 and then Arizona Public Service Company is the landowner
- 3 for the Hoodoo Wash Switchyard.
- A little bit on the existing land use. It was
- 5 probably somewhat apparent from the flyover and the maps
- 6 we've shown, but this is a very rural portion of Yuma
- 7 County. We focused our land use inventory on a two-mile
- 8 study area around the interconnection project, so that's
- 9 what this dashed oval is out here.
- 10 The sort of pink-colored areas are a land use
- 11 category we just called "utilities," and then with the
- 12 hatch mark indicating that it's utilities under
- 13 construction.
- 14 The areas with no color are just vacant, open
- 15 desert.
- 16 We mentioned the presence of agriculture out
- 17 here in this portion of the county. The circular
- 18 facilities or features are center-pivot irrigation
- 19 fields. I believe those green circles are cultivated
- 20 for alfalfa that support some of the dairy operations
- 21 west of here.
- 22 Finally, with respect to zoning, this whole
- 23 study area is zoned Rural Area 40, which means minimum
- 24 parcel size of 40 acres. So that's Yuma County's
- 25 largest parcel size zoning district, which sort of

- 1 further signifies this is a very remote area.
- 2 One note about sort of the existing land use
- 3 from a BLM perspective, but when the BLM looked at the
- 4 HANG1 and HANG2 transmission lines in those original
- 5 NEPA proceedings, the BLM designated a utility corridor
- 6 that they called the San Diego Gas & Electric
- 7 interconnection corridor. That's one-mile wide with
- 8 HANG1 and 2 in the center. And our project would be
- 9 inside of that BLM-designated utility corridor.
- 10 I don't know the particulars of how the BLM
- 11 uses the term "corridor" being similar or different from
- 12 how the committee uses "corridor." But just from a land
- 13 use perspective, the BLM likes to see new utility
- 14 facilities sited inside of existing corridors.
- 15 We find that co-locating and paralleling the
- 16 existing transmission lines is a good way of sort of
- 17 minimizing or reducing the potential land use impacts of
- 18 our project.
- 19 A little bit about the planned land use where
- 20 we look at, you know, the county's comprehensive plan to
- 21 see what they might want to do with this area in the
- 22 future. So the green circle over here is an indication
- 23 that this is all one land use designation under the
- 24 county's comprehensive plan. That is an agricultural,
- 25 slash, rural preservation.

- 1 The development of solar and utility facilities
- 2 within that land use designation does not require a plan
- 3 amendment from the county. And furthermore, we looked
- 4 at sort of some of the planning objectives from the
- 5 county's Dateland, slash, East County planning area, and
- 6 the county specifically lays out planning objectives to
- 7 promote the construction of solar and wind power plants
- 8 and to encourage appropriate buffers to mitigate
- 9 conflicting land uses.
- 10 So certainly with the first planning objective
- 11 here, we're right on the mark by developing renewable
- 12 energy facilities in this area. And then, you know, I
- 13 would argue we're consistent with this second objective
- 14 as well by maintaining appropriate buffers from
- 15 surrounding land uses.
- 16 MEMBER HAMWAY: May I ask a question? What is
- 17 an appropriate buffer?
- 18 WITNESS HAZLE: Yeah. The comprehensive plan
- 19 doesn't provide, like, a minimum threshold for what they
- 20 think is an appropriate buffer. But there are no
- 21 primary residences within a mile of this project so, you
- 22 know, where we think about conflicting land uses being
- 23 like a transmission line going through, you know, a
- 24 heavily developed area or something like that, that's a
- 25 situation we're avoiding with this project.

- 1 MEMBER HAMWAY: So do you put your solar panels
- 2 right on the property line or do you offer a setback
- 3 just by principle?
- 4 WITNESS HAZLE: Yeah, the solar project
- 5 received a special use permit from Yuma County, I think
- 6 back in 2018. And that special use permit requires
- 7 compliance with the setback distances required for the
- 8 RA-40 zoning district. I could look those up for you on
- 9 break, but I don't know the setback off the top of my
- 10 head.
- 11 MEMBER HAMWAY: Okay. Thanks.
- 12 WITNESS HAZLE: Finally, on planned land use,
- 13 we looked at the BLM's Yuma Field Office resource
- 14 management plan, which sort of lays out how the BLM
- 15 wants to develop or maintain, use the resources that it
- 16 manages in that district.
- 17 The resource management plan contains various
- 18 management actions and decisions, they call them. So we
- 19 have LR-31 and LR-34. I think "LR" stands for lands and
- 20 realty.
- 21 But again, this pertains to sort of
- 22 consolidating new facilities adjacent to or within
- 23 existing corridors. So the first one being, to the
- 24 extent possible, locate new rights-of-way within or
- 25 parallel to existing rights-of-way to minimize resource

- 1 impacts. And then, secondly, designated corridors are
- 2 the preferred locations for major rights-of-way.
- 3 So we're siting the interconnection project
- 4 inside of the previously designated San Diego Gas &
- 5 Electric interconnection corridor, and it will be
- 6 consistent with both of these land use objectives from
- 7 the BLM's perspective.
- 8 The final part of our land use outreach is to
- 9 contact government and private developers to request
- 10 information about known or future plans for development
- 11 in the vicinity of the interconnection project.
- 12 This is what we call our -- the so-called
- 13 Exhibit H mailing. We sent out a letter to 13 federal,
- 14 state, and local agencies or departments or their
- 15 representatives describing the project, including a map
- 16 of the project, and again requesting information that
- 17 those entities might have on other projects in the area.
- 18 We received one comment letter from the Arizona
- 19 Game and Fish Department. Although that letter did not
- 20 identify other known plans for development, it did
- 21 provide a number of recommended best management
- 22 practices for construction and mitigation measures. I
- 23 believe Ms. Grams will cover that in a little bit more
- 24 detail during her testimony.
- With regard to the known plans of private

- 1 developers, we're aware of the White Wing Ranch project
- 2 to the north of Agua Caliente. That's another solar
- 3 development. And then, of course, the McFarland solar
- 4 which is under construction to the south of Palomas
- 5 Road.
- 6 MEMBER HAMWAY: Just a quick question. Is the
- 7 Hoodoo Wash substation the only utility-scale substation
- 8 out there?
- 9 WITNESS HAZLE: Yes. Yeah, I think the next
- 10 subs would be close to Palo Verde and then down in the
- 11 city of Yuma.
- 12 MEMBER HAMWAY: Okay. Thank you.
- 13 Q. (BY MR. DERSTINE) I think you're going to
- 14 summarize your conclusions on existing and future
- 15 planned land use.
- 16 A. (MR. HAZLE) Yeah, that's correct.
- 17 So our project is consistent with the Yuma
- 18 County 2020 comprehensive plan. Again, there's no plan
- 19 amendments required for this development. We would be
- 20 inside of an existing BLM-designated utility corridor,
- 21 and we would be consistent with other known plans for
- 22 development in the area.
- So overall, we view the project as compatible
- 24 from a land use perspective.
- Q. All right. Ms. Grams, I think you're going to

