Scott Groux Direct Testimony & Schedules

BEFORE THE MINNESOTA PUBLIC UTILITIES COMMISSION

In the Matter of the Application of Birch Coulee Solar LLC for a Site Permit for the up to 125 MW Birch Coulee Solar Project in Renville County, Minnesota

> MPUC Docket No. IP-7119/GS-23-477 OAH Docket No. 24-2500-40416

DIRECT TESTIMONY OF SCOTT GROUX ON BEHALF OF BIRCH COULEE SOLAR LLC

February 25, 2025

1 2

I. INTRODUCTION AND QUALIFICATIONS

- 3 Q. Please state your name, employer, and business address. 4 Α. My name is Scott Groux. I am a Developer at AES Clean Energy (AES). My 5 business address is 2180 S 1300 E Suite 500, Salt Lake City, Utah 84106. 6 7 Q. Please briefly describe your educational background and professional 8 experience. 9 Α. I have a Bachelor of Science degree in Materials Science and Engineering and a 10 Certificate in Energy Sustainability from the University of Wisconsin-Madison. I 11 have been employed by AES Clean Energy since 2021. My job duties include 12 oversight of utility-scale solar and battery storage projects that are in early or mid-13 stages of development, including the Birch Coulee Solar Project. 14 15 Q. For whom are you testifying? 16 Α. I am testifying on behalf of Birch Coulee Solar LLC (Birch Coulee Solar), an 17 independent power producer and an affiliate of The AES Corporation, in support 18 of its Application for a Site Permit for the Birch Coulee Solar Project (Project), an 19 up to 125 megawatt (MW) solar energy generating facility and associated facilities in Renville County, Minnesota.¹ 20 21 22 Q. What is your role with respect to the Project? 23 I am the lead developer for the Project and am accountable for all aspects of Α. 24 Project development. My duties include landowner and community engagement, 25 overseeing environmental and engineering site surveys, permitting, power
- 26 marketing, and managing the design and contracting of the Project.

¹ Birch Coulee Solar Site Permit Application (July 29, 2024) (eDocket No. <u>20247-209066-02</u>) (hereafter referred to as "Application").

1		II. PURPOSE OF TESTIMONY
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3	Q.	What is the purpose of your Direct Testimony?
4	Α.	The purpose of my testimony is to: (1) provide an overview of the Project; (2)
5		provide updates on the Project; (3) discuss the Project's anticipated
6		socioeconomic benefits; (4) discuss Birch Coulee Solar's coordination with the
7		Minnesota State Historic Preservation Office (SHPO) and Tribal Nations regarding
8		the Project; and (5) describe Birch Coulee Solar's responses to stakeholder
9		comments received on the Project thus far.
10		
11	Q.	How is your Direct Testimony organized?
12	Α.	My Direct Testimony is organized as follows:
13		Section III: Project Overview
14		Section IV: Project Updates
15		Section V: Local Employment & Economic Benefits
16		Section VI: Coordination with SHPO and Tribal Nations
17		Section VII: Response to Stakeholder Comments
18		
19	Q.	What schedules are attached to your Direct Testimony?
20	Α.	The following schedules are attached to my Direct Testimony:
21		<u>Schedule A</u> : Statement of Qualifications
22		• Schedule B: Updated Maps 3 (Project Layout), 5 (Nearby Residences), 9
23		(Renville County Zoning), and 10 (Franklin Zoning)
24		
25	Q.	Are you also sponsoring the Application?
26	Α.	Yes, I am sponsoring the entire Application.

1		III. PROJECT OVERVIEW
2		
3	Q.	Please describe the Project.
4	Α.	Birch Coulee Solar is proposing to construct, own, and operate an up to 125-
5		megawatt alternating current (MWac) photovoltaic solar energy generating facility
6		and associated infrastructure in Renville County, Minnesota. Birch Coulee Solar
7		proposes to build the Project within an area of approximately 1,041.6 acres of
8		private land, of which 768.2 acres will be for the operation of the Project. The
9		Project is within Birch Cooley, Camp, and Bandon townships, and the City of
10		Franklin in Renville County, Minnesota. ² The purpose of the Project is to generate
11		an annual average of approximately 264,000 MW hours of renewable energy over
12		its anticipated 30-year life, which equates to enough power for approximately
13		25,142 houses per year. ³
14		
15	Q.	Please describe the generation tie line associated with the Project.
16	Α.	The proposed 115-kV generation tie line (gen-tie) will extend from the Project
17		Substation to a utility-owned switchyard, which will connect to the existing 115-kV

