SOAH DOCKET NO. 473-16-4342 PUC DOCKET NO. 45866

APPLICATION OF LCRA§TRANSMISSION SERVICES§CORPORATION TO AMEND ITS§CERTIFICATE OF CONVENIENCE AND§NECESSITY FOR THE§PROPOSED LEANDER TO ROUND§ROCK 138-KV TRANSMISSION LINE IN§WILLIAMSON COUNTY, TEXAS§

BEFORE THE STATE OFFICE

OF

ADMINISTRATIVE HEARINGS

DIRECT TESTIMONY AND EXHIBITS

OF

CHRISTIAN POWELL

ON BEHALF OF

APPLICANT LCRA TRANSMISSION SERVICES CORPORATION

July 15, 2016

SOAH DOCKET NO. 473-16-4342 PUC DOCKET NO. 45866 DIRECT TESTIMONY AND EXHIBITS OF CHRISTIAN POWELL

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- Exhibit CTP-1: Overview of LCRA TSC Sponsorship of the Application
- Exhibit CTP-2: PUC Substantive Rule § 25.101(b)(3)(B)
- Exhibit CTP-3: PURA § 37.056
- Exhibit CTP-4: LCRA TSC Board of Directors Action
- Exhibit CTP-5: Pre-Open House Meetings Log
- Exhibit CTP-6: Post-Open House Meetings Log
- Exhibit CTP-7: Letter Describing BMPs Implemented to Avoid Impacts to Jollyville Plateau Salamander

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INTRODUCTION

1		$\mathbf{I}, \underline{\mathbf{INTRODUCTION}}$
2	Q.	PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.
3	A.	My name is Christian Powell. My business address is: Lower Colorado River Authority,
4		3505 Montopolis Drive, Building D, Austin, Texas 78744.
5	Q.	BY WHOM ARE YOU EMPLOYED AND IN WHAT CAPACITY?
6	A.	I am employed by the Lower Colorado River Authority (LCRA) as a Senior Regulatory
7		Case Manager (RCM), and am providing testimony in this docket on behalf of LCRA
8		Transmission Services Corporation (LCRA TSC).
9	Q.	PLEASE DESCRIBE YOUR EDUCATIONAL AND PROFESSIONAL
10		QUALIFICATIONS AND BUSINESS EXPERIENCE.
11	A.	I earned a Bachelor of Business Administration Degree in Management from the
12		University of Texas at Austin. For the past sixteen years, I have been employed by LCRA
13		and have held several positions within the organization. My business experiences include
14		regulatory compliance and management over multiple disciplines as a senior
15		environmental coordinator. In this role I worked on several projects including the Hamilton
16		Pool Road Waterline Project, the Brushy Creek Regional Wastewater Treatment Plant

Plant 17 Expansion Project, the West Travis County Water Treatment Plant and Surface Water 18 Intake Expansion Project, and the Williamson County Wastewater Reuse Project. On these 19 projects I was responsible for permitting and authorizations at both the state and federal 20 level. I also served as the regulatory lead in planning and strategy for future water and 21 wastewater system needs at LCRA.

22 Specifically related to Certificate of Convenience and Necessity (CCN) 23 proceedings, in my current position I served as RCM for the EC Mornhinweg to Parkway 24 project (Docket No. 40684), Cushman to Highway 123 project (Docket No. 39479), and 25 the McCamey D to Kendall to Gillespie CREZ (Competitive Renewable Energy Zone) 26 project (Docket No. 38354). I also assisted in the public involvement processes, 27 notification, and directly affected landowner identification and mapping for the Twin

1	Buttes to McCamey D CREZ Project (Docket No. 37778) and Gillespie to Newton CREZ
2	project (Docket No. 37448).

Q. PLEASE DESCRIBE YOUR JOB RESPONSIBILITIES, PARTICULARLY AS THEY APPLY TO THIS PROJECT.

- A. As the RCM for the proposed Leander to Round Rock 138-kilovolt (kV) Transmission
 Line Project (Project), I am responsible for coordinating the preparation of LCRA TSC's
 application in this docket that was filed on April 28, 2016 (Application) and managing the
 presentation of the Application for submission to the Public Utility Commission of Texas
 (PUC or Commission). My involvement in the Project included:
- Managing the public involvement process, including the coordination of the public open house meetings and other meetings with landowner groups and local officials;
 - Overseeing the preparation by POWER Engineers, Inc. (POWER) of the Leander to Round Rock 138-kV Transmission Line Project Environmental Assessment and Alternative Route Analysis Williamson County, Texas (EA);
- Managing the overall Application preparation process and coordinating the activities of internal and external team members, including the selection of a route by LCRA TSC that best addresses the requirements of the Public Utility Regulatory Act (PURA) and PUC Substantive Rules;
- Providing notice of the Application in accordance with all applicable PUC rules;
 and
 - Providing testimony in support of the Application at the Commission.

22 Q. HAVE YOU TESTIFIED BEFORE THE COMMISSION PREVIOUSLY?

- 23 A. Yes, I testified in Docket Nos. 40684, 39479, and 38354.
- 24 II. **PURPOSE OF TESTIMONY** 25 **Q**. WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THIS DOCKET? 26 My testimony addresses the following: A. 27 Basic information about LCRA and LCRA TSC; 28 • The public participation process that LCRA TSC implemented for the Project; 29 Notice: • 30 The transmission line routing and substation identification process LCRA TSC • implemented for the Project; 31 32 Protected species permitting and mitigation; and

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- The process by which LCRA TSC evaluated the alternative routes and identified Route 31 as the route that LCRA TSC believes best addresses the requirements of PURA and the PUC Substantive Rules.
- The statements and opinions expressed in this testimony are based on my previously described experience, my review of the EA prepared by POWER (included in the Application as Attachment No. 1), discussion and collaboration with LCRA specialists, discussion and collaboration with POWER employees and other external experts who participated in the development of the Application, field inspections of the Project area, and significant interaction with the public and local officials regarding the Project.

