HAYWARD SOLAR LLC

MINNESOTA PUBLIC UTILITIES COMMISSION

MPUC DOCKET NOS. IP-7053/CN-21-112, GS-21-113 OAH DOCKET NOS. 5-2500-37666, 37667

DIRECT TESTIMONY OF MICHAEL ROTH

MARCH 22, 2022

1		I. INTRODUCTION AND QUALIFICATIONS						
2								
3	Q.	Please state your name, employer, and business address.						
4	A.	My name is Michael Roth and I am employed by Tenaska, Inc. (" Tenaska "). My						
5		business address is 14302 FNB Parkway, Omaha, NE, 68145-5212.						
6								
7	Q.	What is your position with Tenaska?						
8	A.	I am the Director of Strategic Development and Acquisitions.						
9								
10	Q.	What is the relationship between Tenaska and Hayward Solar LLC ("Hayward						
11		Solar")?						
12	A.	Tenaska is assisting Hayward Solar with development of the up to 150 megawatt						
(" MW ") alternating current (" AC ") photovoltaic (" PV ") solar energy								
14	facility and associated systems ("Project") planned to be located in Hayward							
15		Township, Freeborn County, Minnesota.						
16								
17	Q.	What is your role with respect to the Project?						
18	A.	I am the Project Development Manager.						
19								
20	Q.	Please summarize your educational background and professional						
21		experience.						
22	A.	My resume is attached as <u>Schedule A</u> .						
23								
24		II. OVERVIEW						
25								
26	Q.	What is the purpose of your Direct Testimony?						
27	A.	The purpose of my testimony is to provide an overview of the Project, including						
layout and facility design, landowner coordination, and land use co								
29		will also provide Hayward Solar's comments and suggested revisions to the						
30		Sample Site Permit for the Project that was filed by the Minnesota Department of						
31	Commerce, Energy Environmental Review and Analysis (" DOC-EERA ")							

2, 2022. The information I reference regarding the Project is primarily described in the Hayward Solar's Certificate of Need Application ("CN Application") and Site Permit Application ("SP Application") submitted on May 5, 2021 (together, the "Applications"), and Hayward Solar's October 15, 2021 Certificate of Need Application and Site Permit Application Amendment ("Application Amendment").

37

- 38 Q. What schedules are attached to your Direct Testimony?
- 39 A. The following schedules are attached to my Direct Testimony:
- **Schedule A**: Resume of Michael Roth
- **Schedule B**: Public Hearing PowerPoint Presentation
- 42 Q. What sections of the Applications and Application Amendment are you sponsoring?
- A. I am sponsoring the entire CN Application (with the exception of Section 10), the entire SP Application (with the exception of Section 4), and the entire Application Amendment (with the exception of Tables 2 and 3).

47

- 48 Q. Are you also sponsoring any portion of the Hayward Solar public hearing presentation (attached to this Testimony as Schedule B)?
- 50 A. Yes, I am sponsoring the entire presentation.

51

52

III. APPLICATION AMENDMENT

- 53 Q. Have there been any updates to the Applications?
- A. Yes. Updates to the Applications were filed in the Application Amendment on October 15, 2021. As described in the Application Amendment, as a result of landowner coordination, Hayward Solar revised the locations of the proposed new Southern Minnesota Municipal Power ("SMMPA") Switchyard, point of interconnection ("POI") equipment, SMMPA Line Tap, Project Gen-Tie Line and applicable access roads for the Project.

60

61 Q. Could you explain why Hayward Solar made these updates to the Project?

These updates were made to accommodate a request from Todd Hinrichs, the participating landowner of the parcel where the Project Substation, Project Gen-Tie Line, operations and maintenance ("O&M") facility, planned new SMMPA Switchyard, SMMPA Line Tap, and POI were originally located in the Applications. After the May 5th, 2021, filing of the Applications, SMMPA notified Hayward Solar that it will require ownership of the land on which the SMMPA Switchyard will be located and Mr. Hinrichs notified Hayward Solar that he is not willing to sell a portion of his land, but would rather retain ownership of his land for future expansion of agricultural operations. Out of respect for the desires of both SMMPA and Mr. Hinrichs, Hayward Solar sought to identify another site for the planned new SMMPA Switchyard. The Project O&M facility, Project Substation and associated Project Gen-Tie Line will be constructed on land that is under agreement to be leased from Mr. Hinrichs.

Α.