- 1 take us through the study work that was done concerning
- 2 biological resources that are found on Exhibits, I
- 3 think, B and C of the application.
- 4 A. (MS. GRAMS) Yes. Thank you.
- 5 So for biological resources, we conducted both
- 6 desktop review of the area as well as site visits in the
- 7 field.
- 8 Our desktop review began with reviewing the
- 9 U.S. Fish and Wildlife Services' IPAC database for
- 10 threatened and endangered species that may be affected
- 11 by the project. And we also reviewed the Arizona Game
- 12 and Fish Department's environmental review database tool
- 13 looking for species of special status or special areas
- 14 within five miles of the project.
- 15 Following that, we conducted a biological
- 16 reconnaissance survey of the area in November of 2021,
- 17 and that was a general review of biology and biological
- 18 resources in the project area.
- 19 Following that, we conducted more of a field
- 20 survey on the BLM lands in August of 2022. That August
- 21 survey was looking for general habitat conditions, BLM
- 22 special status plants, noxious weeds, as well as habitat
- 23 for the Sonoran Desert tortoise.
- 24 As Mr. Hazle mentioned, we did provide Arizona
- 25 Game and Fish a letter associated with our Exhibit H

- 1 mailing, and we received a response from them in
- 2 September 2022 that, as Mr. Hazle mentioned, described
- 3 best management practices and mitigation measures
- 4 recommended by the department to implement for the
- 5 project.
- 6 So the findings of our surveys were that we had
- 7 the community -- the habitat up there is associated with
- 8 the Sonoran desert scrub biotic community, which is
- 9 common in this area of southern Arizona. We did not
- 10 observe any signs of Sonoran Desert tortoise or BLM
- 11 sensitive plants during the survey.
- 12 We did discover -- our research showed that two
- 13 U.S. Fish and Wildlife Services listed or candidate
- 14 species have suitable habitat in the area. The listed
- 15 species is the Sonoran pronghorn, and the candidate
- 16 species is the monarch butterfly.
- 17 Based on the limited forage and the condition
- 18 of the site and habitat on the site, we expect that the
- 19 Sonoran pronghorn impact is minimal or negligible.
- 20 During construction, when there's human activity and
- 21 noise present on site, there could be individuals
- 22 impacted of the Sonoran pronghorn; however, the habitat
- 23 surrounding the project area is adequate to serve those
- 24 individuals, and then they would be able to reuse the
- 25 project area once the construction is completed.

- 1 For monarch butterfly, the milkweed habitat
- 2 that is something that's important to the monarch
- 3 butterfly is not present in the project area; and,
- 4 therefore, we expect, again, the minimal impacts to the
- 5 butterfly.
- We did list, in Exhibit C, more special status
- 7 species that have potential to occur in the area,
- 8 looking at the species of greatest concern needs,
- 9 eagles, birds of conservation concern, BLM sensitive
- 10 species that could be in the area. Those are all listed
- 11 in Exhibit C.
- 12 Q. Do you want to give the committee kind of your
- 13 overall conclusions on the biological resources and the
- 14 potential impact of the project?
- 15 A. (MS. GRAMS) Yes.
- 16 So in summary, there are no areas of biological
- 17 wealth in the project area. The effects on special
- 18 status species, the monarch butterfly and Sonoran
- 19 pronghorn, would be negligible. And the construction-
- 20 related activities that would affect the pronghorn would
- 21 be short-term in duration. So again, a negligible
- 22 effect.
- 23 So based on these findings, we anticipate the
- 24 project would be compatible with biological resources.
- Q. All right. I think you're going to take us

- 1 next to Exhibit E. Exhibit E covers a number of
- 2 different topics, but you're going to start us off with
- 3 visual resources and scenic areas within the project
- 4 area.
- 5 A. (MS. GRAMS) Yes. So for visual resources, our
- 6 approach was really three-fold. We started with doing a
- 7 desktop review to identify any designated scenic areas
- 8 in the project or within the vicinity of the project,
- 9 including national or state parks, scenic overlooks,
- 10 wild and scenic rivers, or other areas of scenic
- 11 designation.
- 12 We followed that by conducting a field visit to
- 13 review the area for sensitive views and take a general
- 14 status of the project area for visual resources, as well
- 15 as collecting data for our visual simulations.
- 16 And thirdly, we did develop visual simulations
- 17 for the project from these sensitive viewing locations
- 18 as identified.
- 19 In terms of our assessment of visual resources,
- 20 we determined that there are no scenic areas designated
- 21 within the area of the project or around the project.
- 22 The area is generally an open desert area of scrub
- 23 vegetation with mountains defining the horizon in the
- 24 background.
- 25 For sensitive viewers, we determined that the

- 1 only sensitive viewers in the area would be persons
- 2 driving or traveling along Palomas Road, which is the
- 3 road that you've been seeing on several figures.
- 4 And we did also document a lot of existing
- 5 structure and utilities in the area, including the
- 6 Hoodoo Wash substation and the HANG2 transmission line,
- 7 as previously described.
- 8 So we did identify two key observation points.
- 9 As mentioned, KOP-1 is here on Palomas Road. It is on
- 10 the east side of the project area. It's the view of
- 11 persons traveling to the west on Palomas Road, looking
- 12 west at the project.
- 13 KOP-2 is on the other side of the project, on
- 14 the western side, looking northeast towards the
- 15 infrastructure of the project.
- 16 So to show you our simulations from each of
- 17 these KOPs, I'll start with KOP-1. So as I said, KOP-1
- 18 represents views looking west towards the project. The
- 19 top photograph here is the existing condition. You can
- 20 see, in the photo, existing infrastructure is Palomas
- 21 Road. We also have existing transmission structures.
- 22 The Hoodoo Wash substation is here. You can see the
- 23 HANG2 -- one of the HANG2 structures here as well. And
- 24 then another feature in this area is an elevated rail
- 25 line which is here on the north side of Palomas Road.

- 1 The bottom photograph represents the visual
- 2 simulation that was produced for the project. Here in
- 3 the middle to the left you can see there would be two --
- 4 you see two of the new structures. These are the HANG2
- 5 tubular structures that were shown during the flyover.
- In the background, it's harder to see at this
- 7 scale, but you can see the step-up substation where this
- 8 project is stepped up from 69kV to 500kV.
- 9 And that's primarily the infrastructure that
- 10 you can see from this viewpoint.
- 11 The second visual simulation was for KOP-2,
- 12 also on Palomas Road, but representing a view for
- 13 eastbound travelers traveling here along Palomas Road.
- 14 The existing view on top, you can see again a
- 15 HANG2 structure here, other facilities here. I believe
- 16 this you can see the Hoodoo Wash Switchyard. And again,
- 17 there's an elevated rail line here that you can see to
- 18 the north of the project.
- 19 For the visual simulation on the bottom, you
- 20 can see here, center left, is the step-up substation.
- 21 And that is then shown -- you can see where there is a
- 22 replacement -- a new structure here. I believe this is
- 23 the first substructure that comes out of the substation.
- 24 And then over here to the right center is the tubular
- 25 structure. Then replacement structure for the HANG2

- 1 line here.
- So in terms of visual impact from these KOPs,
- 3 you can see in these simulations that there's a lot of
- 4 existing infrastructure in the area and the simulations
- 5 show that the new transmission structures and features
- 6 are really consistent with the existing infrastructure
- 7 and show similar form, line, color, and texture in the
- 8 area, and are thereby showing really a weak contrast and
- 9 a minimal visual impact in the area relative to the
- 10 existing landscape.
- 11 Q. Do you want to give us your overall conclusions
- 12 concerning the visual impact of the project?
- 13 A. (MS. GRAMS) Yes. I would say that the project
- 14 will have minimal visual impacts relative to the
- 15 existing landscape in the area. Sensitive viewers are
- 16 limited to persons traveling along Palomas Road. There
- 17 are no recreational viewers or residential viewers of
- 18 the project. As a result, this would really be of
- 19 little visual impact and be compatible with the visual
- 20 resources of the area.
- 21 Q. Okay. Exhibit E also --
- 22 A. (MS. GRAMS) Sorry. There we go. There's my
- 23 conclusion.
- Q. Oh, okay. So the Slide 89 kind of reinforces
- 25 the conclusions you just stated for the record?

