STATE OF VERMONT PUBLIC UTILITY COMMISSION

Case No. 23-xx-PET

Petition of Vermont Transco LLC, and Vermont Electric Power Company, Inc. for a certificate of public good, pursuant to 30 V.S.A. § 248(j), authorizing upgrades to VELCO's existing Tafts Corner Substation in Williston, Vermont

PREFILED TESTIMONY OF DAVE HAAS <u>ON BEHALF OF VERMONT ELECTRIC POWER COMPANY, INC.</u> This testimony and associated exhibits have been filed ePUC other than the identified confidential document

September 29, 2023

Dave Haas's testimony introduces the other witnesses offering testimony in support of the so-called "Tafts Corner Substation 115 kV Breaker Project," provides an overview of the proposed Project's scope, cost and schedule, explains how the Project addresses a subset of the § 248 criteria, and explains why the Section 248(j) procedures should apply to the Project.

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Exhibit Petitioner DH-8 Aesthetic Report

PREFILED TESTIMONY OF DAVE HAAS ON BEHALF OF VERMONT ELECTRIC POWER COMPANY, INC.

1	1.	Introduction
2	Q1.	Please state your name, occupation, and business address.
3	A1.	My name is Dave Haas. I am employed by Vermont Electric Power Company, Inc.
4		(VELCO) as a Project Manager. My business address is 366 Pinnacle Ridge Road,
5		Rutland, Vermont 05701.
6		
7	Q2.	Please describe your education and employment background.
8	A2.	I received an ASEET Degree from Vermont Technical College in 1982, after which
9		I began working for VELCO. I have been employed by VELCO for over 40 years.
10		During this time, I have worked in various capacities that include experience in
11		field maintenance, electrical and power system design, system modeling, short
12		circuit studies and analysis, power system operation, load-flow and contingency
13		analysis, and project management. Currently, I am responsible for managing
14		several VELCO projects. I have specific information regarding my work
15		experience as detailed in my resume, attached as Exhibit Petitioner DH-1.
16		
17	Q3.	Have you previously provided testimony before the Vermont Public Utility
18		Commission (Commission)?

A3. Yes, I have submitted prefiled testimony in several Commission proceedings,
including Docket 19-4582-PET for the New Haven Operations Facility, Dockets

- 8033 and 8085 concerning transformer replacements in St. Albans, and Docket
 7032 in connection with VELCO's Lamoille County Project.
- 3 2. <u>Testimony Overview</u>
- 4 Q4. What is the purpose of your testimony?
- 5 A4. My testimony supports the Petition by VELCO for a Certificate of Public Good 6 (CPG) pursuant to 30 V.S.A. § 248(j) to install a new 115 kV SF6 circuit breaker, 7 115 kV voltage transformer, and associated equipment all within the existing 8 substation fence at VELCO's existing substation located at 525 Sycamore Street, 9 Williston, Vermont (Project). My testimony: (1) introduces the other witnesses 10 offering testimony in support of the Project; (2) justifies application of the Section 11 248(j) procedures; (3) provides an overview of the proposed Project and the 12 proposed schedule for Project completion and timing of needed CPG approvals; (4) 13 provides a summary cost estimate and the expected cost treatment; and (5) explains how the proposed Project addresses a subset of the criteria under Section 248. 14 15 Please see Exhibit Petitioner DH-2 for the USGS location of the substation.
- 16
- 17 Q5. Please identify each of the witnesses other than yourself that will submit testimony,18 as well as the scope of their testimony.
- A5. In support of this Petition, VELCO submits the prefiled testimony and exhibitssponsored by the following witnesses:
- 21WitnessSubject22Ed McGannDiscusses the engineering and design details for the
substation work and addresses public health and
safety