Franklin Substation. Due to the proximity of the Project Substation to the Franklin Substation, the gen-tie is anticipated to be less than 500 feet in length. The final interconnection layout and need for a gen-tie line and utility-owned switchyard will be determined in conjunction with the transmission owner (Xcel Energy).⁴

22

Q. Why did Birch Coulee Solar choose the Project Area as presented in the Application to build the Project?

A. Birch Coulee Solar sited the Project in the current location due to the presence of
 capacity on the existing electrical grid and transmission infrastructure, strong solar

² Application at 1.

³ Id.

⁴ Application at 13.

1		resource, proximity to the existing Franklin Substation, strong landowner support,
2		and minimal impact on environmental and cultural resources. ⁵
3		
4		IV. PROJECT UPDATES
5		
6	Q.	Have there been any updates to the Project since the Application was filed?
7	Α.	Yes. As discussed at the public scoping meetings in October 2024, the anticipated
8		start of construction and operation of the Project has shifted to 2028 and 2030,
9		respectively. In addition, based on comments received from the Minnesota
10		Department of Transportation (MnDOT) and subsequent discussions, Birch
11		Coulee Solar will access the Project from County Road 5, rather than State
12		Highway 19. These updates are discussed further below.
13		
14	Q.	What is the status of executing a generator interconnection agreement (GIA)
15		for the Project?
16	Α.	At the time of filing the Application, Birch Coulee Solar anticipated signing a GIA
17		in First Quarter 2025.6 Based on the current Midcontinent Independent System
18		Operator, Inc. (MISO) Definitive Planning Phase schedule posted on February 1,
19		2025, Birch Coulee Solar now currently expects to sign a GIA for the Project in
20		First Quarter 2026.
21		
22	Q.	Has the anticipated schedule for the construction and in-service of the
23		Project changed from what was contemplated in the Application?
24	Α.	Yes. Based on the MISO process, Birch Coulee Solar now anticipates that the
25		Project will be able to be in-service in 2030, rather than 2028 as stated in the
26		Application.
27		
28		

⁵ Application at 7-8.

⁶ Application at 2-3.

1 Q. How have the access roads changed as a result of MnDOT's comments?

2 Α. Based on discussions with MnDOT and the adjacent property owner, Birch Coulee 3 Solar agreed to move the access road in the western portion of the Project area to be oriented east-west from County Road 5 instead of north-south from State 4 5 Highway 19. In addition, to minimize traffic utilizing the existing 115-kV Franklin 6 substation driveway, Birch Coulee Solar removed the temporary laydown area in 7 the southern portion of the Project area and will use the existing driveway for the 8 one-time delivery of the generator step-up transformer and control house for the 9 Project Substation. The temporary laydown area in the western-most parcel would 10 be used to stage materials for the Project Substation construction and vehicle 11 parking during construction and would be reclaimed and restored after construction 12 is complete. These modifications to the Project layout are reflected in **Schedule** 13 **B**, which includes updated versions of Maps 3, 5, 9, and 10 from the Application.

- 14
- 15 16

V. LOCAL EMPLOYMENT & ECONOMIC BENEFITS

17 Q. Will the Birch Coulee Solar Project result in local employment and economic 18 benefits?

A. Yes. We estimate that the Project would generate approximately 300 construction
jobs at the peak of construction. During operation of the Project Birch Coulee Solar
estimates that three or four full-time solar technicians would be needed to conduct
maintenance activities. These benefits are discussed in Section 4.2.7 of the
Application.