- 1 A. (MS. GRAMS) Yeah. And could I mention one
- 2 more thing?
- Yeah.
- 4 A. (MS. GRAMS) I also just want to clarify that,
- 5 as Mr. Ramsey mentioned previously, the structures,
- 6 there's a possibility that the structures could be over
- 7 200-feet tall. And if so, the Applicant would comply
- 8 with FAA night lighting requirements for aviation
- 9 safety.
- 10 Q. And the simulations you showed were not
- 11 nighttime simulations. So we haven't really modeled the
- 12 impact of what that would look like at night, but I
- 13 think the committee has sufficient experience in seeing
- 14 structures that have been lit and what that does.
- 15 And I assume your conclusions don't change
- 16 significantly even if the structure exceeds the 200-foot
- 17 threshold and has to be lit in terms of the contrast
- 18 that we're likely to see out there given that it's
- 19 generally out in the open, away from any sort of regular
- 20 viewers?
- 21 A. (MS. GRAMS) Again, yes. In terms of viewers,
- 22 it would be primarily viewers traveling along Palomas
- 23 Road that would be seeing even the night lighting for
- 24 the structures, yes.
- Q. All right. Thank you. So Exhibit E also

- 1 requires that we understand and discuss what sort of
- 2 impacts there may to cultural and historic resources. I
- 3 think you're covering that?
- 4 A. (MS. GRAMS) Yes.
- 5 So to review the project for cultural
- 6 resources, SWCA conducted a Class 1 inventory of the
- 7 project as well as a Class 3 pedestrian survey of the
- 8 project.
- 9 The Class 1 inventory consisted of reviewing
- 10 known previous surveys or identified archaeological
- 11 sites within a mile of the project.
- 12 And then the Class 3 survey consists of two
- 13 SWCA archaeologists doing standard transect surveys of
- 14 approximately six acres of the interconnection project
- 15 area shown here.
- 16 Q. I'm sorry. What does that mean? The
- 17 standard -- did you say "transect"?
- 18 A. (MS. GRAMS) Yeah.
- 19 Q. What is that?
- 20 A. (MS. GRAMS) It would be a 20-meter transect.
- 21 So two archaeological surveyors walking the area,
- 22 looking for cultural resource sites.
- 23 Q. Okay.
- 24 A. (MS. GRAMS) So the Class 3 pedestrian survey
- 25 was conducted in March of 2022.

- 1 So through these surveys, we determined that
- 2 there were no previously recorded or new archaeological
- 3 sites or cultural resources in the interconnection
- 4 project area and that the nearest eligible site is
- 5 approximately a half mile west of the interconnection
- 6 area.
- 7 Through this process, we also consulted with
- 8 the Arizona State Historic Preservation Office. We sent
- 9 them a letter, and we also included the -- in September
- 10 of '22, we also included their checklist which is titled
- 11 "The ACC SHPO Consultation Checklist for Compliance with
- 12 the State Historic Preservation Act."
- 13 We sent them the letter in December of 2022.
- 14 Since then, the SHPO has confirmed receipt of our letter
- 15 but has not provided any written reply or comment on the
- 16 project.
- 17 Q. This ACC SHPO checklist, that's something
- 18 that's relatively new, but we've, you know, complied
- 19 with it, provided our analysis in support of the various
- 20 items required under the checklist, and we haven't
- 21 received anything back from SHPO, as I understand it.
- 22 A. (MS. GRAMS) Correct.
- Q. All right. Do you want to give us your
- 24 conclusions on cultural resources?
- 25 A. (MS. GRAMS) Yes. In summary, for cultural

- 1 resources, there are no cultural resources identified in
- 2 the interconnection project area. No none would be
- 3 directly impacted by the project; and, therefore, the
- 4 interconnection project is compatible with cultural
- 5 resources.
- 6 Q. All right. Thank you.
- 7 I think, Mr. Hazle, you're going to cover any
- 8 sort of discussion on the analysis of recreational
- 9 resources within the vicinity of the project?
- 10 A. (MR. HAZLE) That's correct.
- 11 As part of our land use inventory, we looked at
- 12 whether or not there were any developed parks or
- 13 recreation facilities within that two-mile study area.
- 14 We did not identify any playground or, you know, parks
- 15 that would be maintained by the county or otherwise in
- 16 the two-mile study area.
- 17 We did find that there are hunting seasons for
- 18 various species of mule deer, dove, and quail in the
- 19 area, and the BLM lands are open to those hunting
- 20 activities as dispersed recreation.
- 21 However, given the interconnection project's
- 22 proximity to the existing HANG2 line, Palomas Road, and
- 23 the Hoodoo Wash Switchyard, we believe that the
- 24 interconnection project wouldn't interfere or otherwise
- 25 disrupt those dispersed recreation activities on BLM

- 1 land just by virtue of how close it is to existing
- 2 infrastructure.
- 3 So in addition to sort of the existing
- 4 recreation opportunities, the Applicant does not have
- 5 any plans to develop recreational aspects along the
- 6 proposed route. So we feel that the project is
- 7 compatible with respect to recreation resources.
- 8 O. And that's really your bottom line conclusion.
- 9 There is no impact from this project to recreation in
- 10 the area; correct?
- 11 A. (MR. HAZLE) Yes.
- 12 Q. Okay. I think you're going to take us through
- 13 noise and interference next?
- 14 A. (MR. HAZLE) That's correct.
- 15 With regard to noise, we don't anticipate that
- 16 the project would impact existing noise levels. I'm
- 17 sure the committee is familiar with sort of the corona
- 18 discharge crackling noise that transmission lines can
- 19 make, especially in wet or humid conditions.
- 20 Again, just given its proximity to the existing
- 21 500kV lines, we don't anticipate that adding this
- 22 relatively short line segment in direct proximity to
- 23 those existing facilities would have any appreciable
- 24 impact on the existing noise levels.
- 25 With respect to construction, noise from

- 1 construction would be temporary and primarily limited to
- 2 daylight hours.
- And then, finally, we don't anticipate any
- 4 signal interference where it doesn't already exist. And
- 5 again, that's just by virtue of its proximity to
- 6 existing transmission facilities that, if there is any,
- 7 may be contributing to such interference.
- 8 Finally, just to kind of tie it back to
- 9 existing land uses, the nearest potential -- I say
- 10 "potential" because it's not clear if it's a primary,
- 11 year-round residence, but it does look like there's sort
- 12 of an agricultural-type housing for some of those
- 13 center-pivot irrigation fields farther to the west. And
- 14 those would be the nearest residences that would be even
- 15 potentially in the area to hear noise from construction
- 16 or the project.
- 17 So our conclusion for noise and signal
- 18 interference is pretty straightforward. The project
- 19 wouldn't change existing noise levels and would not
- 20 contribute to signal interference.
- Q. Okay. Ms. Grams, I think you're going to wrap
- 22 up all of the environmental analysis and give us your
- 23 broad conclusions about whether the project is
- 24 environmentally compatible.
- 25 A. (MS. GRAMS) Yes.