1 2 3 4 5		Jacob Reed	Provides an assessment on the environmental and historic sites criteria for the Project and VELCO's waste disposal methods
6	Q6.	Why has VELCO filed this I	Petition under subjection (j) of Section 248?
7	A6.	The Project is limited in size	and scope, it raises no significant issues with respect
8		to the substantive criteria of	Section 248, and the public interest is satisfied by the
9		procedures authorized under	Section 248(j). VELCO would perform the Section
10		248 upgrades within previou	usly disturbed lands all within the existing substation
11		fence. No Project component	s require tree clearing. Thus, the Project does not raise
12		a significant issue with respe	ct to the Section 248 criteria given the Project's limited
13		scope and clear need to impr	ove restoration times during emergencies and simplify
14		the work for routine mainten	ance.
15			
16	Q7.	Please describe the existing	g VELCO Tafts Corner substation, and noteworthy
17		historical events.	
18	A7.	VELCO constructed the Taf	ts Corner substation in 2004 to increase the reliability
19		and load-serving capability	of the 34.5 kV Green Mountain Power (GMP) and
20		Vermont Electric Cooperati	ve (VEC) substransmission systems in the Williston
21		area. This upgrade develope	d the existing site and size of the substation footprint
22		that included a control buildi	ng, 115/34.5 kV transformer with one 115 kV breaker,
23		one 34.5 kV breaker, associa	ated electrical apparatus, protections and control. The
24		substation was designed for	future consideration of area load growth that included
25		provisions for a 115 kV ring	bus serving two additional 115/12.47 kV transformer

1		circuits, 12.47 kV switchgear and associated apparatus. The substation is connected
2		to VELCO's 115 kV electric transmission system in the Williston area.
3		
4		In 2009 in Docket 7454, VELCO upgraded the substation to serve the local GMP
5		and VEC 12.47 kV distribution systems that included the installation of a four-
6		breaker 115 kV ring bus, 115/12.47 kV transformer, two 12.47 kV switchgear five-
7		breaker distribution busses connected by a tie-breaker, two transformer source
8		breakers with one installed for emergency service and future upgrades, all with
9		associated electrical apparatus, protections and control.
10		
11	Q8.	Please describe the primary deficiencies of the existing Tafts Corner substation and
12		proposed solutions.
13	A8.	This substation currently has an existing 115/12.47 kV (T2) transformer that feeds
14		six GMP and two VEC local distribution circuits that are radially served. If
15		VELCO were to experience a failure and loss of the existing 115/12.47 kV T2
16		transformer, VELCO would need to install either a mobile transformer or a spare
17		transformer that is presently located at the Tafts Corner substation. For loss of the
18		T2 source, GMP would perform circuit restorations from other area distribution
19		sources. GMP, however, is unable to serve the local VEC load. Due to system
20		topology, the VEC load cannot be served from another VEC distribution source.
21		GMP could restore power to its area customers within hours. But VEC customers
22		would need to rely on VELCO's T2 transformer circuit restoration that is estimated
23		to take approximately 24 hours.

2	There is currently a spare 115/13.2 kV, 56 MVA transformer (T3) at the substation
3	that VELCO can use when the T2 transformer experiences an outage. To restore a
4	12.47 kV source in the spare T3 position requires VELCO to operate the substation
5	with the 115 kV ring bus open. With the ring bus open, subsequent single
6	contingencies cause more than one circuit to open, impacting area reliability. Also,
7	a significant amount of effort is required to rework (rewire and re-cable) 115 kV
8	protection, instrumentation, and control circuits on the three-terminal Tafts-Essex-
9	Lime Kiln line. The emergency rework of the protection, instrumentation and
10	control circuits requires de-commissioning and re-commissioning of systems. This
11	poses additional risks to the area transmission system. The same rework is also
12	required for scheduled maintenance of the in-service T2 transformer. The
13	consequence is that VEC customers will experience a long duration outage that lasts
14	until VELCO restores the T2 circuit. The T2 circuit consists of several
15	components ¹ , and if any of those failed, it would shut down the circuit.