Q. PLEASE BRIEFLY DESCRIBE THE TESTIMONY OF THE OTHER WITNESSES WHO PROVIDE DIRECT TESTIFY ON BEHALF OF LCRA TSC IN THIS DOCKET.

13 Mr. Sergio Garza, P.E., Vice President of Transmission Design and Protection, testifies A. 14 regarding the purpose and need for the Project as well as the design and cost of the 15 substation-related facilities. Ms. Jessica Melendez, P.E., Senior Engineer, Line and 16 Structural Engineering, testifies regarding the schedule, cost, and design of the new 17 proposed transmission line facilities. Ms. Lisa Meaux, Project Manager and Environmental 18 Department Manager for POWER, sponsors and testifies regarding the preparation of the 19 EA for the Project. Each LCRA TSC witness also sponsors portions of the Application that 20 correspond to his or her respective discipline.

21 Q. WHAT PORTIONS OF THE APPLICATION DO YOU SPONSOR?

A. I sponsor the responses to Questions 1, 2, 3, 10, 12, and 25 of the Application. I co-sponsor
the response to Question 4 of the Application with Ms. Melendez and Mr. Garza, the
responses to Questions 8 and 9 with Mr. Garza, and the responses to Questions 17, 18, 19,
and 29 of the Application with Ms. Meaux. I also sponsor Attachments 8-14 of the
Application as modified by the errata filed previously in this proceeding on May 17, 2016.
Please refer to Exhibit CTP-1 for an overview of LCRA TSC sponsorship of the
Application in this case.

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- 5 UPON WHOSE EXPERTISE, JUDGMENT, AND OPINIONS YOU RELY IN 6 7 **PERFORMING YOUR DUTIES?** 8 A. Yes. 9 IS THE INFORMATION CONTAINED IN YOUR TESTIMONY AND IN THE **Q**. 10 PORTIONS OF THE APPLICATION YOU SPONSOR TRUE AND CORRECT TO 11 THE BEST OF YOUR KNOWLEDGE AND BELIEF? 12 A. Yes. 13 III. **INFORMATION CONCERNING LCRA TSC AND THE PROJECT** PLEASE DESCRIBE LCRA TSC. 14 **Q**. 15 LCRA TSC is a non-profit corporation created in 2000, following the passage of Senate A. 16 Bill 7 to provide regulated transmission, transformation, and metering service to customers 17 in the Electric Reliability Council of Texas (ERCOT) under tariffs approved by the PUC. 18 LCRA TSC is a Transmission Service Provider (TSP) with no retail customers. LCRA TSC 19 has no employees. Employees of LCRA provide necessary services to LCRA TSC through 20 a service agreement. PLEASE DESCRIBE LCRA TSC'S TRANSMISSION SYSTEM. 21 **Q**. 22 A. Presently, LCRA TSC owns or operates approximately 5,200 circuit miles of high voltage 23 transmission lines in over 70 counties across Central Texas and portions of West and South 24 Texas. In addition, LCRA TSC operates facilities at over 390 substations through 25 ownership or operating agreements with transmission level customers. LCRA TSC's 26 transmission facilities are primarily located in the Central Texas area between ERCOT's 27 largest load centers-Houston, Dallas-Fort Worth, and San Antonio. As a result, the LCRA 28 TSC system contains numerous tie points to other TSPs in ERCOT.
- WERE YOUR TESTIMONY AND THE PORTIONS OF THE APPLICATION YOU SPONSOR PREPARED BY YOU OR BY KNOWLEDGEABLE PERSONS

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Q.

The Application, filed on April 28, 2016, will be offered into evidence by LCRA TSC as an exhibit in this proceeding as modified by the errata that were previously filed by LCRA TSC on May 17, 2016 and June 1, 2016.

1 Q. PLEASE BRIEFLY DESCRIBE THE PROJECT.

A. LCRA TSC proposes to design and construct a new 138-kV transmission line located in
southwestern Williamson County. The Project consists of constructing two new substations
(Substation 1 and Substation 2) and a new 138-kV transmission line connecting the new
substations to the electric grid at the existing Pedernales Electric Cooperative, Inc. (PEC)
Leander Substation and the Oncor Electric Delivery Company LLC (Oncor) Round Rock
Substation. LCRA TSC proposes to install one 138-kV circuit from Leander to Round
Rock initially, with a second 138-kV circuit to be installed at a later date.

9 Mr. Garza's testimony provides detailed information on why LCRA TSC is 10 undertaking the Project and an associated discussion on the specific purpose of, and need 11 for, the Project.

12 Q. PLEASE DESCRIBE HOW THE PROJECT WILL BE FINANCED.

A. LCRA TSC will finance the facilities included in the Application in a manner similar to
 that which has been used for projects previously constructed by LCRA TSC. That is, it will
 be financed initially with a combination of tax-exempt commercial paper, tax-exempt
 private revolving note, and subsequently with fixed-rate debt. Interest on the debt may be
 capitalized until the Project is in service, at which point it is intended that both the principal
 and interest will be serviced with Transmission Cost of Service revenues.

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IV. <u>IDENTIFICATION OF DIRECTLY AFFECTED PROPERTIES</u> <u>AND NOTICE</u>

Q. PLEASE DESCRIBE THE PROCESS FOR IDENTIFYING DIRECTLY AFFECTED LANDOWNERS AND PROVIDING NOTICE BY DIRECT MAIL IN THIS DOCKET.