- 1 So in summary, the project is consistent with
- 2 the local zoning and land use plans as reviewed. The
- 3 project would permanently disturb a small amount of
- 4 land, much of which is already previously disturbed by
- 5 various activities.
- It would be constructed near an existing and
- 7 adjacent to an existing high voltage transmission
- 8 facility. And this would result in really minimal
- 9 effects on existing planned land use, recreation,
- 10 visual, cultural and biological resources.
- 11 In my professional opinion, based on our
- 12 analysis, the project is environmentally compatible with
- 13 the siting statute.
- 14 Q. Anything, Ms. Grams or Mr. Hazle, you want to
- 15 add on the environmental analysis or did we cover it?
- 16 A. (MR. HAZLE) I think we covered it.
- 17 Q. Okay. So, Mr. Hazle, you're going to take us
- 18 through kind of the formal notice requirements required
- 19 by statute or the Chairman's procedural order.
- 20 As noted on Slide 113, the application was
- 21 filed on January 5, 2023. We're required to publish the
- 22 notice of hearing following the filing of the
- 23 application. Was that done for this case?
- 24 A. (MR. HAZLE) Yes, it was. We published the
- 25 notice of hearing in the Yuma Sun on January 12 and

- 1 January 13. The Yuma Sun is a general circulation daily
- 2 newspaper in Yuma County. I believe it circulates about
- 3 10,000 papers per day.
- 4 And interestingly, when I reached out to the
- 5 Yuma Sun, they specifically noted that they send papers
- 6 to the Dateland Elementary School, which is the nearest
- 7 public building to the project.
- 8 So on the right-hand screen, we just have a
- 9 tear sheet of the publication from the Yuma Sun, and
- 10 then an affidavit of publication because it was run as a
- 11 legal notice in the newspaper.
- 12 Q. Okay. And the affidavit of publication and, I
- 13 think, copies of those tear sheets are found under --
- 14 well, the affidavit of publication is found under APS
- 15 Exhibit 8; correct?
- 16 A. (MR. HAZLE) Yes.
- 17 Q. All right. In addition, by statute we're
- 18 required to give notice to affected jurisdictions. The
- 19 Chairman asked me about who were the affected
- 20 jurisdictions, but run through those three jurisdictions
- 21 again or who we gave notice to as jurisdictions.
- 22 A. (MR. HAZLE) Yeah. The primary area of
- 23 jurisdiction that was affected by the project would be
- 24 Yuma County. So we sent a notice letter to the -- I
- 25 believe it's the county administrator or the county

- 1 manager. And then we also noticed the Arizona State
- 2 Land Department and the Bureau of Land Management's Yuma
- 3 Field Office.
- 4 Q. We encountered an issue in this case -- I
- 5 haven't actually encountered this before, but that the
- 6 Docket Control typically sends out, by certified mail,
- 7 notice to the affected jurisdictions.
- As we kept checking the docket, we discovered
- 9 that that mailing apparently did not go out. So we then
- 10 immediately sent out new notices by Federal Express and
- 11 also by e-mail.
- 12 And then we received confirmations back from, I
- 13 think, all three other than Yuma County. And those
- 14 evidence of the Federal Express mailings, as well as
- 15 some additional efforts at mailing and e-mailing, are
- 16 all collected under APS Exhibit 12. Do I have that
- 17 correct?
- 18 A. (MR. HAZLE) That's correct.
- 19 Q. Okay. And just so that the record is clear, in
- 20 terms of coordination with Yuma County, I understood
- 21 either from you or Mr. Ramsey that there is a process
- 22 that Yuma County was well aware of this project through
- 23 the special use permit application that was granted by
- 24 Yuma County; is that true?
- 25 A. (MR. HAZLE) That's correct. And APS

- 1 Exhibit 12 does contain e-mail confirmation from county
- 2 staff that they received the follow-up message that I
- 3 believe your firm sent earlier this month.
- 4 Q. Okay. So we did get confirmation from all
- 5 three that they had received our notice.
- 6 A. (MR. HAZLE) Correct.
- 7 Q. And then just for background, I believe you and
- 8 Mr. Ramsey have testified at some length about the
- 9 process with Bureau of Land Management and their
- 10 coordination and their understanding of this project
- 11 going back to 2022 or even earlier; correct?
- 12 A. (MR. HAZLE) Yes. The Bureau of Land
- 13 Management process goes back to 2018, actually. And
- 14 we've been in regular communication with their staff
- 15 throughout 2021 and 2022 -- or excuse me -- 2022 and
- 16 2023.
- 17 Q. And then with regard to Arizona State Land
- 18 Department, the application for right-of-way and the
- 19 grant of right-of-way that was given by State Land
- 20 Department, do you have an idea of the timeline for
- 21 that?
- Would that go to you, Mr. Ramsey?
- 23 A. (MR. RAMSEY) I believe we had to go back for
- 24 an amended right-of-way, and I believe that was in 2022.
- Q. Okay. And I assume, then, the process started

- 1 much earlier and ASLD is -- your coordination with ASLD
- 2 goes at least from 2022 and probably sometime earlier?
- 3 A. (MR. RAMSEY) Correct. It went back probably
- 4 as long as the BLM's. So about 2018 they were aware of
- 5 this project, and we were working with them on the
- 6 right-of-way.
- 7 Q. Okay. So it's fair to say that our view is
- 8 that those jurisdictions, if we're calling all three of
- 9 those jurisdictions, that they're well aware of this
- 10 project and they received notice concerning this case
- 11 and this hearing.
- 12 A. (MR. RAMSEY) Yes.
- 13 Q. Beyond the notice to affected jurisdictions,
- 14 the Chairman's procedural order required that we provide
- 15 copies of the CEC application to nearby libraries.
- 16 I'm guessing that there's not a public library
- 17 really close to the project, but tell us how we complied
- 18 with that requirement.
- 19 A. (MR. HAZLE) Sure. The Dateland Elementary
- 20 School is the nearest public building to the
- 21 interconnection project, and it sort of serves as an
- 22 all-in-one community center. It's an elementary school.
- 23 It has a small public library affiliated with it. I
- 24 think it actually has a post office in there too. So
- 25 that's probably the first and best location where we had

- 1 the application placed for public review.
- 2 But then moving down the valley toward Yuma,
- 3 just to make sure we had it widely available, we placed
- 4 an application in the Wellton Public Library and the
- 5 Foothills Public Library, which is in the city of Yuma.
- 6 And then looking back toward the east, we also had an
- 7 application placed at the Gila Bend Public Library.
- 8 O. And the notice of hearing that we published
- 9 calls out these library locations?
- 10 A. (MR. HAZLE) That's correct.
- 11 Q. And copies of the transcripts from our
- 12 prefiling and prehearing conference are delivered to
- 13 those same locations by the court reporting firm;
- 14 correct?
- 15 A. (MR. HAZLE) Yes. And that information is
- 16 contained in APS-10.
- 17 Q. Okay. Thank you. We're also required to post
- 18 signs within the vicinity of the project. Take us
- 19 through how we complied with that requirement.
- 20 A. (MR. HAZLE) Sure. We looked at sign locations
- 21 that were both directly proximate to the project itself
- 22 and then also just in general locations where people
- 23 traveling through the area might see the signs.
- 24 So the first two locations may be a little hard
- 25 to see on the right-hand screen, but they're up here

- 1 kind of flanking the east and west end of the project
- 2 itself. And those two sign symbols correspond to these
- 3 photographs on the bottom right here. Those are on each
- 4 end of the solar project -- or excuse me -- each end of
- 5 the interconnection project.
- 6 We had a sign installed at the intersection of
- 7 Avenue 64E and Palomas Road, which is a few miles from
- 8 the project. But, you know, if you're traveling this
- 9 way, you'll go through that intersection.
- 10 And then most important, we had a sign
- 11 installed between the I-8 Dateland exit and the
- 12 elementary school, which is likely the most traveled
- 13 portion of road in that area.
- 14 So we feel that we really canvassed this area
- 15 thoroughly with our public notice signs. The signs
- 16 themselves contained a map of the project and a link to
- 17 the project website and also the details for today's
- 18 hearing.
- 19 Q. And what you're showing on the right screen
- 20 here in the hearing room, Slide 118, which is the map of
- 21 the sign locations and then photos of signs, those are
- 22 also contained under APS Exhibit 13; is that correct?
- A. (MR. HAZLE) Yes.
- Q. Newsletter. We sent out a newsletter providing
- 25 information on this hearing. Why don't you talk about