5

- Q. How will the Project benefit the local economy through tax revenue during
 the lifetime of the Project?
- A. Birch Coulee Solar estimates that the Project would generate approximately
 \$350,000 in tax revenue per year for Renville County, and \$175,000 in tax revenue
 per year for the townships, City of Franklin, and local school district.⁷
- 6
- Q. Has Birch Coulee Solar coordinated with representatives of the Laborers'
 District Council of Minnesota and North Dakota (LIUNA), the International
 Union of Operating Engineers Local 49 (Local 49), and the North Central
 States Regional Council of Carpenters?
- A. Yes. Birch Coulee Solar has met with representatives of interested labor
 organizations, including LIUNA, Local 49, and the North Central States Regional
 Council of Carpenters to discuss the Project and workforce that will be needed to
 construct the Project. Birch Coulee Solar appreciates the engagement of these
 organizations and looks forward to the socio-economic benefits that the Project will
 provide.
- 17

Q. What are Birch Coulee Solar's commitments regarding the workforce that will be needed for construction of the Project?

20 Α. Construction of the Project would provide temporary increases to the revenue of 21 the area through increased demand for lodging, food services, fuel, transportation, 22 and general supplies. Birch Coulee Solar will issue a Request for Proposal (RFP) 23 to one or more qualified Engineering, Procurement and Construction (EPC) 24 contractors to oversee and manage the construction of the Project. In this RFP, 25 Birch Coulee Solar intends to include a strong preference for bids that utilize local, 26 union construction craft employees to the greatest extent feasible in accordance 27 with the Project's timeline, budget, and safety requirements. Birch Coulee Solar 28 expects that the selected EPC contractor will collaborate with organized labor

⁷ Application at 39.

unions and other stakeholders to develop a workforce and hiring plan that
 maximizes the local economic benefits of the Project.

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- 4

VI. COORDINATION WITH SHPO & TRIBAL NATIONS

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6 Q. Provide a summary of SHPO coordination for the Project.

A. Birch Coulee Solar conducted an archaeological survey with participation of Tribal
Cultural Specialists from the Lower Sioux Indian Community and Upper Sioux
Community in November 2023. Birch Coulee Solar provided the Phase I
Archaeological Survey Report to the SHPO in March 2024, and the SHPO
provided concurrence on May 3, 2024 (Appendix H of the Site Permit Application).⁸

12

Q. Has Birch Coulee Solar conducted additional outreach to interested Tribal Nations since the Application was filed?

15 Yes. Birch Coulee Solar has communicated updates about the Project's permitting Α. 16 status and schedule to the Lower Sioux Indian Community Tribal Historic 17 Preservation Officer. In addition, Birch Coulee Solar received a letter in August 18 2024 from the Leech Lake Band of Ojibwe indicating that the Leech Lake Band 19 would support any recommendations from the Lower Sioux and Upper Sioux 20 Communities. Birch Coulee Solar also received an email from the Lower Sioux 21 Tribal Preservation Coordinator requesting that we contact the appropriate parties 22 in the event of inadvertent discoveries and for additional documentation, which 23 Birch Coulee Solar has provided.

⁸ Application at 52 and 69.

1 2

VII. DECOMMISSIONING & VEGETATIVE SCREENING

3 Q. Has Birch Coulee Solar received comments regarding decommissioning and 4 vegetative screening concerning the Project? 5 Yes. These comments were primarily submitted by Renville County.⁹ Α. 6 7 Q. Has Birch Coulee Solar prepared a decommissioning plan for the Project? 8 Α. Yes. It was filed as Appendix G to the Application. Consistent with Department of 9 Commerce guidance,¹⁰ the decommissioning plan describes how the Project would be decommissioned at the end of its useful life, provides a cost estimate for 10 11 that decommissioning, and describes financial assurance to ensure that funds are 12 available for decommissioning. 13 14 Q. Please summarize Birch Coulee Solar's understanding of Renville County's 15 comments regarding the decommissioning plan. 16 Α. In its October 10, 2024, comments, Renville County expressed concern over the 17 cost estimate included in the decommissioning plan and the timing for posting financial assurance. Renville County requested \$13.5 million in financial 18 19 assurance beginning in year one of the Project.¹¹ In contrast, consistent with applicable guidance and other recent projects,¹² Birch Coulee Solar's draft 20

⁹ See Written Public Comments Received on Scope of the EA for the Project (Nov. 1, 2024) (eDocket No. <u>202411-211553-01</u>).