A. The Commission's rules require LCRA TSC to notify directly affected landowners (as
identified on the current county tax rolls) who are located within 300 feet of the centerline
of any proposed route for a proposed transmission line under 230-kV. For this Project,
LCRA TSC identified all parcels within 300 feet of the centerline of all primary alternative
routes based on county tax appraisal district data received from the Williamson Central
Appraisal District and mailed notice to all identified landowners. Attachment 8 to the
Application is a visual representation of the landowner notice provided.

Q. WHEN DID LCRA TSC ACQUIRE LAND OWNERSHIP DATA FROM THE WILLIAMSON CENTRAL APPRAISAL DISTRICT FOR NOTICE ASSOCIATED WITH THE APPLICATION?

4 A. LCRA TSC acquired land ownership data from the Williamson Central Appraisal District
5 in February 2016 for the notice associated with the Application.

6 Q. PLEASE DESCRIBE ALL THE NOTICE LCRA TSC PROVIDED IN 7 ASSOCIATION WITH THE APPLICATION.

- 8 A. In accordance with the Commission's Procedural Rules, LCRA TSC provided the
 9 following notice in association with the filing of the Application in this docket:
- 10 Public Notice: LCRA TSC published a public notice in the Austin American-Statesman, the Hill Country News, the Round Rock Leader, and the Williamson County Sun the week 11 12 after the Application was filed with the PUC. Publishers' affidavits were filed with the 13 Commission on May 20, 2016 showing proof of notice as required by Order No. 1. Each 14 of the newspapers in which notice was published is considered a newspaper of general 15 circulation in Williamson County. Concurrent with the filing of the Application, LCRA 16 TSC mailed written direct notice by First-Class mail to each owner of land that would be 17 directly affected by the Project. As I discussed previously, landowners of record were 18 determined by review of the Williamson Central Appraisal District's databases.
- 19 Notice to Counties and Municipalities: Concurrent with the filing of the Application,
 20 written notice was hand delivered or mailed by First-Class mail to Williamson County
 21 officials and municipal authorities for the cities of Austin, Cedar Park, Georgetown,
 22 Leander, and Round Rock.

- <u>Notice of Neighboring Utilities</u>: Concurrent with the filing of the Application, written
 notice was hand delivered or mailed by First-Class mail to the following neighboring
 utilities providing electric utility service within five miles of the requested facility:
- 4 **Electric Cooperatives** PEC 5 6 **Investor-Owned Utilities** 7 Oncor 8 Municipal Utilities Georgetown Utility Systems 9 10 Notice to Other Officials and Organizations: Concurrent with the filing of the Application, written notice was hand delivered or mailed by First-Class mail to state and federal 11 12 representatives and senators in whose districts the Project is proposed, various independent 13 school districts, and other interested parties or organizations, including the Office of Public 14 Utility Counsel. 15 An affidavit attesting to the provision of notice to all directly affected landowners, 16 counties, municipalities, neighboring utilities, and the Office of Public Utility Counsel was 17 filed with the Commission on May 18, 2016. PLEASE DESCRIBE THE NOTICE PROVIDED BY DIRECT MAIL TO 18 Q. 19 AFFECTED LANDOWNERS. 20 As required by PUC Procedural Rule 22.52, the notice sent to all directly affected A. landowners included a description of the Project, a detailed map of the alternative routes, 21 22 narrative route descriptions, information about how to participate in the proceeding, and a 23 contact name and phone number for interested persons to obtain additional information 24 about the Project. The mailed notice also included the PUC Landowner Brochure. An
- 26 the Application.

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27 On May 16, 2016, LCRA TSC mailed revised notices associated with 78 properties 28 to correctly identify the Tract Identification (Tract ID) number listed on the notice for each 29 of those properties. An Application errata was filed on May 17, 2016, correcting 30 Attachments 8 and 9 to the Application with the correct Tract IDs.

example of the notice information provided to landowners is included as Attachment 10 to

1 Q. DID LCRA TSC HOLD ANY PUBLIC OPEN HOUSES ABOUT THE PROJECT 2 PRIOR TO FILING THE APPLICATION? 3 A. Yes. Two public open house meetings were held in the Project area on October 13 and 14, 4 2015. DID LCRA TSC PROVIDE NOTICE OF THE OPEN HOUSES PURSUANT TO 5 **Q**. 6 **PUC PROCEDURAL RULE 22.52?** 7 A. Yes. The notice LCRA TSC provided in association with the open house meetings held for 8 the Project in October 2015 is more fully described in response to Question 18 of the 9 Application, Chapter 4 and Appendix B of the EA, and Section VIII of my direct testimony, 10 below. V. 11 **ROUTING** 12 0. ARE YOU FAMILIAR WITH THE ROUTING ISSUES IDENTIFIED IN PUC 13 SUBSTANTIVE RULE 25.101(b)(3)(B)? 14 Yes. The "routing issues" referenced in this part of the PUC's Substantive Rules are A. 15 generally referred to as the PUC's "routing criteria" and are attached to this testimony as 16 Exhibit CTP-2. BRIEFLY DESCRIBE THE ROUTING CRITERIA CONTAINED IN PUC 17 0. 18 SUBSTANTIVE RULE 25.101(b)(3)(B). 19 PUC Substantive Rule 25.101(b)(3)(B) requires that, to the extent reasonable without A. 20 compromising reliability and safety and considering the requirements of PURA § 37.056 21 (which I have attached as Exhibit CTP-3), engineering constraints, and costs, proposed 22 electric transmission lines should be routed in such a manner as to: 23 1. Parallel or utilize existing compatible right-of-way (ROW), including the use of 24 vacant positions on existing multiple-circuit transmission lines; 25 2. Parallel or utilize other existing compatible ROW; 26 3. Parallel property lines or other natural or cultural features; and 27 4. Conform with the PUC's policy of prudent avoidance.

1Q.ARE THE ROUTES INCLUDED WITHIN THE APPLICATION IDENTIFIED IN2ACCORDANCE WITH THE COMMISSION'S ROUTING CRITERIA?

