

NORTH CAROLINA PUBLIC STAFF UTILITIES COMMISSION

March 23, 2021

Ms. Kimberley A. Campbell, Chief Clerk North Carolina Utilities Commission 4325 Mail Service Center Raleigh, North Carolina 27699-4300

Re: Docket No. EMP-112, Sub 0 - Oak Solar, LLC

CPCN to construct an 120-MW Solar Facility in Northhampton

County, North Carolina.

Dear Ms. Campbell:

In connection with the above-referenced docket, I transmit herewith for filing on behalf of the Public Staff the confidential testimony of Jay B. Lucas, Utilities Engineer, Electric Division.

By copy of this letter, I am forwarding a copy of the public version to all parties of record by electronic delivery. The confidential version will be provided to those parties that have entered into a confidentiality agreement.

Sincerely,

Electronically submitted s/ Reita D. Coxton Staff Attorney reita.coxton@psncuc.nc.gov

RDC/adb

Attachment

Executive Director (919) 733-2435

Accounting (919) 733-4279

Consumer Services (919) 733-9277 Economic Research (919) 733-2267

Energy (919) 733-2267 Legal (919) 733-6110

Transportation (919) 733-7766

Water/Telephone (919) 733-5610

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

DOCKET NO. EMP-112, SUB 0

In the Matter of Application of Oak Solar, LLC, for a Certificate of Public Convenience and Necessity to Construct an 120-MW Solar Facility in Northampton County, North Carolina

TESTIMONY OF
JAY B. LUCAS
PUBLIC STAFF – NORTH
CAROLINA UTILITIES
COMMISSION

DOCKET NO. EMP-112, SUB 0

Testimony of Jay B. Lucas

On Behalf of the Public Staff

North Carolina Utilities Commission

March 23, 2021

- 1 Q. PLEASE STATE YOUR NAME AND ADDRESS FOR THE
- 2 RECORD.
- 3 A. My name is Jay B. Lucas. My business address is 430 North
- 4 Salisbury Street, Raleigh, North Carolina.
- 5 Q. BRIEFLY STATE YOUR QUALIFICATIONS AND DUTIES.
- 6 A. My qualifications and duties are included in Appendix A.
- 7 Q. WHAT IS YOUR POSITION WITH THE PUBLIC STAFF?
- 8 A. I am the manager of the Electric Section Operations and Planning
- 9 in the Public Staff's Energy Division.
- 10 Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THIS
- 11 **PROCEEDING?**
- 12 A. The purpose of my testimony is to make recommendations to the
- 13 Commission on the application, testimony, and related filings

1		regarding a solar photovoltaic facility in Northampton County, North
2		Carolina that I describe more fully below.
3	Q.	PLEASE PROVIDE A BRIEF HISTORY OF THE APPLICATION.
4	A.	On July 15, 2020, Gaston Green Acres Solar, LLC, (Gaston Green
5		Acres) filed an application for a certificate of public convenience and
6		necessity (CPCN) to construct a 300-megawatt AC (MWAC) solar
7		photovoltaic electric generating facility. The application included the
8		testimony of witness Linda Nwadike.
9		On July 29, 2020, the Public Staff filed a Notice of Completeness for the Gaston Green Acres facility.
11		On September 28, 2020, the Commission issued its Order
12		Scheduling Hearings, Requiring Filing of Testimony, Establishing
13		Procedural Guidelines, and Requiring Public Notice (September 28
14		Order). The September 28 Order required Gaston Green Acres to
15		file supplemental testimony to answer questions from the
16		Commission.
17		On October 19, 2020, Gaston Green Acres filed the supplemental
18		testimony and exhibits of witness Nwadike that answered the
19		Commission's questions. Witness Nwadike explained that the
20		Gaston Green Acres facility will be divided into two facilities. Oak
21		Solar, LLC (Oak Solar), owns the first facility (the Oak Solar facility)

1	with PJM interconnection queue AB1-132 and will have a capacity of
2	120 MW. The second facility is owned by Cherry Solar, LLC, with
3	PJM interconnection queue AC1-086 and will have a capacity of 180
4	MW.
5	On November 13, 2020, Cherry Solar, LLC, filed an application for a
6	CPCN in Docket No. EMP-115, Sub 0, for its 180-MW solar
7	photovoltaic facility. Cherry Solar, LLC, later reduced the capacity to
8	120 MW.
9	On December 18, 2020, the Commission issued its Order
10	Scheduling Hearings, Requiring Filing of Testimony, Establishing
11	Procedural Guidelines, and Requiring Public Notice (December 18
12	Order), which, in part, required Oak Solar to file additional testimony
13	on or before February 25, 2021, and required the Public Staff and
14	other intervenors to file testimony on or before March 25, 2021.
15	On January 25, 2021, the State Clearinghouse filed comments
16	requesting that Gaston Green Acres file additional information. The
17	Department of Natural and Cultural Resources has recommended
18	that a comprehensive archaeological survey of the project area be
19	conducted by an experienced archaeologist.
20	On February 25, 2021, Oak Solar filed the additional testimony and
21	exhibits of witness Nwadike. Her testimony provided answers to the