16

1

This Project seeks to resolve this operational deficiency that would occur during
VELCO's routine maintenance and emergency situations. VELCO presented GMP
and VEC with options to improve the area reliability. VELCO, GMP, and VEC
agreed on an upgrade option that would: (1) reduce risks by eliminating rework of

¹ The T2 transformer circuit is made up of a series of components. A failure of any one component would cause loss of the entire circuit, e.g. the T2 115/12.47 kV transformer, transformer on-line load tap-changer, B20 switchgear breaker, 12.47 kV underground high voltage cables, cable terminators, voltage and current instrument transformers, protective relays, and associated lighting arrestors and insulators.

1	115 kV circuits; (2) support more simplified maintenance; (3) improve system
2	reliability and load restoration times for emergencies and maintenance; and (4) and
3	offer reasonable cost allocations. The restoration time for loss of the T2 transformer
4	would be reduced to less than 2 hours from approximately 24 hours (the time
5	required for performing local switching at the substation).
6	
7	The agreed-to solution requires VELCO to install as the primary Project component
8	a new 115 kV SF6 circuit breaker that VELCO would locate in the future K23-40
9	position. VELCO would install the new 115 kV circuit breaker on the existing
10	breaker foundations with the use of a breaker stand adapter, remove an existing
11	aluminum rigid bus spanning between the 23-8 and 40-7 switches, install a
12	compliment of insulators, connect the breaker with aluminum conductors, and
13	install underground control and instrumentation cables. The future breaker position
14	presently includes all required conduits for the control cables. Please see Exhibit
15	Petitioner DH-3 for a photo of the K23-40 breaker position.

16

Installing this new breaker will allow VELCO to use the existing T3 spare transformer or a mobile transformer more efficiently when the T2 experiences an outage or is taken out of service for maintenance. The T3 transformer is already at the substation and currently has an oil containment above ground catchment membrane to contain oil spills. VELCO would only use the T3 transformer when the T2 transformer experiences outages or for planned maintenance. VELCO uses

- the T3 transformer for potential failures of other area 115/12.47 kV and 115/13.8
 kV transformers in the Chittenden County area.
- 3

4 VELCO will also need to install a new T3 115 kV voltage transformer with a single 5 foundation and steel mounting stand. VELCO will use the voltage transformer to 6 provide bus voltage indications required for protective relays and remote 7 monitoring. This work will require VELCO to connect the voltage transformer with 8 an aluminum conductor, and install underground instrumentation cables. A small 9 amount of below grade excavation is required for the voltage transformer 10 foundation and associated conduit installation work.

11

VELCO would install protection relays and controls in the existing relay/control
panels for the 115/13.2 kV T3 transformer and 115 kV K23-40 breaker position,
including all required wiring and installation of all hardware, fiber optics, and
materials.

16

17 Overall, the proposed Project takes advantage of using the VELCO spare T3 18 transformer that is presently at the substation and as such, allows for much 19 improved restoration times of local area utility customers for failures of existing 20 equipment at the substation, and allows for simplified maintenance of existing 21 systems that reduces overall risk.

22

1		Mr. McGann's testimony and exhibits include further engineering and design
2		details of the proposed substation upgrades.
3		
4	Q9.	In summary, please describe the Project's major substation components.
5	A9.	To address the noted deficiencies at the Tafts Corner substation, VELCO proposes
6		to install/perform the following major components:
7		• Install a new 115 kV SF6 circuit breaker on existing breaker foundations, make
8		connections to existing 115 kV ring bus, and use existing conduits for control
9		cables.
10		• Install a new T3 115 kV voltage transformer with a single foundation and steel
11		mounting stand with associated conduits and cables.
12		• Install protection relays and controls in existing relay/control panels for the
13		115/13.2 kV T3 transformer and 115 kV K23-40 breaker position, including all
14		required wiring and installation of hardware, fiber optics, and materials.
15		
16	Q10.	Does the Project require VELCO to remove any trees?
17	A10.	No.
18		
19	Q11.	Will the Project require any blasting?
20	A11.	No.
21		
22	Q12.	Will the Project require the installation of any permanent sound producing
23		equipment?