3 A. Yes. Where feasible, the alternate routes and route segments included within the 4 Application utilize compatible corridors/routing features and parallel existing compatible 5 ROW, property lines, and other natural or cultural features. Considering PURA § 37.056, 6 PUC Substantive Rule 25.101(b)(3)(B), engineering constraints, costs, grid reliability, and 7 the PUC's policy of prudent avoidance, LCRA TSC has reasonably routed the Project's 8 alternate routes to moderate the impact on the affected community and directly affected 9 landowners. LCRA TSC has done so by using or paralleling existing transmission line 10 ROW to the extent feasible without compromising reliability, by paralleling other existing 11 compatible ROW, and by paralleling property lines where reasonable.

12 Q. ARE LCRA TSC'S PRIMARY ALTERNATE ROUTES CONSISTENT WITH THE 13 PUC'S POLICY OF "PRUDENT AVOIDANCE"?

A. Yes. The proposed alternate routes for the Project are consistent with the PUC's "prudent avoidance" policy. All of the proposed alternate routes and segments composing such routes reflect reasonable investments of money and effort in order to limit exposure to electric and magnetic fields.

18Q.DID LCRA TSC DO ANYTHING UNIQUE IN THIS APPLICATION WITH19RESPECT TO CONSIDERATION OF PRUDENT AVOIDANCE?

20 Yes. In reviewing the preliminary alternative route segments and after discussing the A. 21 Project with the public and elected officials and hearing concerns about the location of 22 transmission facilities adjacent to neighborhoods and homes, LCRA TSC evaluated the 23 preliminary alternative route segments to identify whether route segments could be located 24 interior to the property and away from property lines in a manner that would increase the 25 distance of the route segments from neighborhoods and habitable structures. As a result of 26 this evaluation, LCRA TSC included six segments (A3a, B4a, D3a, F4a, U1a, V1a, and W2a) that are "offset" from a companion segment that is located adjacent to the property 27 28 line but closer to neighborhoods and habitable structures. Ms. Melendez discusses the cost 29 impacts associated with these offset segments in her testimony and has included an exhibit with her testimony that shows the relationship of the segments to the nearby neighborhoods and habitable structures.

3Q.DOES THE APPLICATION CONTAIN AN ADEQUATE NUMBER OF4ALTERNATIVE ROUTES TO CONDUCT A PROPER EVALUATION?

5 A. Yes. Ms. Meaux addresses in her testimony the combination of segments included in the 6 Application as part of 31 routes for the Project. POWER evaluated these 31 geographically 7 diverse alternative routes and all 160 alternative route segments and determined that they 8 are all consistent with the provisions of PURA, the PUC's Substantive Rules, and the 9 Commission's policy of prudent avoidance. In addition to the 31 proposed alternative 10 routes LCRA TSC filed in the Application, there are many more routes that could be 11 formed by connecting the various alternate route segments in different combinations to 12 create new routes. While many more route segments and routes could theoretically be 13 created, for a project of this size and length, LCRA TSC has provided the Commission 14 with a significant number of diverse routing options from which the Commission can make 15 an informed decision in this proceeding. All of the routes and route segments have been 16 filed with the PUC as part of the Application. Therefore, all of the proposed alternative 17 routes and other possible routes that could be formed by the proposed route segments are 18 viable options for constructing and operating the needed electrical facilities.

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VI. <u>IMPACTS ON LANDOWNERS</u>

Q. PLEASE EXPLAIN THE STEPS TAKEN BY LCRA TSC TO REDUCE THE IMPACTS TO LANDOWNERS THAT MAY RESULT FROM CONSTRUCTION OF THE PROJECT.

A. LCRA TSC has proposed alternative routes that parallel and/or utilize existing compatible
ROW (roads, existing transmission line ROW, rebuilding an existing transmission line),
follow compatible routing features, and parallel apparent property lines where reasonable.
Additionally, LCRA TSC made routing adjustments (as described in the EA in Section 4)
based on input from the public and local elected officials, where reasonable and practical.
One way in which LCRA TSC made routing adjustments was through the development of
the offset route segments that I described previously. These offset route segments were

developed and included in LCRA TSC's Application in large part based upon input
 received by LCRA TSC from potentially impacted landowners.

3Q.ARE THERE ANY DIFFERENCES BETWEEN PROPERTY LINES AND4PARCEL LINES?

5 A. Yes, there can be differences between property lines and parcel lines. As stated previously, 6 individual parcels were identified using the tax information for each designated parcel as 7 provided by the county appraisal district. However, a landowner may own more than one 8 parcel or tract. Thus, while the tax information is ultimately attributed by parcel, these 9 parcel boundaries might not represent the full extent of a particular landowner's contiguous 10 parcels, which, when combined, constitute their property. Unless landowners combine 11 these parcels under a common survey and the tax information is consolidated, then it is 12 LCRA TSC's experience that each parcel will be identified as a separate and distinct 13 property in the records of the county tax appraisal district.

After the preliminary segments were presented at the October 2015 open house meetings, LCRA staff identified parcels that seemed to be under common ownership and grouped them to better discern apparent property boundaries. The result of that grouping effort is reflected in the Location of Directly Affected Properties map, which is Attachment 8 of the Application.

19 VII.
20 Q. HAS LCRA T

PROPOSED SUBSTATION LOCATIONS

20 Q. HAS LCRA TSC IDENTIFIED ANY POTENTIAL ALTERNATIVE SUBSTATION 21 SITES TO BE CONSTRUCTED AS PART OF THIS PROJECT?

A. Yes. LCRA TSC identified 16 possible alternative substation sites in the Application, eight
for Substation 1 and eight for Substation 2.