1		questions in	the December 18 Order and provided the System		
2		Impact Stud	y, the Facilities Study, and the Feasibility Study for the		
3		Oak Solar fa	cility.		
4	I.	COMPLIAN	CE WITH THE SEPTEMBER 28 ORDER AND THE		
5		DECEMBER	R 18 ORDER		
6	Q.	PLEASE DESCRIBE THE QUESTIONS THAT THE COMMISSION			
7		INCLUDED	IN ITS SEPTEMBER 28 ORDER AND ITS DECEMBER		
8		18 ORDER.			
9	A.	In its Septer	mber 28 Order, the Commission noted the increase in		
10		non-utility generation on the North Carolina system and recognized			
11		its statutory duty to examine the long-range needs for the generation			
12		of electricity	in North Carolina. It directed Gaston Green Acres to file		
13		additional te	stimony and exhibits addressing the following questions		
14		regarding its	300-MW solar photovoltaic facility:		
15 16 17 18		1.	Provide the amount of network upgrades on DENC's or any affected system's transmission system, if any, required to accommodate the operation of Gaston Green Acres's proposed facility.		
19 20 21		2.	facility. Provide the Levelized Cost of Transmission (LCOT) information for any required transmission system upgrades or modifications.		
21 22 23 24 25		3.	transmission system upgrades or modifications. Provide any interconnection study received for the proposed facility. If Gaston Green Acres has not received a study, provide a date by when the		
25 26 27		4.	study is expected to be completed. Are you aware of any system other than the studied system that is or will be affected by the		

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31 31 31 31 31 31 31 31 31 31 31 31 31		interconnection? If yes, explain the impact and basis. 5. If Gaston Green Acres proposes to sell energy and capacity from the facility to a distribution utility regulated by the Commission, provide a discussion of how the facility's output conforms to or varies from the regulated utility's most recent Integrated Resource Plan (IRP). 6. If Gaston Green Acres proposes to sell energy and capacity from the facility to a distribution utility not regulated by the Commission but serving retail customers in North Carolina (e.g., a co-op or muni), provide a discussion of how the facility's output conforms to or varies from the purchasing distribution utility's long-range resource plan. 7. If Gaston Green Acres proposes to sell energy and capacity from the facility to a purchaser who is subject to a statutory or regulatory mandate with respect to its energy sourcing (e.g., a Renewable Energy Portfolio Standard (REPS) requirement or Virginia's new statutory mandate for renewables), explain how, if at all, the facility will assist or enable compliance with that mandate. Provide any contracts that support that compliance. 8. Provide any Power Purchase Agreements (PPA), Renewable Energy Certificate (REC) sale contracts, or contracts for compensation for environmental attributes for the output of the facility.
32		In its December 18 Order, the Commission asked the same
33		questions for the Oak Solar facility.
34	Q.	DID WITNESS NWADIKE PROVIDE LCOT CALCULATIONS FOR
35		PJM NETWORK UPGRADES IN HER SUPPLEMENTAL
36		TESTIMONY?
37	A.	Yes, in her testimony filed on October 19, 2020, witness Nwadike
38		provided LCOT calculations for the Gaston Green Acres facility. Her

1		testimony filed on February 25, 2021, calculated an LCOT for the		
2		Oak Solar facility of [BEGIN CONFIDENTIAL] [END		
3		CONFIDENTIAL] for network upgrades in PJM with an anticipated		
4		total cost of [BEGIN CONFIDENTIAL] [END		
5		CONFIDENTIAL].		
6	II.	AFFECTED SYSTEM UPGRADES		
7	Q.	WILL THE OAK SOLAR FACILITY REQUIRE ANY AFFECTED		
8		SYSTEM UPGRADES?		
9	A.	No. Interconnection of PJM cluster AA2 required Duke Energy		
10		Progress, LLC (DEP), to upgrade its portion of the Rocky Mount-		
11		Battleboro 115 kilovolt transmission line at an estimated cost of		
12		\$661,702. This upgrade eliminated any need for affected system		
13		upgrades for PJM cluster AB1.		
14	Q.	WHAT IS THE LATEST SCHEDULE FOR DEP'S AFFECTED		
15		SYSTEMS STUDIES FOR OTHER FACILITIES IN PJM		
16		TERRITORY?		
17	A.	On March 5, 2021, DEP provided the Public Staff with its latest		
18		schedule for completing affected system studies. This schedule is		
19		shown in Lucas Exhibit 1.		

CONCLUSIONS AND RECOMMENDATIONS

20

III.