Hayward Solar identified landowners of parcels north of County Road ("CR") 46 (PO Properties, LLC and Julie A. Pieper) that were willing to sell their property to SMMPA for the SMMPA Switchyard, SMMPA Line Tap, and POI. Hayward Solar discussed the change in location of the SMMPA Switchyard, SMMPA Line Tap and POI with SMMPA and Freeborn County and was able to determine the change in location is acceptable to both SMMPA and the County. All parties involved with the Application Amendment support, agree with and confirm that the amendment will address all parties concerns as well as meet County setback and zoning requirements.

Q. Could you provide an overview of how the Project has changed since filing the Applications?

A. The original Project, including transmission line interconnection facilities, identified in the Applications was proposed within an approximate 1,958 acre Project Area; the final Project design identified in the Applications was expected to occupy an approximately 1,272 acre Preliminary Development Area. As discussed in the Application Amendment, the current Project, including transmission line interconnection facilities to be constructed, owned and operated by SMMPA, are proposed within a slightly larger revised approximately 1,971.8 acre Project Area (an additional 13.35 acres); the revised Preliminary Development Area is slightly increased to approximately 1,272.7 acres (an additional 0.38 acres). However, the footprint needed to construct these facilities is the same as indicated in the Applications and has not changed due to this shift in siting location for each. The SMMPA Switchyard, POI equipment and SMMPA Line Tap will be permitted by SMMPA with Freeborn County. However, the Project Gen-Tie Line, the Project Substation and the O&M facility are included as part of the Project and will be permitted as associated facilities as part of the site permit to be issued by the Commission for the Project.

As discussed in the Application Amendment, the changes to the Project design will:

- move the planned new SMMPA Switchyard, POI and SMMPA Line Tap from the south side of CR 46 to the north side of CR 46 on approximately 7.2 acres of land;
- move the Project Substation and O&M facility locations northwest and closer to CR 46, thereby shortening the original access road in this area of the Project to these facilities;
- reroute the original Project Gen-Tie Line to be located between the revised Project Substation west/northwest to the new SMMPA Switchyard site north of CR 46, increasing the length of the Project Gen-Tie Line to approximately 650 feet;
- include a new access road from CR 46 to the new SMMPA Switchyard site north of CR 46;
- reconfigure and shorten the access road from the Project Substation/O&M facility site northwest to CR 46; and
- slightly extend the seven planned underground collection lines from the original orientation to the revised Project Substation location.

124 Q. Has Hayward Solar secured the necessary land rights to accommodate the

126 Α. Yes. The changes will affect three parcels of land (Mr. Hinrichs, a current 127 participating landowner; PO Properties, LLC, a new participating landowner; and 128 Julie A. Pieper, a new participating landowner). Hayward Solar entered into 129 voluntary purchase agreements with the new landowners (PO Properties, LLC and 130 Julie A. Pieper) to purchase the required land necessary to construct and operate 131 the new SMMPA Switchyard facilities, SMMPA Line Tap and associated POI equipment.

132

changes?

133 134

123

125

Q. Has the Project's planned interconnection changed?

135 Α. No. The Project would still interconnect to the existing SMMPA Hayward-Murphy 136 Creek 161 kV high voltage transmission line (which transects the Project Area) via 137 a line tap and new SMMPA Switchyard that will be permitted, constructed and 138 owned by SMMPA, although at a revised location.

139

IV. PROJECT DESCRIPTION & DEVELOPMENT HISTORY

140 141

142 Please describe the Project. Q.

143 Α. The Project is proposed to be an up to 150 MW AC PV solar energy generating facility and associated systems to be located in Hayward Township, Freeborn 144 145 County, Minnesota.

146

147 Q. Why did Hayward Solar choose the Project Area as presented in the 148 **Application Amendment to build the Project?**

149 Α. Hayward Solar selected the proposed Project Area due to minimal environmental 150 and prime farmland impacts, proximity to the electrical grid and existing 151 transmission infrastructure, strong solar resource, willing landowners, and 152 consistency with existing land uses and local zoning. The Project offers an