1	Q.	WHAT METHODOLOGY DID LCRA TSC AND POWER USE FOR
2		IDENTIFYING POSSIBLE ALTERNATIVE SUBSTATION SITES FOR THE
3		TWO NEW SUBSTATIONS PROPOSED FOR THE PROJECT?
4	А.	LCRA TSC and POWER used the following needs and preferences in identifying possible
5		alternative substation sites to include in the Application:
6 7		• Located in Substation Siting Areas 1 and 2 that were developed in association with the need for the Project;
8		• 5-7 acres in size;
9		• Preference for more level terrain;
10		• Ease of access and proximity to paved roads;
11 12		• Consideration of habitat, floodplain, and the Edwards Aquifer Contributing Zone and Recharge Zone;
13		• Existence of electric distribution located nearby for use at the site;
14		• Avoidance of buried utility infrastructure (e.g. pipelines) on the site; and
15		• Single parcel/tract rather than multiple parcels/tracts.
16	Q.	WERE OTHER FACTORS CONSIDERED IN IDENTIFYING POSSIBLE
17		ALTERNATIVE SUBSTATION SITES FOR THE TWO NEW SUBSTATIONS
18		PROPOSED FOR THE PROJECT?
19	A.	Yes, Mr. Garza discusses other factors associated with the need and function of the
20		substation sites.
21	Q.	WHAT WAS THE RESULT OF THE ALTERNATIVE SUBSTATION SITE
22		IDENTIFICATION CONDUCTED PRIOR TO THE PUBLIC OPEN HOUSES
23		HELD IN OCTOBER 2015?
24	А.	Prior to the October open house meetings, LCRA TSC and POWER identified 11 possible
25		alternative substation sites in conjunction with the preliminary alternative route
26		segments—six for Substation 1 and five for Substation 2. These 11 alternative sites were
27		presented along with the preliminary alternative route segments to the public at the October
28		2015 open house meetings.

1Q.HOW DID LCRA TSC DETERMINE THE POSSIBLE ALTERNATIVE2SUBSTATION SITES PROPOSED IN THE APPLICATION?

A. Following the identification of the 11 possible alternative substation sites, LCRA TSC
received input from elected officials and the public during and after the open house
meetings, and also inquired with both in-house real estate professionals and real estate
professionals operating in the project area to determine if any additional properties meeting
LCRA TSC's needs for new substation sites were available. This process resulted in the
identification of five additional possible alternative substation sites that were included in
the Application.

10Q.DOES LCRA TSC OWN OR CONTROL ANY OF THE ALTERNATIVE11SUBSTATION SITES PRESENTED IN THE APPLICATION?

A. Yes. LCRA TSC has contracts for sale in place for two of the sites, substation sites 1-7 and
 2-6.

14 Q. HOW DID LCRA TSC COME TO CONTROL SUBSTATION SITES 1-7 AND 2-6?

A. On October 21, 2015, the LCRA TSC Board of Directors authorized LCRA TSC to actively
pursue acquisition of one or more possible alternative substation sites. That authorization
is attached to my testimony as Exhibit CTP-4. LCRA TSC inquired with the owners of all
16 identified possible alternative substation sites regarding the interest of the landowners
in selling the sites to LCRA TSC. At this time, only the owners of substations sites 1-7 and
20 2-6 were willing to negotiate with LCRA TSC regarding the sale of the properties.

Q. DOES LCRA TSC PLAN TO REMOVE ANY OF THE OTHER POSSIBLE ALTERNATIVE SUBSTATION SITES FROM THE APPLICATION SINCE IT CONTROLS SITES 1-7 AND 2-6?

A. No. All 16 of the possible alternative substation sites included in the Application remain
available for routing consideration at this time.

1Q.HAS LCRA TSC LIMITED ITS SEARCH FOR SUBSTATION LOCATIONS TO2THE 16 ALTERNATIVE SITES PRESENTED IN THE APPLICATION?

A. No. LCRA TSC will continue to evaluate property located along the alternate route
 segments meeting the required needs of the new substations in order to find additional
 suitable substation locations with willing property sellers.

6 Q. ARE ALL OF THE POSSIBLE ALTERNATIVE SUBSTATION SITES 7 INCLUDED IN THE APPLICATION ADEQUATE TO ACHIEVE THE PROJECT 8 REQUIREMENTS?

- 9 A. Yes. All eight of the possible alternative substation sites proposed in each of the two siting
 10 areas are viable, feasible sites. Any new substation sites considered will also be evaluated
 11 and presented for consideration if they are viable, feasible alternatives as well.
- 12

VIII. PUBLIC INVOLVEMENT

13 Q. PLEASE DESCRIBE LCRA TSC'S ACTIVITIES FOR PUBLIC INVOLVEMENT 14 IN THE PROJECT.

15 A. LCRA TSC held two open house meetings for the Project. The open house meetings were 16 held on October 13 and 14, 2015, from 6:00 p.m. to 8:00 p.m. at the Austin Sports Center 17 of Cedar Park in Cedar Park, Texas, and Wiley Middle School in Leander, Texas. LCRA 18 TSC mailed 2,558 written notices of the meeting to all owners of property within 19 approximately 300 feet of the centerline of the preliminary alternative segments. Also, 20 local public officials and various state and federal officials were mailed or delivered 21 individual written notice of the meeting. In addition, a public notice for the open house was 22 published on the listed dates in the four local newspapers having circulation within the 23 project area county:

- 24 *Austin American-Statesman* October 5 and 12, 2015
- 25 *Hill Country News* October 1 and 8, 2015
- 26 Round Rock Leader October 1 and 8, 2015
- 27 *Williamson County Sun* September 30 and October 7, 2015