1	A12.	No.
2		
3	Q13.	Please describe the approach for developing the Project's cost estimate.
4	A13.	The first step was to identify the resources required to plan, design, and construct
5		the Project. VELCO developed the cost estimate utilizing seven categories to
6		establish the total cost for each Project element. The seven resource categories are
7		as follows:
8 9 10 11 12 13 14 15		 Material Labor Equipment Indirects Escalation Capital Interest Contingency
16	Q14.	Please summarize the process used to develop the direct and indirect costs.
17	A14.	VELCO developed the Direct Costs using cost data from projects VELCO recently
18		completed or which are in progress. Specifically, VELCO used cost data associated
19		with recent VELCO substation and line projects to develop the material, labor and
20		equipment costs. VELCO used vendor cost data for portions of the Project scope
21		for which VELCO did not have recent actual cost data from its prior projects.
22		
23		VELCO estimated labor and equipment costs using preliminary detailed designs.
24		The detailed line items for each Project element were estimated into sub-categories
25		following the Federal Energy Regulatory Commission ("FERC") system of
26		accounts. Developing the cost estimates by FERC accounts enhances VELCO's

1	ability to track costs in a manner consistent with the reporting format of actual costs
2	as required by FERC. Also, escalation costs can be more accurately calculated by
3	applying the Handy-Whitman cost index to the estimated costs by FERC account.
4	
5	The Project team also developed the estimated costs for Indirects, Escalation,
6	Capital Interest and Contingency.
7	
8	VELCO estimated the Indirect Costs based on the resources required to support the
9	Project completion by resource category. Resource categories included in the
10	Indirect estimated costs include: Engineering and Design; Operations; Planning;
11	Communications; Environmental Engineering; Archeological Studies; Field
12	Surveys; Impact Mitigation; Aesthetic Impact; Legal Expenses; Regulatory
13	Permitting and Filings; Administrative Overhead; Mobilization and
14	Demobilization; Project Management; Construction Supervision; and Project
15	Administration.
16	
17	The Indirect estimated Project costs support services are based on the number of
18	people/hours (Level of Effort or LOE) required to support the particular function
19	as well as outsourced consulting services for each resource category (e.g.
20	archaeology studies, engineering, and surveying, etc.).
21	

1		VELCO Project Controls developed escalation costs by using an anticipated 2022-
2		2024 spending plan and projected Handy-Whitman cost index and consumer price
3		index (CPI).
4		
5		VELCO applied Capital Interest (interest cost during construction), and also
6		followed the Project spending plan as applied to the escalation cost calculation. The
7		Capital Interest rate is typically based on the company's credit rating and is subject
8		to change based on the financial market conditions.
9		
10		Finally, the Project cost estimate also accounts for a contingency of twenty percent
11		(20%) due to the preliminary detailed designs and the uncertainty and risk
12		associated with the Project level of definition.
13		
14	Q15.	What is the total cost estimate for the VELCO Components based on the various
15		cost elements and resource categories described?
16	A15.	The total Project cost is estimated at \$753,278. The total cost estimate is comprised
17		of \$210,148 of Direct Costs (encompassing Material, Labor and Equipment),
18		\$275,643 of Indirect Costs, \$49,475 in Escalation, \$92,465 in Capital Interest, and
19		\$125,546 in Contingency. Please refer to Exhibit Petitioner DH-4 for a cost
20		summary by resource category and Project elements.
21		