¹⁰ See In the Matter of the Department of Commerce Working Group on Decommissioning of Wind and Solar Facilities, MPUC Docket No. E-999/M-17-123, EERA Recommendations on Review of Solar and Wind Decommissioning Plans (March 16, 2020) (hereafter referred to as "EERA Decommissioning Plan Guidance").

¹¹ See Written Public Comments Received on Scope of the EA for the Project (Nov. 1, 2024) (eDocket No. <u>202411-211553-01</u>).

¹² See EERA Decommissioning Plan Guidance at 4; see, e.g., *In the Matter of the Application of Louise Solar Project, LLC for a Site Permit for the 50 MW Louise Solar Project in Mower County, Minnesota*, MPUC Docket No. IP-7039/GS-20-647, Compliance Filing - Decommissioning Plan at 7 (Oct. 21, 2024); see also *In the Matter of the Application of Byron Solar, LLC for a Certificate of Need, Site Permit, and Route Permit for the up to 200 MW Byron Solar Project and 345 kV Transmission Line in Dodge and Olmsted Counties, <i>Minnesota*, MPUC Docket No. IP-7041/GS-20-763, Site Permit Application, Appendix H – Decommissioning Plan at 1-4 (Aug. 21, 2021).

1 decommissioning plan identifies a net decommissioning cost and proposes to 2 begin providing financial assurance in year 10 of Project operations.¹³ 3 4 Q. Has Birch Coulee Solar met with Renville County regarding the County's 5 comments? 6 Yes. Birch Coulee Solar appreciates Renville County's engagement regarding the Α. 7 Project. Birch Coulee Solar met with the Renville County Board of Commissioners 8 in December 2024 and February 2025 to discuss the county's comments regarding 9 decommissioning and vegetative screening. 10 11 Q. What is Birch Coulee Solar's response to Renville County's comments 12 concerning the amount of the decommissioning cost estimate? 13 Birch Coulee Solar believes that the estimated net decommissioning cost included Α. 14 in the draft decommissioning plan filed with the Application is conservative relative 15 to the net decommissioning estimates from other similarly sized utility-scale solar projects.¹⁴ Nonetheless, as a result of Birch Coulee Solar's coordination with 16 17 Renville County, Birch Coulee Solar will coordinate with County staff and provide 18 the County with a second decommissioning cost estimate. Birch Coulee Solar

plans to include that second estimate with the updated decommissioning plan
 submitted prior to construction pursuant to Section 9.1 of the Commission's site
 permit.

¹³ Birch Coulee Solar Site Permit Application, Appendix G at 9 (July 29, 2024) (eDocket No. <u>20247-209069-</u> <u>03</u>).

¹⁴ See, e.g., *In the Matter of the Application of Byron Solar, LLC for a Certificate of Need, Site Permit, and Route Permit for the up to 200 MW Byron Solar Project and 345 kV Transmission Line in Dodge and Olmsted Counties, Minnesota*, MPUC Docket No. IP-7041/GS-20-763, Site Permit Application, Appendix H – Decommissioning Plan at 1-5 (Aug. 21, 2021) (estimating decommissioning costs of \$13,212,400 or \$43,130 per MW after resale and salvage); see also In the Matter of the Application of Lake Wilson Solar *Energy LLC for a Certificate of Need and a Site Permit for the up to 150 MW Lake Wilson Solar and Associated Battery Storage Project in Murray County, Minnesota*, MPUC Docket No. IP-7070/GS-21-792, Site Permit Application, Appendix G – Decommissioning Plan at 11-12 and Attachment B (Feb. 9, 2023) (estimating decommissioning costs of \$17,754,100 or \$118,360 per MW after resale and salvage).

- Q. What is Birch Coulee Solar's response to Renville County's comments
 concerning the timing of financial assurance for decommissioning?
- A. The Project's draft decommissioning plan proposes to begin posting financial
 assurance in year 10 of Project operations. This timing is consistent with guidance
 from the Department of Commerce,¹⁵ and Birch Coulee Solar believes it is
 appropriate to follow that guidance for the Project, consistent with other projects
 approved by the Commission.¹⁶
- 8

9 Q. Overall, are comments regarding decommissioning like those submitted by 10 Renville County typically addressed by the Commission's standard site 11 permit?