153 opportunity to maximize the economic attributes that benefit the local community 154 and deliver an overall cost-competitive energy project. 155 156 Q. **How large is the Project footprint?** 157 Α. The Project, including transmission line interconnection facilities to be constructed, 158 owned and operated by SMMPA, are proposed within an approximately 1,971.8 159 acre Project Area; the final Project design is expected to occupy an approximately 160 1,272.7 acre revised Preliminary Development Area. 161 162 Q. Could you provide a general description of the Project's proposed output 163 and facilities? 164 Α. The preliminary design and Project layout takes into account applicable energy 165 loss (approximately 2% AC losses) and would allow for a maximum of 150 MW AC 166 of solar energy generation and transmission onto the grid (which is capped at 150 167 MW AC as part of the interconnection request and generator interconnection 168 agreement with the Midcontinent Independent System Operator ("MISO") that will 169 be signed prior to construction of the Project). Accordingly, Hayward Solar is 170 requesting a site permit and certificate of need for the nameplate capacity of the 171 Project as measured at the point of interconnection. 172 173 The Project's facilities will include: 174 PV panel solar modules; 175 Tracking rack system; 176 Inverters; 177 Electrical collection system; 178 Supervisory Control and Data Acquisition ("**SCADA**") system; 179 O&M facility: 180 Project Substation; 181 Power transformer; 182 Overhead approximately 650-foot 161 kV Project Gen-Tie Line;

Security fencing and gates;

183

184		 Access roads;
185		 Up to ten weather stations;
186		 Stormwater collection ponds (associated with the Project); and
187		 Ancillary equipment or buildings as necessary.
188		
189		Temporary laydown yards/staging areas will also be used during Project
190		construction. The current layout and proposed equipment are preliminary and
191		subject to change as the design advances.
192		
193	Q.	Where will the Project interconnect to the grid?
194	A.	The Project would interconnect to the electrical grid on the existing SMMPA
195		Hayward-Murphy Creek 161 kV high voltage transmission line that transects the
196		Project boundary.
197		
198	Q.	What is the status of executing a Generator Interconnection Agreement
199		("GIA") for the Project?
200	A.	The MISO interconnection request for the Project is in the 2019 queue. We have
201		been informed by MISO that the interconnection review process has been delayed
202		approximately 9 months from that which was anticipated in the SP Application.
203		Hayward Solar now anticipates executing a GIA with MISO in the fourth quarter
204		2022. This interconnection will provide sufficient outlet to accommodate all the
205		solar energy generation from the Project.
206		
207	Q.	Has the anticipated schedule for the construction and in-service of the
208		Project changed from that which was contemplated in the SP Application
209		and CN Application?
210	A.	Yes. Due to the delays in the MISO interconnection process, the anticipated
211		construction and in-service dates have also been delayed. Hayward Solar plans to

the fourth quarter of 2025.

start construction in the third quarter of 2024 and achieve commercial operation in

212

213214

V. SAMPLE SITE PERMIT

216

215

- 217 Q. Have you reviewed the Sample Site Permit attached as Appendix B to the Environmental Assessment ("EA") filed by DOC-EERA on March 2, 2022?
- 219 A. Yes.

220

- 221 Q. Do you have any comments concerning the Sample Site Permit?
- 222 Α. Yes, I have several comments regarding the example special conditions 223 included in Section 5 of the Sample Site Permit. Hayward Solar is responsible 224 for constructing the Project as proposed in the Applications and the Application 225 Amendment, and the EA did not raise issues that would indicate specific 226 additional mitigation is required beyond the standard conditions contained in the 227 Sample Site Permit. However, we understand some conditions may still be 228 prudent given the Commission's past practices with solar projects in Minnesota. 229 For others, there is nothing in the record indicating that the example special 230 condition discussed below is appropriate or necessary to address the applicable 231 specific impact that may be caused by the Project.

232

233

234

235

236

Q. Section 5 of the Sample Site Permit attached to the EA as Appendix B includes an example special condition that requires a landscaping plan to be developed to mitigate, to the extent practicable the visual impacts to all adjacent residences. Do you agree with that example special condition?

No. Residences adjacent to the Project Area have existing buildings and/or vegetative screening around them and we have incorporated spatial buffers around each residence. No owner of any adjacent residence has requested any additional screening or buffers beyond that which may already screen the Project from the residence. Accordingly, additional screening is not necessary for these residences and should not be required by the site permit for the Project.

243

242

- Q. Section 5 of the Sample Site Permit attached to the EA as Appendix B includes an example special condition that requires the permittee to develop a vegetation management plan ("VMP") in consultation with the Minnesota Department of Natural Resources ("MDNR"). Do you agree with that example special condition?
- A. Yes. Hayward Solar has already developed its VMP in consultation with MDNR and other state agencies. The VMP was filed with the SP Application and as Appendix D to the EA. Hayward Solar will update the VMP as described in the Direct Testimony of Joseph Finocchiaro and plans to file the final VMP prior to initiation of construction.