1	Q.	WHAT IS THE PUBLIC STAFF'S RECOMMENDATION ON OAK				
2		SOLAR'S APPLICATION FOR A CPCN?				
3	A.	After reviewing the application, the direct and supplemental				
4		testimony of witness Nwadike, and the other evidence in the record				
5		and obtained through discovery, the Public Staff recommends that				
6		the Commission approve the application and grant the CPCN to Oak				
7		Solar for its 120-MW solar photovoltaic facility, subject to the				
8		following conditions:				
9		1. Oak Solar shall construct and operate the Oak Solar facility in				
10		strict accordance with applicable laws and regulations,				

The CPCN shall be subject to Commission Rule
 R8-63(e) and all orders, rules and regulations as are now or
 may hereafter be lawfully made by the Commission;

requirements;

including any local zoning and environmental permitting

11

12

- Oak Solar shall file with the Commission in this docket a
 progress report on the construction of the Oak Solar facility on
 an annual basis; and
- Oak Solar shall file with the Commission in this docket any
 revisions in the cost estimates for the construction of the Oak

- 1 Solar facility or any Network Upgrades within 30 days of
- 2 becoming aware of such revisions.
- 3 Q. DOES THIS CONCLUDE YOUR TESTIMONY?
- 4 A. Yes, it does

QUALIFICATIONS AND EXPERIENCE

JAY B. LUCAS

I graduated from the Virginia Military Institute in 1985, earning a Bachelor of Science Degree in Civil Engineering. Afterwards, I served for four years as an engineer in the Air Force performing many civil and environmental engineering tasks. I left the Air Force in 1989 and attended the Virginia Polytechnic Institute and State University (Virginia Tech), earning a Master of Science degree in Environmental Engineering. After completing my graduate degree, I worked for an engineering consulting firm and worked for the North Carolina Department of Environmental Quality in its water quality programs. Since joining the Public Staff in January 2000, I have worked on utility cost recovery, renewable energy program management, customer complaints, and other aspects of utility regulation. I am a licensed Professional Engineer in North Carolina.

Lucas Exhibit 1

DEP's schedule for completing affected system studies as of March 5, 2021:

Neighboring Utility	Queue #	MW Capacity	Name and Voltage of Transmission Line	Estimated Study Date
РЈМ	AD1-023	40	Cashie-Trowbridge 230 kV	3/15/2021
PJM	AD1-057	34	Hornertown-Hathaway 230 kV	3/15/2021
PJM	AD1-076	109	Trowbridge 230 kV	3/15/2021
PJM	AD2-033	130	Chase City-Lunenburg 115 kV	3/15/2021
PJM	AD2-046	80	Boydton DP-Kerr Dam 115 kV	3/15/2021
PJM	AD2-051	74.9	Earleys – Northampton 230kV	3/15/2021
PJM	AD2-063	149.5	Central-Chase City 115kV	3/15/2021
PJM	AE1-026	80	Cashie 230 kV	
PJM	AE1-056	60	Red House-South Creek 115 kV	
PJM	AE1-072	150	Shawboro-Sligo 230 kV	
PJM	AE1-148	90	Kerr Dam-Ridge Rd 115 kV	
PJM	AE2-031	290	Carson-Rawlings 500 kV	
PJM	AE2-033	149	Clubhouse-Sappony 230 kV	
PJM	AE2-034	140	Mackeys 230 kV	
PJM	AE2-044	120	Anaconda-Dunbar 115 kV	
PJM	AE2-051	150	Carson-Septa 500 kV	
PJM	AE2-053	20	Kerr Dam-Ridge Road 115 kV	
PJM	AE2-094	300	Carson-Rogers Road 500 kV	
PJM	AE2-147	150	Swamp 230 kV	
PJM	AE2-258	14.1	Chase City 115 kV substation	
PJM	AE2-259	100	Curdsville-Willis Mtn 115 kV	
PJM	AE2-260	200	Clubhouse 230 kV	

		102 MW	
		_	
		Energy /	DOI 11
		61.2 MW	,
PJM	AE2-291	Capacity	-79.118396°
		127 MW	
		Energy /	
		76.2 MW	POI coordinates: 37.049923°,
PJM	AE2-292	Capacity	-79.118396°
	7.22 202	Capacity	101110000
PJM	AE2-313	314	Carson-Rawlings 500 Kv
			BRODNAX-SOUTH HILL 115
PJM	AF1-059	99.2	KV
	AF1-	00.2	
PJM	123/124/125	2640	Fentress Substation 500 kV
1 3101	123/12-/123	2040	1 Chiress Substation 500 KV
PJM	AF1-236	1210	MACKEYS 230 KV
PJM	AF1-246	100	Clover Rawlings 500 kV
			Kidds Store - Fork Union 115 kV
PJM	AF1-293	127.86	TL
Santee			POI coordinates: 33.717511,
Cooper	Q83	75	-79.416569, Hemmingway
Santee			Santee Cooper Camden –
Cooper	Q99	100	South Bethune 230 kV Line
Cooper	QJJ	100	South Dethune 230 KV Line