Yes, the issues raised by Renville County are regulated by the Commission. The 12 Α. 13 Commission's typical site permit condition 9.2 imposes an obligation on the 14 Permittee to decommission and restore a project site after a project ceases 15 operations. Likewise, the Commission's typical permit conditions require 16 permittees to prepare and update decommissioning plans and identify financial 17 assurance(s) to ensure that funds are available for decommissioning (Section 9.1). 18 Here, as I discussed above, the Project's draft decommissioning plan was 19 prepared in accordance with guidance from the Department of Commerce and is 20 consistent with plans prepared for other solar projects.

¹⁵ EERA Decommissioning Plan Guidance at 4.

¹⁶ See, e.g., *In the Matter of the Application of Louise Solar Project, LLC for a Site Permit for the 50 MW Louise Solar Project in Mower County, Minnesota*, MPUC Docket No. IP-7039/GS-20-647, Compliance Filing - Decommissioning Plan at 7 (Oct. 21, 2024); see also *In the Matter of the Application of Byron Solar, LLC for a Certificate of Need, Site Permit, and Route Permit for the up to 200 MW Byron Solar Project and 345 kV Transmission Line in Dodge and Olmsted Counties, Minnesota, MPUC Docket No. IP-7041/GS-20-763, Site Permit Application, Appendix H – Decommissioning Plan at 1-4 (Aug. 21, 2021).*

1	Q.	Did Renville County also provide comments concerning vegetation
2		screening?
3	Α.	Yes. Following the public scoping meetings and a discussion in December 2024,
4		Birch Coulee Solar received a proposal for vegetative screening from Renville
5		County along 660 th Avenue, adjacent to two residences. Birch Coulee Solar agreed
6		to the proposed vegetative screening and will continue to work out the details of
7		species and extent of screening with the county and request feedback from the
8		two adjacent Project neighbors.
9		
10		VIII. CONCLUSION
11		
12	Q.	Does this conclude your Direct Testimony?
13	Α.	Yes.

Scott Groux AES Clean Energy

Experience

- 6/2021 Present Solar Development Manager, AES Clean Energy
 - Started in Real Estate Analyst role, providing early title due diligence and administrative support for contract execution and ALTA survey creation
 - Moved to Solar Developer team in April 2022, provide project strategic guidance, own project budgeting and scheduling, perform stakeholder engagement, support permitting and origination, and accountable for all other aspects of project development.
- 10/2020 6/2021 Solar Installer, Creative Energies
 - Installed commercial and residential panel systems, assisted electrical and service teams with their work when possible, aided on 1.5 MW of solar assets
- 8/2020 9/2020 Solar Installer, POWERHOME SOLAR
 - Installed residential panel systems, 150 kW installed, 80% of installations with a battery backup system
- 8/2018 3/2020 Peace Corps Volunteer, Peace Corps Namibia
 - Taught Grade 6 & 7 English and Natural Science.
 - Coached youth soccer teams and organized multiple extracurricular activities.
 - Coordinated regional learner gender awareness and leadership camp (Camp GLOW South)
- 12/2016 6/2018 Associate, Novomoto LLC
 - Performed transmission layout and infrastructure research for a potential pilot micro-grid system for undergraduate capstone project sponsored by the company.
 - Assisted with technical system troubleshooting and network communications.
 - Lead grant proposal writing, investor applications, social media management, and future market analysis.

Education

- 8/2013 5/2018 University of Wisconsin-Madison
 - B.S. in Materials Science and Engineering
 - Certificate in Energy Sustainability
 - Semester studying at the Technical University of Denmark, Spring 2016
 - Cap Stone Project: Computer modeling of micro-grid systems vs. single unit residential solar systems for NovoMoto using HOMER, Matlab, and CAD software.









Schedule B

- Site
 Anticipated
 Development Area
 Laydown Yard
 (temporary)
 Municipal Boundary
 Franklin Zoning*
 Agriculture
 M-1
 R-1 (Low Density
 - Residential)
 - R-2
 - B-1
 - B-2 (Highway Business District)

*Franklin Zoning Ordinance Zoning Map, 2023



Map 10 FRANKLIN ZONING Site Permit Application Birch Coulee Solar LLC