22 Q16. What is the design basis for the substation's Direct cost estimate?

1	A16.	The Direct cost estimate is based on the General Arrangement Plans and the One-
2		Line Diagram as presented in Mr. McGann's testimony and exhibits.
3		
4	Q17.	What risk elements did VELCO consider when developing the cost estimate and
5		how were the risks addressed in the cost estimate?
6	A17.	Risk elements considered are the Project duration, level of certainty regarding
7		ground condition for below grade work, required aesthetic and environmental
8		mitigation measures, volatility regarding escalation rates, temporary configurations
9		necessary to support construction, global supply chain issues and potential resource
10		constraints at the anticipated time of construction. Per standard project
11		management practices widely recognized by organizations such as the Project
12		Management Institute, VELCO applied contingency to the estimate to account for
13		these risks.
14		
15		As described in my testimony, VELCO applied a contingency of 20% to the total
16		estimated cost based on the current level of Project definition.
17		
18	Q18.	Are any portions of the Project upgrades expected to be eligible for Pool
19		Transmission Facilities (PTF) regionalized cost recovery?
20	A18.	Yes. It is estimated that \$731,375 of the total Project costs will be eligible for PTF

recovery. The existing substation contains PTF, non-PTF and general plant
facilities. The total Project costs are allocated among these classifications on a
percentage basis. Please see Exhibit Petitioner DH-4 for the breakdown.

1 Q19. What is the Project schedule?

A19. Currently, the estimated construction schedule is from June 2024 with a targeted
completion date of September 2024. This assumes receipt of a CPG by the end of
May 2024. A failure to achieve this schedule will likely have adverse impacts on
Project execution and overall Project cost.

6

7 Construction would take place between the hours of 7:00 A.M. and 7:00 P.M. 8 Monday through Friday, and between 8:00 A.M. and 5:00 P.M. on Saturdays. No 9 construction will take place on Sundays, or state or federal holidays, although 10 VELCO seeks to conduct activities on Bennington Battle Day given the short 11 summer construction season, and the holiday is not widely granted as a paid day 12 off for many of the workers likely to be working on the Project. VELCO requests, 13 however, that these restrictions do not apply to construction activities that VELCO 14 must perform during any required outages that may be needed to maintain system 15 reliability.

16

17 **3.** <u>Criteria on Public Outreach [Docket No. 7081]</u>

Q20. Has the Project development conformed to the transmission planning requirements
approved in the Memorandum of Understanding (MOU) of Docket No. 7081?
A20. Yes.

21

22 Q21. Please describe VELCO's public outreach efforts related to this Project.

1	A21.	VELCO designed the public outreach efforts to meet the requirements of the MOU
2		from Docket No. 7081. VELCO specifically reached out to the local community
3		in Williston, and due to the limited project scope, VELCO requested waivers from
4		each entity. VELCO obtained waivers of the requirement to issue 45-day advance
5		notices from the Williston Select Board, the Williston Planning Commission, and
6		the Chittenden County Regional Planning Commission. There were no comments
7		or concerns raised in these meetings. Please see Exhibit Petitioner DH-5 (45-day
8		Waivers).

9

10 4. Orderly Development [30 V.S.A. § 248(b)(1)]

11 Q22. Will the Project unduly interfere with the orderly development of the region?

12 No. The Project will have a favorable impact on the orderly development of the A22. 13 region in that it will improve the reliability of the region's existing electrical supply 14 while not adversely impacting the environment or aesthetics. The proposed Project 15 is consistent with the 2016-2024 Williston Town Plan with a 2020 Energy Plan 16 (Town Plan). The Town Plan contains no language addressing the substation property. The Town Plan generally addresses future utilities siting and states that 17 18 it will urge the Commission to "ensure that new regional transmission lines, 19 substations, and similar support facilities are located within existing utility 20 corridors, minimizing impacts to natural, scenic, and historic resources." It 21 similarly states under section 11.2.2 that "Utility line and pole placements, and 22 substation siting or expansion should minimize disturbance to wetlands, streams, 23 wildlife habitat, the viewshed, and other natural and historic resources." Because

VELCO will perform all Project work within the existing substation fence, the
 Project complies with the Town Plan. Exhibit Petitioner DH-6 (pages 76-77).