1	The public notices announced the location, time, and purpose of the meeting. A copy of
2	the notice published in newspapers is provided in Appendix B of the EA.
3	The meetings had the following objectives:
4 5	• Promote a better understanding of the Project, including its purpose, need, potential benefits, and impacts, and of the PUC certification process;
6 7	• Inform the public with regard to the routing procedure, schedules, and route approval process; and
8	• Gather the values and concerns of the public and community leaders.
9	The meetings were configured in an informal, information-station format rather
10	than a formal speaker/audience format, with each station assigned to a particular aspect of
11	the Project or routing process and staffed by LCRA or POWER personnel. Open house
12	exhibits included information about LCRA and LCRA TSC; Project Purpose and Need;
13	the PUC Certification Process for New Transmission Lines; Agencies and Officials
14	Contacted; Environmental Criteria for Alternative Route Evaluation; Preliminary Routing
15	Maps; Structure Options and Photos of representative structures; Typical Right-of-Way
16	Maintenance; Easement Acquisition Process; and Electric and Magnetic Fields (see
17	Appendix B of the EA). Each station included maps, illustrations, photographs, and/or text
18	explaining each particular topic. Geographic Information System (GIS) computer stations
19	were available to show the extent of the Project, the proposed preliminary alternative route
20	segments, property ownership parcel boundaries, and recent aerial photography of the
21	Project area. Staff at the GIS stations were also available to answer detailed questions such
22	as the approximate distance from a proposed preliminary route segment centerline to the
23	nearest corner of a habitable structure.
24	Attendees were encouraged to visit each station in order, so that the entire process
25	could be explained in the logical sequence of project development. The information station

could be explained in the logical sequence of project development. The information station format is typically advantageous because it allows attendees to gather and process information in a more relaxed manner and also allows them to focus on their particular area of interest and ask specific questions of the subject-matter experts. Furthermore, one-toone discussions with LCRA or POWER personnel typically encourage more interaction from those persons who might be hesitant to participate in a formal speaker-audience format.

1 A total of 615 people signed in as attending the public open house meetings. In 2 some cases, only one family member may have signed in when more were present. All 3 attendees were offered a questionnaire, preliminary route segment map, and frequently 4 asked questions document (see Appendix B in the EA). Some attendees handed in 5 completed questionnaires at the meeting (255), while others took questionnaires with them, 6 acquired questionnaires from neighbors, or acquired a questionnaire from the LCRA 7 project website. A total of 1,433 additional completed questionnaires were submitted to 8 LCRA TSC following the open house meetings. Thus, a total of 1,688 questionnaires were 9 received by LCRA TSC at or subsequent to the October 13 and 14, 2015 public open house 10 meetings. Additional comments were also sent in the form of letters or emails. In total, 11 LCRA TSC received over 3,500 email comments regarding the Project, many of which 12 were also sent to the PUC and filed in Project No. 45364.

Additional information concerning the public involvement program and a summary of the questionnaire results is provided in Section 4.2.2 of the EA. A copy of the notice that was provided to property owners, a copy of the questionnaire provided to meeting attendees, and copies of the open house exhibits are included in Appendix B of the EA.

17 Q. DID LCRA TSC COMMUNICATE WITH LOCAL PUBLIC OFFICIALS PRIOR 18 TO THE OPEN HOUSE MEETINGS?

A. Yes. In late 2013, LCRA TSC began communicating the need for the project, the ERCOT
 project review process, and explaining the CCN application and PUC approval process
 with local officials. LCRA TSC representatives attended and participated in several
 meetings and discussions with local officials between late 2013 and the holding of the
 public open house meetings in October 2015. Please see Exhibit CTP-5 for a log of
 meetings LCRA TSC representatives attended prior to the October 2015 open house
 meetings.

Q. HAS LCRA TSC COMMUNICATED WITH PUBLIC OFFICIALS, OTHER STAKEHOLDERS, AND THE PUBLIC BEYOND THE OPEN HOUSE MEETINGS? PLEASE EXPLAIN.

A. Yes. LCRA TSC has attended and participated in dozens of meetings with public officials,
 other stakeholders, and the public after the open house meetings were held. Please see

- 1 Exhibit CTP-6 for a log of meetings LCRA TSC representatives participated in after the 2 open house meetings.
- 3

WHAT WAS THE RESULT OF THE THOSE MEETINGS? **Q**.

- 4 A. LCRA TSC gained valuable information and insight regarding existing values of the 5 communities that will be impacted by the Project and the infrastructure and ongoing 6 expansions and modifications to existing infrastructure within the Project area. In addition, 7 LCRA TSC communicated Project-related information to aid the entities in their 8 understanding of the Project and process.
- 9 10

IX. THREATENED AND ENDANGERED SPECIES PERMITTING AND MITIGATION

11 DOES THE STUDY AREA FOR THIS PROJECT CONTAIN ANY ENDANGERED **Q**. 12 **SPECIES HABITAT?**

13 Yes. The study area for this Project includes locations known to be or potentially inhabited A. 14 by several species that the USFWS has listed as endangered. These include two federally 15 listed songbirds (golden-cheeked warbler and black-capped vireo) and two federally listed karst (i.e., cave) invertebrates (Bone Cave harvestman and Coffin Cave mold beetle). A 16 17 complete listing of species potentially occurring within the study area can be found in the 18 EA, Attachment 1 to the Application.

19 HOW DOES LCRA TSC PLAN TO ADDRESS ENDANGERED SPECIES IN THE **O**. 20 **PROJECT AREA?**

21 A. Williamson County has developed a regional habitat conservation plan (RHCP) that 22 authorizes the incidental take of several species that may result from projects such as this 23 proposed transmission line. LCRA TSC intends to participate in the RHCP as applicable. 24 The costs associated with participation in the RHCP for each route are discussed in the 25 testimony of Ms. Melendez. For most segments, participation in the RHCP will not require 26 additional consultation with the USFWS to construct those segments.