- 1 that a minute.
- 2 A. (MR. HAZLE) Yeah. We sent a newsletter to
- 3 property owners within two miles of the interconnection
- 4 project and also to key public agencies, departments,
- 5 and representatives.
- 6 Acknowledging the larger Spanish-speaking
- 7 population in Yuma County, we included a shorter Spanish
- 8 translated message at the bottom of that outreach letter
- 9 indicating that further information in Spanish was
- 10 available on our project website and providing an e-mail
- 11 address and phone number that could be contacted for
- 12 more information.
- 13 MEMBER HAMWAY: Mr. Chairman?
- 14 CHAIRMAN KATZ: Yes, Member.
- 15 MEMBER HAMWAY: How many newsletters were
- 16 within the two-mile radius?
- 17 WITNESS HAZLE: It's pretty small. It's about
- 18 21, I think. So these are -- like I mentioned earlier,
- 19 the minimal parcel size for the zoning district is
- 20 40 acres. So even with a big notice area, we came up
- 21 with few landowners.
- 22 MEMBER MERCER: Question. Are you required to
- 23 have everything in Spanish or just a public service?
- 24 WITNESS HAZLE: Yeah, it's not a prescriptive
- 25 requirement from the regulations or the Chairman's

- 1 order. It's our practice as a consulting firm to kind
- 2 of look at the census demographics for the project area
- 3 and make a judgment call if interpretive services or
- 4 translation is appropriate for a particular project.
- 5 I'll talk more about this in my general
- 6 outreach slide, but we have a project website that
- 7 Strata and SWCA maintained, and then separately APS has
- 8 their own project website for this. So these website
- 9 updates for the notice of hearing kind of rolled out in
- 10 tandem on our website and on the APS website.
- 11 But they include kind of the whole gamut of
- 12 details and information. So hearing links, transcripts,
- 13 key documents, including the full Certificate of
- 14 Environmental Compatibility application. We have the
- 15 Zoom links and video links for remote participation and
- 16 dial-in posted.
- 17 And then on the right-hand portion of the right
- 18 screen we can see that Spanish-translated section that
- 19 we had posted on the website, which again kind of has a
- 20 basic project description and then information about the
- 21 CEC hearings today.
- 22 And I think I forgot to mention, in the
- 23 newsletter and really with all of our public
- 24 communications, we included contact information for the
- 25 project team so that anybody receiving those

- 1 communications could actually reach us.
- Q. (BY MR. DERSTINE) I think the screen print of
- 3 the -- if you go back to the website posting concerning
- 4 the hearing, I think those are found under APS-11. And
- 5 then that third newsletter or that newsletter that
- 6 announced the hearing was found also under APS
- 7 Exhibit 14. I think I have that right.
- 8 A. (MR. HAZLE) Yes.
- 9 MEMBER HAMWAY: Mr. Chairman, I just have a
- 10 quick question.
- 11 CHAIRMAN KATZ: Yes.
- 12 MEMBER HAMWAY: I know it's not required, but
- 13 do you have the same kind of information for the solar
- 14 facility?
- 15 The reason I'm asking that question is I was
- 16 asked by a legislator if -- I've lost my train of
- 17 thought. But anyway, I lost my train of thought. I'm
- 18 sorry.
- 19 WITNESS HAZLE: That's okay. I think when we
- 20 write these project descriptions in our public
- 21 communications, it just kind of makes sense to give a
- 22 full project description so that it doesn't seem like
- 23 this is a transmission line going to nowhere.
- 24 MEMBER HAMWAY: Right. Do you send out -- do
- 25 you do a same two-mile radius around the solar facility

- 1 and send to those people?
- 2 For example, the last hearing we had, they did
- 3 community outreach. They tried to assimilate themselves
- 4 into the Yuma city proper and wanted people to know
- 5 about them. So I'm just curious how much of that goes
- 6 on when you're way out in the middle of nowhere.
- 7 WITNESS HAZLE: Yeah, I think when we look at
- 8 these projects, we kind of calibrate the public outreach
- 9 based on the setting of the project. So if we're in
- 10 more developed areas, oftentimes that, you know, gives
- 11 us a reason and cause to go above and beyond what is
- 12 done in other cases.
- 13 So in this instance, that two-mile study area
- 14 that we used for our resource studies was also applied
- 15 to the public outreach, and that's buffered around the
- 16 interconnection project 500kV portion.
- 17 MEMBER HAMWAY: Right. So the same kind of
- 18 two-mile radius around the solar field, you didn't do
- 19 that.
- 20 WITNESS HAZLE: Correct.
- 21 MEMBER HAMWAY: Okay. That's what I wanted to
- 22 know. Thanks.
- 23 WITNESS HAZLE: Uh-huh.
- 24 MEMBER LITTLE: Mr. Chairman.
- 25 CHAIRMAN KATZ: Yes, Member Little.

- 1 MEMBER LITTLE: Just a quick question to kind
- 2 of continue along the lines of Member Hamway's
- 3 questions.
- 4 So if there had not been a hearing required for
- 5 this transmission line, would there have been any public
- 6 outreach at all for the project itself? Not just the
- 7 transmission line but for the solar and the 69kV line
- 8 and the substation and the whole thing.
- 9 WITNESS HAZLE: Yeah, I think both Strata Clean
- 10 Energy and certainly Arizona Public Service Company have
- 11 long track records of doing outreach sort of regardless
- 12 of the permitting requirements or, you know, what a
- 13 particular committee or regulator is going to look for
- 14 in an application.
- 15 So we find that it just leads to better project
- 16 outcomes overall when you kind of gauge the awareness
- 17 and the kind of concern of the neighbors and the
- 18 communities more broadly. That allows developers to
- 19 tailor their projects to what the community is saying
- 20 and make adjustments where that's appropriate.
- 21 I don't know. Mr. Ramsey might be able to
- 22 offer more on Strata's sort of development philosophy
- 23 with community outreach. But I think the answer is,
- 24 yes, we would do outreach sort of regardless of the
- 25 prescriptive requirements of any particular permit.

- 1 MEMBER LITTLE: Thank you.
- Q. (BY MR. DERSTINE) And I guess on that topic,
- 3 am I correct in understanding that the NEPA process, the
- 4 environmental assessment process that was led by the
- 5 Bureau of Land Management also has its own outreach and
- 6 engagement requirements? I don't know what they were
- 7 done here, but there is a notification and outreach
- 8 process that's required under NEPA.
- 9 A. (MR. HAZLE) That's correct. The BLM held what
- 10 they call a scoping meeting back in 2018. And as part
- 11 of that process, they solicited public comments and held
- 12 an open house in Dateland.
- 13 CHAIRMAN KATZ: Also, I would assume because
- 14 every project, even if it was exempt from our view,
- 15 would require a special land use permit from either a
- 16 city or a county, and the cities and counties are
- 17 required to give public notice and an opportunity for
- 18 the community to submit written objections or
- 19 affirmations of the project and to appear in person
- 20 before the Board of Supervisors or the city council.
- 21 WITNESS HAZLE: That's correct.
- 22 Q. (BY MR. DERSTINE) I think you were going to
- 23 touch on kind of the last formal notice requirement,
- 24 which is the Chairman's procedural order requires you to
- 25 utilize social media to some extent to publicize this