3

4 VELCO also examined the Chittenden County Regional Planning Commission, 5 adopted June 20, 2018 (RPC Plan). The RPC Plan does not provide land conservation measures regarding the Project parcel where VELCO seeks to install 6 7 the upgrades. The RPC Plan identifies a goal to "support in-place upgrades of 8 existing facilities, including existing renewable energy generation, storage, 9 transmission lines, distribution lines and substations as needed to reliably serve 10 municipalities and the region." Exhibit Petitioner DH-6 (Main Piece, page 20). 11 Because the RPC Plan does not contain any applicable land conservation measures, 12 and the Project proposes to use an existing substation to better serve the region, the 13 Project is consistent with the RPC Plan.

14

15 5. Need for Present and Future Demand for Service [30 V.S.A. § 248(b)(2)]

Q23. Is the Project required to meet the need for present and future demand for service
which could not otherwise be provided in a more cost-effective manner through
energy conservation programs and measures and energy efficiency and load
management?

A23. Yes. The operational deficiency at the VELCO Tafts Corner substation as discussed above is the main driver of the need for the proposed Project. Energy efficiency and load management actions could not resolve these problems.

1		VELCO presented the proposed Project to the Vermont System Planning
2		Committee (VSPC) Geotargeting Subcommittee. The Geotargeting Subcommittee
3		concluded that the Project screened out of the VSPC's test for Non-Transmission
4		Alternative (NTA) analysis. Thus, VELCO did not perform an NTA analysis.
5		Please see Exhibit Petitioner DH-7 for the June 21, 2023, VSPC Meeting Minutes.
6		VELCO presented the Project and NTA screening form at the meeting, which does
7		not require specific project design details and cost information.
8		
9	Q24.	Could the same benefits be achieved by transmission alternatives?
10	A24.	No. Because the need for the Project is based on an operational deficiency of the
11		existing substation, VELCO did not perform a Transmission Alternatives (TA)
12		analysis.
13		
14	Q25.	Has VELCO considered and assessed whether the proposed Project represents the
15		least-cost alternative to resolving the deficiencies discussed above?
16	A25.	Yes, VELCO's analysis demonstrated that VELCO needs to address the
17		operational-related concerns at the exiting substation. Furthermore, VELCO
18		followed the MOU with the Department of Public Service (DPS) under Docket No.
19		8385, which included the preliminary review of project alternatives and estimated
20		costs with DPS staff.
21		
22	6.	System Stability and Reliability [30 V.S.A. § 248(b)(3)]
23	Q26.	What impact will this upgrade have on system stability and reliability?

- 1 A26. The Project will have no adverse impact on the stability and reliability of
- 2 VELCO's transmission system. In fact, the Project will improve system safety
 3 and reliability.
- 4

5 7. Economic Benefit to the State [30 V.S.A. § 248(b)(4)]

- 6 Q27. Will the Project result in an economic benefit to the State?
- A27. Yes. The Project will create economic and safety benefits to the citizens of
 Vermont. The Project will increase property tax revenues based on the capital
 investment required for the upgrades. Additionally, there will be some local
 economic benefits associated with engaging local businesses and contractors during
 the Project's construction phase.
- 12

13 8. Public Health and Safety [30 V.S.A. § 248(b)(5)]

- Q28. Will the Project have any adverse effects on the health, safety, or welfare of thepublic or adjoining landowners?
- 16 A28. No. VELCO will design and construct the Project in accordance with National 17 Electric Safety Code requirements. The Company will adhere to prudent utility 18 construction practices throughout the construction phase, and the Project will not 19 endanger the public or adjoining landowners. VELCO will operate and maintain 20 the substation equipment installed as part of this Project in the same safe manner 21 that the Company operates and maintains all of its facilities.
- 22