Q. ARE THERE ANY ALTERNATIVE SEGMENTS THAT COULD POTENTIALLY IMPACT ENDANGERED SPECIES THAT MAY REQUIRE ADDITIONAL CONSULTATION WITH THE USFWS?

A. Yes, Segment E6 crosses land owned by Williamson County designated as protected
habitat for the endangered species listed above. LCRA TSC believes construction of this
segment could be accomplished while minimizing any impacts to habitat. However, this
activity may require consultation with the USFWS due to the land having been designated
as protected habitat under the RHCP.

9 Q. ARE THERE ANY OTHER SPECIES TO CONSIDER IN THE PROJECT AREA 10 FOR WHICH TAKE IS NOT AUTHORIZED UNDER THE WILLIAMSON 11 COUNTY RHCP?

A. Yes, the Jollyville Plateau salamander and Georgetown salamander were listed as
 threatened species by the USFWS after completion of the Williamson County RHCP and
 both species could potentially occur in the project study area.

15 Q. HOW WOULD AUTHORIZATION FOR INCIDENTAL TAKE OF THE 16 JOLLYVILLE PLATEAU SALAMANDER AND GEORGETOWN 17 SALAMANDER OCCUR?

A. If incidental take of the Jollyville Plateau salamander or Georgetown salamander was
 unavoidable as a result of the construction of the Project, LCRA TSC would be required to
 apply for an incidental take permit from the USFWS.

Q. WILL LCRA TSC NEED TO APPLY FOR AN INCIDENTAL TAKE PERMIT FOR IMPACTS RELATED TO JOLLYVILLE PLATEAU SALAMANDER OR GEORGETOWN SALAMANDER?

A. I do not believe so. Design considerations and construction best management practices
(BMPs) can be implemented that would avoid potential Project-related impacts to the
Jollyville Plateau salamander and Georgetown salamander.

1Q.WHAT BMPS DOES LCRA TSC PROPOSE TO IMPLEMENT WITH REGARD2TO JOLLYVILLE PLATEAU SALAMANDER AND GEORGETOWN3SALAMANDER?

A. Please see pages 10-12 of Exhibit CTP-7 for a summary of the BMPs that LCRA TSC
proposes to use in areas of potential Jollyville Plateau salamander or Georgetown
salamander habitat. The costs associated with implementation of the BMPs are discussed
in the testimony of Ms. Melendez.

8 Q. WHY DO YOU BELIEVE THE BMPS WILL AVOID IMPACTS TO JOLLYVILLE 9 PLATEAU SALAMANDER AND GEORGETOWN SALAMANDER?

10 A. LCRA TSC successfully completed one of the only known instances of transmission line 11 project construction traversing known habitat of the Jollyville Plateau salamander since the 12 time the species was listed as threatened by the USFWS. This project involved a 13 transmission line that crosses portions of the Balcones Canyonlands Preserve in Travis 14 County, Texas. LCRA TSC, in coordination with the USFWS, developed and implemented 15 the above-referenced BMPs to effectively construct the project with no impact to the 16 Jollyville Plateau salamander. Based on this experience, I believe LCRA TSC will be able 17 to use the same BMPs to avoid and/or mitigate any impacts to the Jollyville Plateau 18 salamander or Georgetown salamander associated with the Project.

19 Q. ARE THERE ANY PROJECT ALTERNATIVE SEGMENTS THAT REQUIRE 20 ADDITIONAL CONSIDERATION REGARDING THE JOLLYVILLE PLATEAU 21 SALAMANDER?

A. Yes, Segment O3 crosses the only designated critical habitat for Jollyville Plateau salamander that occurs in the study area. LCRA TSC believes the same BMPs listed above could be deployed to avoid impacts to the Jollyville Plateau salamander along Segment O3, but due to the designation as critical habitat, approval of a route that utilizes Segment O3 may result in further consultation with the USFWS than other route alternatives.

1 2		X. <u>SELECTION OF ROUTE THAT BEST ADDRESSES THE</u> REQUIREMENTS OF PURA AND PUC SUBSTANTIVE RULES
3	Q.	IS LCRA TSC REQUIRED TO IDENTIFY AN ALTERNATIVE ROUTE IN THE
4		APPLICATION THAT IT BELIEVES BEST ADDRESSES THE REQUIREMENTS
5		OF PURA AND THE PUC SUBSTANTIVE RULES?
6	A.	Yes. Question 17 of the Commission's CCN application form requires an applicant to
7		identify the "alternative route the applicant believes best addresses the requirements of
8		PURA and P.U.C. Substantive Rules."
9	Q.	WHAT ROUTE DID LCRA TSC IDENTIFY AS THE ROUTE THAT BEST
10		ADDRESSES THE REQUIREMENTS OF PURA AND THE PUC SUBSTANTIVE
11		RULES?
12	A.	LCRA TSC identified Route 31 as the route that best addresses the requirements of PURA
13		and the PUC's Substantive Rules.
14	Q.	WHY DID LCRA TSC IDENTIFY ROUTE 31 AS THE ROUTE THAT BEST
15		ADDRESSES THE REQUIREMENTS OF PURA AND THE PUC SUBSTANTIVE
16		RULES?
17	A.	In compliance with the Commission's CCN application form, LCRA TSC evaluated the
18		31 primary alternative routes included in the Application and selected Route 31 as the route
19		that best complies with PURA and the PUC's Substantive Rules. Route 31 provides the
20		following advantages:
21 22 23		• Is generally consistent with the route preferences indicated by the cities of Leander, Cedar Park, and Round Rock in resolutions passed by the three municipalities primarily burdened by the Project (an expression of community values);
24 25		• Uses or is parallel and adjacent to existing transmission line ROW for approximately 20 percent of its length (2.7 miles);
26 27		• Is parallel and adjacent to other existing compatible ROW for approximately 60 percent of its length (8.2 miles);
28 29		• Has the fourth lowest estimated cost (\$72,627,400) and is only approximately seven percent more expensive than the least expensive route;
30 31		• Has the seventh fewest number of newly affected habitable structures within 300 feet of the route centerline (146);