- 1 hearing and as appropriate for the project in general.
- 2 A. (MR. HAZLE) That's correct. We ran a social
- 3 media ad on Facebook and Instagram through sort of the
- 4 Facebook advertising platform.
- 5 One interesting thing about setting this ad up,
- 6 which I haven't encountered in other instances I've done
- 7 this, is that we started with a two-mile buffer around
- 8 the 500kV line, and Facebook came back and said "Hold
- 9 on. There's not enough accounts in this two-mile area.
- 10 You have to look at -- you have to pay for a bigger
- 11 area."
- 12 So we kept stepping out our notice area on the
- 13 Facebook ad until we got to about a 13-mile radius,
- 14 which would encompass the Dateland exit and the Dateland
- 15 Elementary School, before we sort of satisfied, you
- 16 know, the account threshold for an ad to be viable on
- 17 the Facebook platform.
- 18 So we ran this ad for about one week leading up
- 19 to hearings. A screen grab of that advisement is shown
- 20 on the right here. It contains a lot of information
- 21 right in the ad itself, and then individuals who clicked
- 22 on this were directed to our project website where, you
- 23 know, the full suite of information was available.
- In that one-week period that we ran the ad for,
- 25 we had about 170 impressions and 6 clicks. And just in

- 1 my experience running Facebook ads for these projects,
- 2 we frequently see numbers kind of in the thousands and
- 3 hundreds, respectively. So I think this is pretty
- 4 indicative of the just kind of exceptionally remote area
- 5 that we're in.
- 6 Q. All right. You ticked off the various notice
- 7 requirements required by statute or by the Chairman's
- 8 procedural order.
- 9 I think this last section you're going to just
- 10 more broadly cover some of the outreach engagement that
- 11 was done in connection with the interconnection project.
- 12 A. (MR. HAZLE) That's right. We're going to step
- 13 back to what we did leading up to hearings. This is
- 14 kind of everything before the notice of hearing.
- Just as an overview, this outreach program that
- 16 we ran for the project included newsletters, an
- 17 in-person open house, two websites, a dedicated
- 18 telephone number and e-mail address that were monitored
- 19 by the project team. And then, of course, the notice of
- 20 hearing which I just described.
- 21 So again, I think I touched on this in response
- 22 to Member Hamway's question, but we focused our
- 23 communications on a two-mile study area. For our mailed
- 24 communications, we developed a mailing list that was
- 25 based on the Yuma County Assessor's Office, and then we

- 1 added into that sort of the relevant public officials,
- 2 agencies, and departments. Those include groups like,
- 3 you know, the county. I think even for the county we
- 4 included the administrator but then also the public
- 5 works department and the planning department all got
- 6 their own letters here.
- We sent letters to Arizona Public Service,
- 8 actually, before they were the owner of the project, and
- 9 several other agencies like that.
- 10 We did run advertisements for our open house in
- 11 the Yuma Sun, and then we actually had our open house at
- 12 the Dateland Elementary School, which is the nearest
- 13 venue we could find.
- 14 So I think I mentioned a minute ago that we set
- 15 up a dedicated e-mail and telephone number. Those are
- 16 shown on the right-hand screen up here. Ms. Grams and I
- 17 had access to both of these. So if anybody were to
- 18 leave a voicemail here, Jill and I would both be
- 19 notified right away and same goes for the e-mail.
- This is our project website on the left here.
- 21 So this was what we originally stood up with the Strata
- 22 team prior to APS's involvement. And we've updated this
- 23 several times over the project's development cycle with
- 24 just new information as it becomes available.
- Despite having included this website link in

- 1 all of our public communications, newsletters, newspaper
- 2 ads, things like that, you know, these are the website
- 3 views on an annual basis, which I think tells a lot.
- 4 You know, 30 views in 2021. 200 views in 2022. And
- 5 then just since we've had our public outreach notice
- 6 activities here in 2023, another 130 views. So again,
- 7 pretty minor compared to some of the other project
- 8 websites that I've personally operated.
- 9 The website addresses, e-mail, telephone number
- 10 were included in all of our public outreach materials so
- 11 that people could always go and get more information if
- 12 they wanted it or contact the project team directly.
- 13 This is our first newsletter we sent out way
- 14 back in November of 2021. This sort of introduced the
- 15 project and notified people about our open house,
- 16 inviting people to attend the open house at the Dateland
- 17 Elementary School. Again, we ran a little ad in the
- 18 Yuma Sun inviting people to come attend the open house.
- 19 MEMBER HAMWAY: Did you get anyone?
- 20 WITNESS HAZLE: Yes. We had about two people
- 21 attend. Both individuals were expressing interest in
- 22 employment opportunities with the project's
- 23 construction.
- 24 The open house was set up with sort of an
- 25 informal poster boards on easels format, and there were

- 1 members from the Strata team and SWCA in attendance at
- 2 that open house. The poster boards on easels had basic
- 3 project description information and contact information,
- 4 things like that.
- In the second quarter of 2022, as Mr. Ramsey
- 6 indicated earlier, APS became involved as the -- APS
- 7 purchased the project from Strata in 2022. And after
- 8 that acquisition, we sort of refreshed our outreach
- 9 activities. There had been a few sort of updates to the
- 10 approach that the interconnection route was going to
- 11 take, so we took the opportunity to explain APS's
- 12 involvement in the project, being the sort of
- 13 well-recognized footprint utility, and also to describe
- 14 the updates to the project.
- 15 All of the project updates that happened
- 16 leading up to this August 2022 outreach round were also
- 17 implemented on our project websites.
- 18 I got a little ahead of myself. Yeah. We
- 19 updated all this information on the SWCA Strata website,
- 20 which is on the left here. And then August 2022 is
- 21 about the time that Arizona Public Service Company put
- 22 up their own project-specific page for Proving Ground.
- 23 As part of our website updates, we wanted to
- 24 include sort of a virtual engagement piece, and to do
- 25 that we developed sort of a prerecorded, narrated

- 1 presentation again with the project description, contact
- 2 information for the team, describing APS's involvement,
- 3 things like that. So that kind of ended up in the form
- 4 of a YouTube video that's directly embedded in our
- 5 website and people can watch that anytime they would
- 6 like.
- 7 And in addition, just leading up to hearings
- 8 here in the last couple weeks, we did have the virtual
- 9 flyover tour posted to the website just to give people a
- 10 further look and feel for what the project will be like
- 11 once constructed.
- 12 So I know that was a lot, and I would be happy
- 13 to answer any questions on the public engagement that
- 14 we've done so far, but that's everything I have
- 15 prepared.
- 16 Q. (BY MR. DERSTINE) I just wanted to cover with
- 17 you, I think APS Exhibit 9 is a summary of our public
- 18 outreach efforts, but all the various public outreach
- 19 efforts are also included under Exhibit J to the CEC
- 20 application which is also APS Exhibit 1; is that right?
- 21 A. (MR. HAZLE) Yes.
- MR. DERSTINE: Okay. Make sure I covered it
- 23 all. Yeah. Mr. Chairman, if this is a good time for
- 24 the afternoon break. And then we may have a few
- 25 exhibits to cover with the witnesses, and then we are