255 Q. Section 5 of the Sample Site Permit attached to the EA as Appendix B
256 includes an example special condition that requires the permittee to install
257 specific fencing around the perimeter of the facility. Do you agree with that
258 example special condition?

A. No. The fencing proposed for the Project is clearly outlined in the SP Application and Hayward Solar will be required to construct the fence as prescribed in the SP Application. Accordingly, it is redundant and unnecessary to have an additional permit requirement related to fencing. However, if the Commission elected to include such a provision in the site permit, the fence design prescribed in the proposed Section 5 of the Sample Site Permit is consistent with the planned fence around the Project arrays/construction units. (See SP Application at 81-82.) However, to comply with the National Electric Code ("NEC"), security fencing around the Project Substation will consist of 6-feet high chain-link fence with one foot of barbed wire at the top for security and safety purposes. (SP Application at 20-21.) Therefore, any permit condition regarding fencing should specify that 6-feet high chain-link fence with one foot of barbed wire at the top is allowed for the Project Substation.

- 273 Q. Section 5 of the Sample Site Permit attached to the EA as Appendix B 274 includes an example special condition that places restrictions on tree 275 clearing. Do you agree with that example special condition?
- 276 Α. No. There are very few trees located within the Project Area. While a limited 277 amount of tree clearing may be necessary to prevent shading of some panels, 278 Hayward Solar designed the Project to avoid and minimize the need for tree 279 removal. Additionally, the purpose of this example special condition is to mitigate 280 negative impacts to the northern long-eared bat ("NLEB") and to minimize potential 281 impacts on migratory birds. As noted in the SP Application, according to MDNR 282 and the U.S. Fish and Wildlife Service, there are no known NLEB maternity roost 283 trees or hibernaculum in Freeborn County. There are very few trees and water 284 sources within the Project Area, so impacts to NLEB and their habitat is not 285 expected. Similarly, the Project is not expected to impact migratory birds.
- 287 Q. Section 5 of the Sample Site Permit attached to the EA as Appendix B
 288 includes an example special condition that requires the permittee to retain
 289 an independent third-party inspector to oversee the construction process.
 290 Do you agree with that example special condition?

286

299

291 Α. No. There is nothing in the record indicating that a third-party inspector is 292 appropriate or necessary for this Project. Hayward Solar is responsible for 293 constructing the Project as proposed in the Applications and the Application 294 Amendment, and the EA did not raise issues that would indicate that an 295 independent inspector is required. Hayward Solar is committed to coordinating 296 with DOC-EERA throughout Project construction and restoration. Accordingly, an 297 independent third-party inspector is not necessary and should not be required by 298 the site permit for the Project.

300					VI. CO	NCLUSION
301						
302	Q.	Does th	nis conclud	de your [Direct T	estimony?
303	A.	Yes.				
304						
305	75474	1846 v1				

PAGE 1 OF 3



MICHAEL C. ROTH, PE DIRECTOR, PROJECT DEVELOPMENT

SPECIALTY AREAS/ EXPERTISE

I am a knowledgeable business leader with more than 25 years of experience in various aspects of renewable energy. My experience extends from engineering and operations to originating and negotiating complex sales and service agreements. In my working years, I have worked with plant operators and union mechanics to high level executives and attorneys. This broad reach of experience and personalities has challenged and taught me to think through creative solutions to solve different problems while managing varying personalities in the room.

PROFESSIONAL EXPERIENCE

Tenaska

Omaha, Nebraska, 2011-Present

Director, Strategic Development & Acquisitions

- Negotiated Asset Purchase Agreements for three different solar portfolios to include upfront payments, multi-year Development Services Agreements and contingent fee based on success.
- Facilitated and negotiated long term Power Purchase Agreements as off-take from solar projects.
- Originated and negotiated the sale of solar development projects to large utility in Wisconsin and Michigan.
- Executed Investment Tax Credit strategy as part of solar portfolio consisting of purchasing inverters as a start of construction. Worked with tax counsel to develop white paper detailing opinion.
- Participated with team in the business planning and growth of development services, a new concept to Tenaska.
- Managed team to procure land and develop 31 solar projects representing 7,000 MW of renewable generation.
- Development of business plan to stretch the power footprint into wind, presentation and approval to Board of Stakeholders. Two years later expanded the renewable footprint to include solar.
- Led negotiations for multiple Purchase and Sale Agreements for wind projects in Missouri and North Dakota.
- Originated Power Purchase Agreement for development, construction and operation of thermal generation in Texas.
- Responsible for thermal and renewable energy development or acquisition of projects in the United States including contract permitting and origination.
- Directed and coordinated teams of multiple disciplines and supervised all aspects of development of greenfield projects.
- Evaluated projects in deal funnel include generation (gas, solar, wind, hydro), LNG, desalination, battery storage, pumped storage hydro, chemical processing and emerging technologies.