23

1 7. IT all spot (attoil systems/ IT attic $[10, v, s, A, g, 0000(a)](5)$	1	9.	Transportation Systems/Traffic [10]	V.S.A. § 6086(a)(5)
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Q29.	Please describe the Project's potential impacts with respect to use of public roads.
A29.	The Project poses no long-term traffic impacts in Williston. VELCO does not
	anticipate any traffic impacts due to deliveries of equipment and material to the
	substation site during the construction period (expected to be from June 2024 to
	September 2024). Such deliveries will use existing roads with vehicles that are
	commonly used on public roads. If needed, during delivery of any large equipment,
	VELCO will employ the services of traffic control personnel to manage traffic flow.
	VELCO will obtain all required highway permits associated with the work and
	deliveries.
Q30.	Will the Project affect railway transportation?
A30.	No. VELCO does not anticipate that the Project will impact railway transportation.
Q31.	Where will VELCO store equipment during construction?
A31.	VELCO will use the existing substation parcel to store any material needed during
	construction.
10.	Educational & Municipal Service [10 V.S.A. § 6086(a)(6)&(7)]
Q32.	What impact will the Project have on educational and municipal services?
A32.	The Project will not have any impact on educational or municipal services. With
	respect to educational services, the Project will not add any new students to the
	Q29. A29. Q30. A30. Q31. A31. 10. Q32. A32.

23 affected municipality. Thus, the Project will not place an unreasonable burden on

1		the ability of a municipality to provide educational services because the Project will
2		not require or affect educational services.
3		
4		With respect to municipal services, the Project does not require any fire or police
5		services beyond those typically required of other businesses, and what is currently
6		required for the Tafts Corner substation.
7		
8	11.	Aesthetics [30 V.S.A. § 248(b)(5), 10 V.S.A. § 6086(a)(8) & PUC Rule 5.800]
9	Q33.	Will the Project adversely impact aesthetics?
10	Q33.	No. VELCO retained T.J. Boyle & Associates (Boyle) to prepare an aesthetic
12		report for the Project, which is attached as Exhibit Petitioner DH-8. The Boyle
13		report concludes that the Project will not have an adverse effect on the scenic or
14		natural beauty or aesthetics of the area. The Boyle report explains that:
15		(1) The Project will have extremely limited visibility from the surrounding
16		area. Views are substantially screened by surrounding evergreen vegetation and
17		landform.
18		(2) The Project's colors and materials are considered compatible with the
19		existing conditions at and within the vicinity of the Project site. Any visibility of
20		the proposed improvements will be seen within the context of the existing
21		substation and other nearby electrical transmission infrastructure.
22		(3) The Project upgrades will be indiscernible from existing equipment within
23		the substation and will not impact the visual character of the surrounding area.
24		

1		For these reasons and the additional details in the Boyle report, the second part of
2		the Quechee Analysis was not administered, the Project will not have an undue
3		adverse aesthetic impact, and the Project does not require aesthetic mitigation
4		measures under PUC Rule 5.800. Exhibit Petitioner DH-8.
5 6	12.	Development Affecting Public Investments [10 V.S.A. § 6086(a)(9)(K)]
7	Q34.	What impact will the Project have on public investment in a public resource?
8	A34.	The Project will not unnecessarily or unreasonably endanger any public or quasi-
9		public investment in any facility, service, or lands, or materially jeopardize or
10		interfere with the function, efficiency, or safety of, or the public's use or enjoyment
11		of or access to any facility, service, or lands. Please refer to my testimony above
12		under the transportation criteria that explains that the Project will have limited
13		impacts on nearby roads. No other public investments will be affected by the
14		Project.
15		
16	13.	Compliance with Integrated Resource Plan [30 V.S.A. § 248(b)(6)]
17	Q35.	Is the Project consistent with VELCO's least cost Integrated Resource Plan?
18	A35.	VELCO does not have an integrated resource plan. As a transmission-only
19		company, VELCO periodically produces transmission studies. VELCO issued a
20		2021 Vermont Long-Range Transmission Plan but it does not identify this specific
21		Tafts Corner Project. The projects covered in this plan include transmission system
22		reinforcements that address transmission system reliability deficiencies; however,

- at the time of the plan development, the Tafts Corner substation's operability
 deficiency was not fully vetted with GMP and VEC.
- 3

The Project is nonetheless consistent with the principles of least-cost planning. The Project resolves an operability deficiency and will improve recovery times of customers and reduce risks with much simplified field work. The proposed Project thus meets the public's need for energy services by improving system reliability through the upgrade of the substation with known performance issues, while minimizing environmental impacts by installing all new components within an existing substation.