- 1 done.
- 2 CHAIRMAN KATZ: Okay. So we'll pick back up,
- 3 then, at 5:30? Is that what your thought is? Or are
- 4 you talking about taking a 15-minute break?
- 5 MR. DERSTINE: If we can take a 15-minute
- 6 break.
- 7 CHAIRMAN KATZ: It's about 20 minutes after
- 8 4:00. We can break until about 4:35 and go back in for
- 9 20 minutes or so before we take a little rest before the
- 10 likely lack of public comments at 5:30.
- 11 MR. DERSTINE: All right.
- 12 CHAIRMAN KATZ: Anyway, we do stand in recess,
- 13 unless the committee has any immediate questions for any
- 14 members of the panel.
- 15 Okay. Well, think about it, and we'll recess.
- 16 And more questions will come from counsel and, if
- 17 necessary, from the committee.
- 18 MR. DERSTINE: Thank you.
- 19 (A recess was taken from 4:16 p.m. to
- 20 4:35 p.m.)
- 21 CHAIRMAN KATZ: Good Afternoon a second time
- 22 today, maybe the third time. But we are ready to go for
- 23 about another 20 or 30 minutes, and then we'll break and
- 24 hold off for our 5:30 public comment session.
- Mr. Derstine, if you're ready to proceed,

- 1 please feel free to do so.
- Q. (BY MR. DERSTINE) Yeah. I wanted to have the
- 3 witnesses speak to two of the exhibits that we haven't
- 4 touched on yet, but, Mr. Chairman, you raised it at the
- 5 beginning of the hearing, and that is Staff's letter.
- 6 So, Mr. Ramsey, if you could turn to APS-16 in
- 7 your exhibit binder. That's the Commission Staff's
- 8 letter dated February 7, 2023. And maybe just for
- 9 purposes of the record, read the conclusion at the end
- 10 of that letter.
- 11 A. (MR. RAMSEY) Sure. Just for clarity, I'm on
- 12 Page 3 of their letter.
- 13 It says "Based on Staff's review of the
- 14 application, as well as the Applicant's response to a
- 15 Staff issued data request, Staff believes the proposed
- 16 project can improve the reliability and/or safety of the
- 17 operation of the grid and the delivery of power in
- 18 Arizona."
- 19 MR. DERSTINE: And I don't know whether Member
- 20 Little or there's any members of the committee have any
- 21 questions that they want to ask concerning the content
- 22 of the letter, but I wanted to make sure we covered it.
- 23 MEMBER LITTLE: Thank you, Mr. Derstine. I
- 24 don't have any questions. Thank you.
- 25 MR. DERSTINE: Thank you.

- 1 Q. (BY MR. DERSTINE) And then, Mr. Ramsey, APS
- 2 Exhibit 17 is Arizona Corporation Commission Decision
- 3 70127, docketed January 23, 2008, and it references Line
- 4 Siting Case No. 135, and attached to the decision is the
- 5 CEC granted by this committee in Case 135.
- 6 Am I correct in understanding that the CEC in
- 7 Case 135 and the Decision No. 70127 is for the HANG2
- 8 line that's been the subject of testimony and that the
- 9 interconnection project's 500kV line will be co-located
- 10 with on the two structures that has been identified in
- 11 your testimony and, I think, in Mr. Hazle's testimony?
- 12 A. (MR. RAMSEY) Yes. You are correct.
- 13 MR. DERSTINE: Okay. I think that covers it,
- 14 Mr. Chairman. I'm happy to move the admission of our
- 15 exhibits.
- 16 CHAIRMAN KATZ: That's fine.
- 17 MR. DERSTINE: Okay. Let me make sure I've
- 18 kept my list in order.
- 19 So I would move the following APS exhibits:
- 20 APS Exhibit 1, which is the CEC application.
- 21 APS Exhibits 2, 3, and 4, which are the witness
- 22 summaries that were filed in accordance with your
- 23 procedural order for Mr. Hazle, Mr. Ramsey, and
- 24 Ms. Grams.
- 25 I'm going to skip APS-5.

- 1 APS-6 are the witness presentation slides that
- 2 were used by the witnesses in their sworn testimony
- 3 today in this hearing to support their testimony and
- 4 illustrate various points.
- 5 APS Exhibit 8 is the affidavit of publication
- 6 that Mr. Hazle spoke to.
- 7 APS-9 is the summary of public outreach which
- 8 summarized the various outreach and engagement efforts.
- 9 Mr. Hazle also spoke to that.
- 10 APS Exhibit 10 is the proof of the delivery of
- 11 the CEC applications to the libraries that were
- 12 identified in Mr. Hazle's testimony and on the slides
- 13 here in the hearing room.
- 14 APS Exhibit 11, which is the evidence of the
- 15 website posting and the notice of hearing information.
- 16 APS-12 is the collection of the various
- 17 evidence of the notice to the affected jurisdictions.
- 18 APS-13, which is the proof of the posting of
- 19 the signs along the project route and it includes the
- 20 map of those sign locations.
- 21 APS-14, which is the newsletter announcing this
- 22 notice of hearing.
- We'll skip APS-15.
- 24 APS-16, which is the letter from Commission
- 25 Staff dated February 7, 2023, that Mr. Ramsey just spoke

- 1 to.
- 2 And APS-17, which is Decision No. 70127, that
- 3 includes the CEC and Line Siting Case No. 135.
- 4 And then APS-18, which is the separate,
- 5 standalone map which Mr. Hazle spoke to. And I think
- 6 Mr. Ramsey actually walked us through the different
- 7 callouts that actually was, you know, prepared for me to
- 8 help better illustrate exactly what is happening with
- 9 each of those four structures.
- 10 And then I would move APS-19, which is the
- 11 large generator interconnection agreement that addressed
- 12 the issues that were raised in the limited appearance
- 13 that you dealt with at the outset of the hearing.
- 14 CHAIRMAN KATZ: Then Exhibits 1, 2, 3, 4, 6, 8,
- 15 9, 10, 11, 12, 13, 14, 16, 17, 18, and 19 have been
- 16 offered into evidence, and they will all be admitted.
- 17 And you need to make sure that our court reporter has
- 18 copies of each of those exhibits.
- 19 And just one other thing. I'll be a teacher.
- 20 I already did this once to Mr. Acken.
- 21 When I was a young lawyer in the U.S.
- 22 Attorney's Office and at the Attorney General's Advocacy
- 23 Institute doing, like, the moot court and training
- 24 programs in D.C., I got yelled at when I moved an
- 25 exhibit. They said you offer exhibits and the court

- 1 receives them.
- 2 But today it's about like the difference
- 3 between "well" and "good" or "I" and "me." Half of the
- 4 universe doesn't know the difference. So I just share
- 5 that thought.
- 6 MR. DERSTINE: I appreciate the point of order,
- 7 and I will use "offer" from now on.
- 8 CHAIRMAN KATZ: But you've been very good at
- 9 these hearings, so I appreciate it.
- 10 MR. DERSTINE: Thank you.
- 11 CHAIRMAN KATZ: And we can pat each other on
- 12 the back when this thing is all over.
- 13 Anything else, though, for today?
- 14 MR. DERSTINE: I have nothing else for today.
- 15 You know, as I mentioned at the end of my opening
- 16 statement, we greatly appreciate, Mr. Chairman, your
- 17 chairmanship over these -- whatever the count is --
- 18 these 18 months or so. And we also greatly appreciate
- 19 the time and the service of the members of this
- 20 committee, those who appear in person and those who are
- 21 appearing virtually today.
- 22 You know, this project falls into that bucket
- 23 of short gen-tie cases and, you know, putting aside the
- 24 issue of how these cases should be dealt with
- 25 procedurally and efforts to maybe pull them out of the

- 1 hearing queue for this committee because of their length
- 2 and their minimal environment impacts, I think all of
- 3 the Applicants and counsel in this room support that
- 4 effort. Where you end up with that legislative effort,
- 5 I don't know. We hope it will be successful.
- 6 But these projects, the short gen-tie projects,
- 7 are important. They're short because in most cases the
- 8 project developer makes an effort to site the project
- 9 close to the interconnection point so it minimizes the
- 10 impacts of the project. And in this case, we have a
- 11 project that, you know, is close to a switchyard and
- 12 other solar projects and not much else.
- 13 And so there are very minimal impacts, but
- 14 these projects are important, and we appreciate your
- 15 time hearing these cases until there's a change and you
- 16 no longer hear them.
- 17 CHAIRMAN KATZ: Right. And I have made it
- 18 clear to the committee members, as well as to Adam
- 19 Stafford, that I'm available if my input is required,
- 20 whether it's testifying before the legislature or
- 21 working on drafting things or making sure that the new
- 22 members, if any, of this committee, as well as the new
- 23 chair are well-prepared and understand what they're
- 24 doing.
- MR. DERSTINE: Right.