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1 2		• Has over 200 fewer newly affected habitable structures within 300 feet of the route centerline than the three least expensive routes;
3 4		• Does not cross U.S. Fish & Wildlife Service (USFWS) critical habitat for Jollyville Plateau Salamander;
5		• Does not impact the Brushy Creek environmentally sensitive areas; and
6		• Does not cross Bone Cave harvestman recovery preserve area.
7		However, while LCRA TSC identified Route 31 as the route that best addresses the
8		requirements of PURA and the PUC's Substantive Rules at the time of the filing of the
9		Application, all 31 routes in the Application and any forward-progressing routes that can
10		be delineated from the 160 individual route segments that serve to connect the Leander and
11		Round Rock substations with a Substation 1 and Substation 2 alternative are viable options
12		available for approval by the PUC.
13	Q.	IS ROUTE 31 LCRA TSC'S PREFERRED ROUTE?
13 14	Q. A.	IS ROUTE 31 LCRA TSC'S PREFERRED ROUTE? No, neither Route 31, nor any other route, is LCRA TSC's "preferred" route. Route 31 is
	•	
14	•	No, neither Route 31, nor any other route, is LCRA TSC's "preferred" route. Route 31 is
14 15	•	No, neither Route 31, nor any other route, is LCRA TSC's "preferred" route. Route 31 is simply the route LCRA TSC identified at the time of the filing of the Application as the
14 15 16	•	No, neither Route 31, nor any other route, is LCRA TSC's "preferred" route. Route 31 is simply the route LCRA TSC identified at the time of the filing of the Application as the route it believes best addresses the requirements of PURA and the PUC's Substantive rules.
14 15 16 17	•	No, neither Route 31, nor any other route, is LCRA TSC's "preferred" route. Route 31 is simply the route LCRA TSC identified at the time of the filing of the Application as the route it believes best addresses the requirements of PURA and the PUC's Substantive rules. All of the primary alternative routes included in the Application address the need for the
14 15 16 17 18	•	No, neither Route 31, nor any other route, is LCRA TSC's "preferred" route. Route 31 is simply the route LCRA TSC identified at the time of the filing of the Application as the route it believes best addresses the requirements of PURA and the PUC's Substantive rules. All of the primary alternative routes included in the Application address the need for the Project and comply with the applicable statutory and regulatory criteria. As such, LCRA
14 15 16 17 18 19	•	No, neither Route 31, nor any other route, is LCRA TSC's "preferred" route. Route 31 is simply the route LCRA TSC identified at the time of the filing of the Application as the route it believes best addresses the requirements of PURA and the PUC's Substantive rules. All of the primary alternative routes included in the Application address the need for the Project and comply with the applicable statutory and regulatory criteria. As such, LCRA TSC is willing to construct, own, and operate the Project on any of the routes presented in
14 15 16 17 18 19 20	•	No, neither Route 31, nor any other route, is LCRA TSC's "preferred" route. Route 31 is simply the route LCRA TSC identified at the time of the filing of the Application as the route it believes best addresses the requirements of PURA and the PUC's Substantive rules. All of the primary alternative routes included in the Application address the need for the Project and comply with the applicable statutory and regulatory criteria. As such, LCRA TSC is willing to construct, own, and operate the Project on any of the routes presented in the Application or other reasonable routes that can be created by combination of route
14 15 16 17 18 19 20 21	•	No, neither Route 31, nor any other route, is LCRA TSC's "preferred" route. Route 31 is simply the route LCRA TSC identified at the time of the filing of the Application as the route it believes best addresses the requirements of PURA and the PUC's Substantive rules. All of the primary alternative routes included in the Application address the need for the Project and comply with the applicable statutory and regulatory criteria. As such, LCRA TSC is willing to construct, own, and operate the Project on any of the routes presented in the Application or other reasonable routes that can be created by combination of route segments presented in the Application that meet the need for the Project.

- 24 A. My testimony can be summarized as follows:
- LCRA TSC met the requirements specified in the PUC's notice rules for identifying 25 • directly affected property owners. LCRA TSC provided notice of the public open 26 house and the filing of the Application to all directly affected landowners it identified. 28
- 29 • LCRA TSC has submitted a robust number of geographically diverse alternative routes that the PUC can use in evaluating the Application. 30

27

1 2 3 4 5		• LCRA TSC actively sought and received public input before and continuing through the filing of the Application. LCRA TSC collected public input in various ways, including by conducting open houses; soliciting information through questionnaires, phone calls, and written correspondence; and attending meetings with public officials and other interested parties.
6 7 8		• LCRA TSC considered public input throughout the process and, where feasible, incorporated input from landowners, governmental officials, or other stakeholders and interested parties to modify route segments.
9 10 11		• In accordance with the mandate in the Commission's CCN application form, LCRA TSC identified Route 31 as the route that best addresses the requirements of PURA and the PUC's Substantive Rules for the Project.
12 13 14		• LCRA TSC has presented in the Application information regarding all the factors the Commission is required to consider under PURA and the PUC's Substantive Rules.
15 16 17		• Each of the proposed alternative routes presented in the Application complies with the factors in PURA § 37.056 and PUC Substantive Rule 25.101(b)(3)(B), including the policy on prudent avoidance.
18 19 20		• LCRA TSC is willing to build any of the 31 routes contained in the Application or any other forward progressing route composed of the route segments contained in the Application that meet the need for the Project.
21	Q.	DOES THIS CONCLUDE YOUR DIRECT TESTIMONY?
22	A.	Yes.