11 14. <u>Compliance with Vermont Electric Energy Plan [30 V.S.A. § 248(b)(7)]</u>

12 Q36. Is the Project consistent with the 2022 Comprehensive Energy Plan?

Yes. Vermont's Comprehensive Energy Plan identifies objectives that utilities 13 A36. 14 must meet in serving the public interest, such as serving its customers at the lowest 15 life-cycle costs, including environmental and economic costs, and reducing 16 greenhouse gas emissions. The CEP "balances the principles articulated in 30 17 V.S.A. § 202a of energy adequacy, reliability, security, and affordability, which are 18 all essential for a vibrant, resilient, and robust economy and for the health and well-19 being of all Vermonters." CEP executive summary at 1. The CEP also 20 acknowledges that the "grid needs to continue to perform — to reliably deliver the 21 required energy to customers, every hour of the year, to and from resources that are 22 exponentially more distributed, diverse, and variable, under increasing pressure 23 from severe weather events and cyberattacks, while weaning off fossil resources

1		and staying affordable." CEP at ES-24. The CEP states that Vermont's
2		overarching goal for the grid should be "A secure and affordable grid that can
3		efficiently integrate, use, and optimize high penetrations of distributed energy
4		resources to enhance resilience and reduce greenhouse gas emissions." CEP at page
5		60. The Project strikes the proper balance between these objectives. Specifically,
6		VELCO has proposed a Project that restores and maintains system reliability and
7		safety. Moreover, VELCO's proposal to perform the Tafts Corner Project in an
8		area that already hosts other electric infrastructure limits the environmental impact.
9		VELCO's analysis above demonstrates that the Project is the least-cost option.
10		VELCO has asked the Department for a determination under 30 V.S.A. § 202(f)
11		that the Project is consistent with the 20-Year Plan.
12 13	15.	Impact on Vermont Litilities and Customers $[30 \text{ V S A} = 8248(b)(10)]$
		impact on vermont Otinites and Customers [50 v.S.A. §240(b)(10)]
14	Q37.	Can existing or planned transmission facilities serve the Project without creating an
14 15	Q37.	Can existing or planned transmission facilities serve the Project without creating an undue adverse effect on Vermont utilities, customers, or existing transmission
14 15 16	Q37.	Can existing or planned transmission facilities serve the Project without creating an undue adverse effect on Vermont utilities, customers, or existing transmission facilities?
14 15 16 17	Q37. A37.	Can existing or planned transmission facilities serve the Project without creating an undue adverse effect on Vermont utilities, customers, or existing transmission facilities? Yes. Existing transmission facilities can serve the Project without creating an
14 15 16 17 18	Q37. A37.	Can existing or planned transmission facilities serve the Project without creating an undue adverse effect on Vermont utilities, customers, or existing transmission facilities? Yes. Existing transmission facilities can serve the Project without creating an undue adverse effect on Vermont utilities and customers. The proposed Project is
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14 15 16 17 18 19 20 21	Q37. A37.	Can existing or planned transmission facilities serve the Project without creating an undue adverse effect on Vermont utilities, customers, or existing transmission facilities? Yes. Existing transmission facilities can serve the Project without creating an undue adverse effect on Vermont utilities and customers. The proposed Project is designed to enhance the existing utility system and to improve service to customers. VELCO has, and will continue to coordinate the work with VEC and GMP to minimize impacts during construction and ensure worker safety.

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1 16. <u>Conclusion</u>

- 2 Q38. Does this conclude your testimony at this time?
- 3 A38. Yes, it does.