PAGE 2 OF 3

PROFESSIONAL EXPERIENCE

POET (formerly Broin Companies)

Sioux Falls, South Dakota, July 2001-December 2010

Director of Biomass

- Developed a business plan and executable program focused on the collection, storage and transportation of corn residual for use as feedback for POET Project LIBERTY, reported directly to CEO.
- Directly responsible for budget and allocation of \$20-million grant from Department of Energy.
- Coordinated with manufacturers to develop equipment for this new market and create activity to meet demand.
- Originated office in Emmetsburg, Iowa, and actively managed the marketing activities to contract farmers.

July 2008 - May 2009

Director of Site Development

- Site development: POET Biorefining North Manchester / Glenville West
- Responsible for recognizing, researching and purchasing land that fit the strategic goal of POET.
- Developed relationships and communicated with neighbors and key stakeholders vital to success.
- Responsible for the owner's budget, the overall budget for development, construction, startup and working capital.
- Communicated with executive management team to update status of each development on monthly basis.

February 2005-July 2008

Director of International Business Development

- Developed relationships with international business entities to identify potential opportunities for partnerships.
- Hosted individuals from Eastern and Western Europe, Australia, Japan and Argentina
- In 2008, on my recommendation, POET discontinued international development to stay domestic with development of projects and technology.

April 2003-May 2005

Director of Engineering

- Responsible for an engineering, project management and support staff of 95 during an
 accelerating period of development, construction, startup and operation of new plants.
- Led department responsible for engineering, design, construction and startup of seven \$120-million ethanol plants.
- Initiated expansion projects bringing energy efficiency and new technology to production facilities.
- Managed the technical relationship between POET and DuPont in the development of cellulosic ethanol technology.

July 2001-April 2003

Process Engineer

 Practiced engineering for ethanol plants and lead seven startups, coordinating the completion of construction, training new employees, and shake-down and startup of equipment.

PROFESSIONAL EXPERIENCE

Cargill

Blair, Nebraska, May 1999-July 2001

Ethanol/Utilities Operations Supervisor

 Directly responsible for the operation and maintenance for an ethanol plant and the utility infrastructure for the entire industrial campus.

EDUCATION

Master of Business Administration

May 2005 – University of Sioux Falls

Master of Science, Chemical Engineering

May 1999 – South Dakota School of Mines and Technology

Bachelor of Science, Professional Chemistry

May 1996 - South Dakota State University

ACCREDITATIONS

Professional Engineer, Registered in South Dakota 8163

US Coast Guard Academy Parents Association, Audit Committee, 2018 – Present

All Saints Episcopal Church Legacy of Love, 2019 – Present

All Saints Episcopal Church Vestry / Senior Warden, 2016 – Present

EPGA Board Member and Officer, 2011 – 2015

Leadership Omaha - Class 35, May 2013

City of Sioux Falls Planning Commission, appointed by Mayor Dave Munson, 2009 – 2011

Registered Lobbyist, State of Indiana, 2009

Leadership Sioux Falls, May 2005

Graduate Teaching Assistant, 1998 – 1999

Varsity Football, 1992 – 1996

PERSONAL

- · Married to Patrice, three grown children
- · Church, family, friends, hunting, outdoor activities
- South Dakota state engineering and football supporter

REFERENCES

Rod Pierson, Sr. VP and General Manager, POET 605-965-2239, rod.pierson@poet.com

John Bruciak, CEO, Brownsville Public Utilities Board 956-983-6277, jbruciak@brownsville-pub.com

Jerry Baker, CEO, Nelson Engineering 605-275-2025, jerry.baker@nelson-ec.com

Nick Sershen, President, Val-Add Services 920-279-3745, nick@val-addservices.com

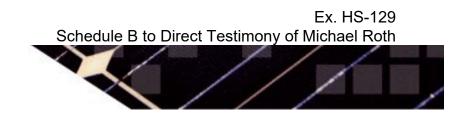
Ex. HS-129



HAYWARD SOLAR PROJECT







Arevon and Tenaska are jointly developing 8,000 MW of solar projects in 15 states