- 1 CHAIRMAN KATZ: So anyway, we stand in recess
- 2 until 5:30. And I'm not expecting a large crowd to
- 3 appear virtually. There's nobody here from the public
- 4 in person that I'm aware of. So we'll see you back here
- 5 about 5:30, and we'll take it from there.
- 6 (A recess was taken from 4:43 p.m. to
- 7 5:28 p.m.)
- 8 CHAIRMAN KATZ: Let's go back on the record.
- 9 It is now 5:30. And we can wait but maybe
- 10 another five minutes or so before we recess. But I
- 11 don't see any members of the general public present that
- 12 have filled out forms and wish to address us either
- 13 verbally or by way of written comment.
- 14 And our IT folks have indicated that there's
- 15 nobody other than Adam Stafford as well as our other
- 16 virtual participants on the line.
- 17 I don't know if we want to wait another five
- 18 minutes or so. So we'll go off the record, but I'm
- 19 going to wait about five minutes. And if we don't have
- 20 anybody that shows up personally or virtually, we'll
- 21 call it a day.
- 22 And then we decide do we want to begin at 9:00
- 23 tomorrow. We can. We will probably finish within an
- 24 hour or two and have to decide whether we want to just
- 25 sit around for a couple of hours until our 2:00 special

- 1 meeting, or whether we would like to start later, but we
- 2 don't have to cross that bridge immediately. Just give
- 3 it some thought.
- 4 We stand in recess for about five more minutes.
- 5 (A recess was taken from 5:30 p.m. to
- 6 5:36 p.m.)
- 7 CHAIRMAN KATZ: We're going back on the record.
- 8 We had a slight delay, some IT issues that had to be
- 9 corrected.
- 10 But it's my understanding that we -- I haven't
- 11 seen any strangers enter the hearing room where we're
- 12 all seated, and we don't have any new folks appearing on
- 13 our virtual website for public comment. So there will
- 14 be none.
- 15 What are your recommendations, Mr. Derstine, in
- 16 terms of what time we start tomorrow? And I'm happy to
- 17 do it at 9:00 and to have a long break, or we can start
- 18 a little bit later. It doesn't matter to me.
- 19 Do any of our committee members have any
- 20 thoughts one way or the other?
- 21 MEMBER PALMER: No.
- 22 MR. DERSTINE: I don't have a strong
- 23 preference. It's whatever the preference is of the
- 24 committee. I know that in Coolidge we started an hour
- 25 later. I think we started at 10:00 instead of 9:00. It

- 1 makes for a little easier morning, but it doesn't matter
- 2 to us. We'll be ready.
- 3 CHAIRMAN KATZ: What do you figure? You have
- 4 probably about a 10- or 15-minute, at the most, closing
- 5 argument?
- 6 MR. DERSTINE: You already heard my closing.
- 7 I'm done.
- 8 CHAIRMAN KATZ: Okay. So we really -- absent
- 9 some unforeseen issues that come up during the night,
- 10 we'll have -- you have already advised me that the CEC,
- 11 with a couple of edits from the original version
- 12 provided to me, has been sent to Tod.
- 13 MR. DERSTINE: Correct.
- 14 CHAIRMAN KATZ: Tod will convert those either
- 15 this evening or early morning because he's in trial with
- 16 the Liability Management Section attorney in the
- 17 Superior Court.
- 18 He said either tonight or early tomorrow
- 19 morning he will review it to make sure that we don't
- 20 have any grammatical or typographical errors. And any
- 21 references to prior CECs, if they're still there, will
- 22 be stricken because we don't need to have those in what
- 23 we're reviewing.
- 24 And we'll get a PDF version back, which will be
- 25 Chair Exhibit No. 1, and we can project that on the

- 1 right screen because the left screen is closer to
- 2 counsel. And we can put the Word version, Chair
- 3 Exhibit 2 up.
- 4 Chair Exhibit 1 is strictly there so that the
- 5 public and the Corporation Commission knows what we
- 6 started with. We won't touch it.
- 7 The Word version will be the one that has all
- 8 the edits, additions, subtractions, and whatever else we
- 9 might need to do to it.
- 10 And then unlike the last one where I forgot to
- 11 ask for a motion to allow me to correct scrivener
- 12 errors, we'll do it anyhow, but we would like to have
- 13 that motion so if there are any typos or other scrivener
- 14 errors, we can correct them.
- 15 Any thoughts? Should we make it 9:30?
- 16 MEMBER PALMER: Whatever you want, Mr. Chair.
- 17 MR. DERSTINE: Whatever your preference is. I
- 18 think you have your special meeting noticed for 2:00.
- 19 CHAIRMAN KATZ: Right. And we can't move it up
- 20 because of the public notice requirements.
- 21 MR. DERSTINE: So you either have more of a
- 22 gap, however long the deliberations take, and start a
- 23 bit later, or we can start at 9:00 and then you have a
- 24 longer gap between deliberations and the 2:00.
- 25 CHAIRMAN KATZ: I say maybe 9:30 or 10:00.

1	MEMBER PALMER: Anything you want.
2	MR. DERSTINE: I'll just suggest 10:00.
3	CHAIRMAN KATZ: Okay. We'll meet at 10:00.
4	You might want to let your breakfast people know that
5	breakfast I don't know from 8:00 to I don't
6	know what time you want to have breakfast served.
7	MR. RAMSEY: We have breakfast starting at 8:00
8	in Room C.
9	CHAIRMAN KATZ: And we can off the record.
LO	(The Evidentiary Hearing recessed at 5:40 p.m.)
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1	STATE OF ARIZONA)
2	COUNTY OF YUMA.
3	
4	BE IT KNOWN that the foregoing proceedings were
5	taken before me; that the foregoing pages are a full, true, and accurate record of the proceedings, all done
6	to the best of my skill and ability; that the proceedings were taken down by me in shorthand and thereafter reduced to print under my direction.
7	I CERTIFY that I am in no way related to any of
8	the parties hereto nor am I in any way interested in the outcome hereof.
9	T CHRISTING that I have separated with the athird
10	I CERTIFY that I have complied with the ethical 9 obligations set forth in ACJA $7-206(F)(3)$ and ACJA $7-206(J)(1)(g)(1)$ and (2) .
11	ACUA $7-206(3)(1)(9)(1)$ and (2) .
12	DATED this 16th day of February, 2023, at Yuma, Arizona.
13	AI IZONA:
14	Michèle C. Balmer
15	Maddle (Dating)
16	MICHELE E. BALMER
17	Arizona Certified Reporter No. 50489
18	I CERTIFY that GLENNIE REPORTING SERVICE, LLC,
19	has complied with the ethical obligations set forth in ACJA 7-206(J)(1).
20	
21	
22	
23	
24	GLENNIE REPORTING SERVICE, LLC
25	Arizona Registered Firm No. R1035