- Role: Owner & Operator
- Headquartered in Scottsdale, Arizona and New York City
- Provides commercial, financial, performance asset management and construction services to nearly 10 gigawatts of renewable energy storage assets
- Delivers renewable energy to utilities and corporations across North America



- Role: On-the-ground Developer
- Headquartered in Omaha, Nebraska
- Consistently ranked by Forbes magazine as one of the largest privately held companies in the United States
- Named a U.S. Best Managed Company by Deloitte Private and The Wall Street Journal
- Developed, managed and/or operated approximately 22 gigawatts of generation

Ex. HS-129 Schedule B to Direct Testimony of Michael Roth

ABOUT THE PROJECT

- 150 megawatts (MWac)
- 1,900+ acres under option to lease
- Project site near Hayward in Freeborn County

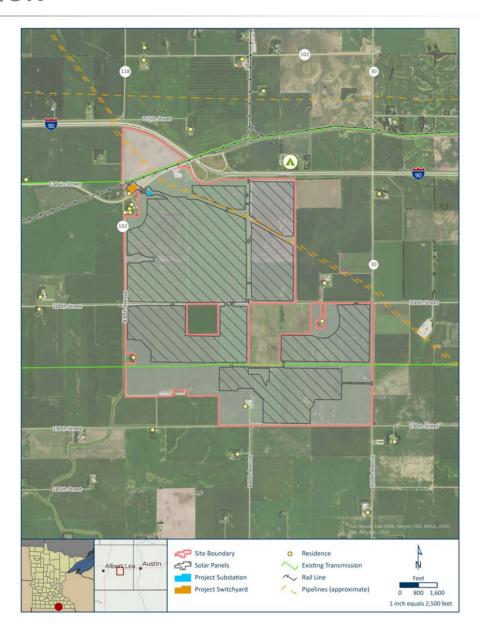


- Ground-mounted solar photovoltaic panels
- Tax revenue during construction phase: \$461,870 (Freeborn County);
 \$2,316,180 (Minnesota)
- Annual tax revenue during operations phase: \$99,040 (Freeborn County);
 \$156,750 (Minnesota)
- Create 204 jobs during the construction and installation phases; 4 permanent jobs during operations phase

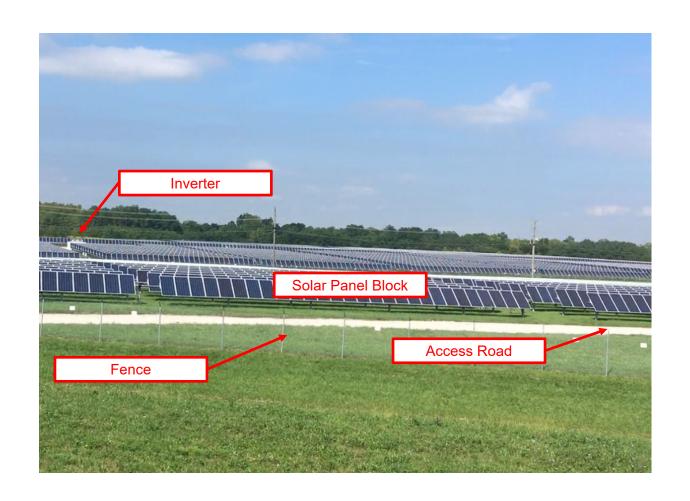
Source:

Schedule B to Direct Testimony of Michael Roth

PROJECT LOCATION



TYPICAL SOLAR SITE



Ex. HS-129
Schedule B to Direct Testimony of Michael Roth

ANTICIPATED PROJECT TIMELINE

2020: Interconnection requests

2020: Initial landowner discussions

2021-2022: Begin engineering and environmental studies

2021-2022: Local approvals and permitting

2024: Construction start (12-18 months)

2025: Operations begin and continue for 35 years







COMMUNITY ENGAGEMENT

Community

Representative Tracy Skaar

tracy@haywardsolarproject.com

507-320-3142

Local Office 137 N Broadway Ave, Albert Lea

Hours: 12:30-4:30 p.m. Monday, 9 a.m.-1 p.m.

Wednesday or by appointment

Website https://haywardsolarproject.com

