

May 29, 2013

VIA ELECTRONIC FILING

Dr. Burl W. Haar Executive Secretary Minnesota Public Utilities Commission 350 Metro Square Building 121 Seventh Place East St. Paul, MN 55101

Re: In the Matter of the Route Permit Application by Great River Energy and Xcel Energy for a 345 kV Transmission Line from Brookings County, South Dakota to Hampton, Minnesota MPUC Docket No. ET-2/TL-08-1474

Dear Dr. Haar:

Great River Energy, a Minnesota cooperative corporation, and Northern States Power Company, doing business as Xcel Energy ("Permittees"), request that the Minnesota Public Utilities Commission ("Commission") approve a minor alteration of the Route Permit for the Brookings County-Hampton 345 kV Transmission Line Project ("Project") pursuant to Minnesota Rule 7850.4800.

Specifically, Permittees request that the Commission approve a route modification to the approved route in the Chub Lake Substation to Hampton Substation ("Chub Lake to Hampton") segment in western Dakota County, Structure Nos. 0961-007 to 0961-010, to address stakeholder and environmental concerns. Permittees believe the modification is reasonable and approval is appropriate because the requested alteration has impacts comparable to the impacts associated with the initially approved route ("Permitted Route") and Anticipated Alignment and, therefore, does not result in significant change in the human or environmental impact of the facility. The landowners affected by this route modification all support the proposed change.

<u>Background</u>

On September 14, 2010, the Commission issued a Route Permit for all segments of the Project with the exception of the segment between the Cedar Mountain Substation near Franklin, Minnesota, and the Helena Substation near New Market, Minnesota. On March 1, 2011, the Commission issued a Route Permit Addendum authorizing construction of the final segment between the Cedar Mountain and Helena substations (the permits will be collectively referred to as the Route Permit). Since the Route Permit was issued, Permittees have undertaken more site specific review, including real estate records review, and commenced detailed design work.

Applicable Law

A minor alteration is a change in a high voltage transmission line that does not result in significant changes in the human or environmental impact of the facility subject to the Power Plant Siting Act (Minn. Stat. Ch. 216E). Permittees requesting a minor alteration must submit the application to the Commission. Minn. R. 7850.4800. The Commission is authorized to approve a minor alteration after providing "at least a ten-day period for interested persons to submit comments on the application or to request that the matter be brought to the [C]ommission for consideration." Minn. R. 7850.4800, Subp. 2.

Minor Alteration

Permittees request that the Commission approve the Minor Alteration in western Dakota County. An overview map showing the location of the Minor Alteration request is provided as **Exhibit A**. The specific portion of the segment as permitted by the Commission in the Route Permit and the minor alteration requested in that area is shown on **Exhibit B**. **Exhibit B** shows the Permitted Route and Anticipated Alignment and the Modified Route (150' Route/Right-of-Way) and Modified Alignment. An impact summary table is enclosed as **Exhibit C**.

Permittees request a minor alteration in this area to reduce: impacts to landowners, the amount of tree clearing, and impacts on the Vermillion River (a designated trout stream).

Landowner Considerations

The distance of the Anticipated Alignment and Modified Alignment centerlines to homes in this area is provided in **Table 1**. The Anticipated Alignment comes very close to the Boyum home (80 feet), whereas the Modified Alignment would run along the backside of the Boyum property and greatly increases the distance of the line to the Boyum home (now 1,011 feet from centerline), the Korba home (now 1,463 feet from centerline), and the O'Brien home (now 543 feet from centerline). Distance to centerline to the other O'Brien home (rental) would also be greater (now 223 feet from centerline), and the alignment would be to the rear of the house rather than in front of the house.

Table 1. Distance to Centerline (feet)						
Parcel ID	Owner	Anticipated Alignment	Modified Alignment			
037-130180078013	Boyum Family Farms	80	>500 (1,011)			
037-130180079010	Korba	294	>500 (1,463)			
037-130180078011	O'Brien	179	>500 (543)			
037-130180076010	O'Brien	105	223			

The landowners in this neighborhood got together regarding the alignment in this area and all are in agreement with the Modified Alignment.

Tree Clearing Considerations

The Anticipated Alignment would result in significant tree clearing along the side and front of the home on the Boyum property as well as in the front of the Korba home opposite the Boyums, as shown in the photo below.



Boyum Property on the left, Korba property on the right

The Modified Alignment would result in very little tree clearing in this neighborhood.

Vermillion River Considerations

The Vermillion River crossing associated with the Anticipated Alignment has significantly more trees than the Vermillion River crossing in the Modified Alignment, as shown in the photos below. Vegetative buffer along the river is critical for a designated trout stream. In addition, there would be a transmission structure much closer to the river on the Anticipated Alignment (about 65 feet from the river) versus the Modified Alignment (about 215 feet from the river).



Vermillion River Crossing, Anticipated Alignment



Vermillion River Crossing, Modified Alignment

The Minor Alteration will reduce some types of impacts and increase others, as follows:

- Impacts to homes are reduced along the Modified Alignment because the distance between the line and homes is greater with the Modified Alignment, as discussed above
- The length of the line using the Modified Alignment is 0.2 mile shorter than the Anticipated Alignment (0.6 mile vs. 0.8 mile)
- Acres of cropland affected are reduced (4.3 vs. 4.4 acres) on the Modified Alignment versus the Anticipated Alignment
- Fewer acres of woodland (hence tree clearing) are impacted on the Modified Alignment (0.5 acres vs. 1.3 acres)
- Acres of wetland (field-verified) affected are greater (3.8 vs. 2.8 acres) on the Modified Alignment
- Impacts to the Vermillion River are reduced on the Modified Alignment, as discussed above.
- The Modified Alignment avoids a potential conflict with a Met Council sewer manhole.

On balance, the impacts of the Modified Alignment are comparable to the Anticipated Alignment. The routing factors identified in Minn. Rule 7850.4100 are discussed in **Table 2**.

Alignment Comparisons Minn. R. 7850.4100				
A. Human settlement	Neither alignment would result in a home being located within the right-of-way; therefore, neither would require displacement. The Modified Alignment minimizes the proximity to several homes in this area, as shown in Table 1 .			
B. Effects on public health and safety	No impacts on public heath and safety are anticipated for either of the alignments.			
C. Effects on land-based economies	No impacts on land-based economies are anticipated for either of the alignments.			
D. Effects on archaeological and historic resources	No cultural resources have been identified where these alignments are located.			
E. Natural environment	Impacts to the natural environment are shown on Exhibit C. Wetland acreages in the ROW are slightly higher with the Modified Alignment but impacts to the Vermillion River would be greater on the Anticipated Alignment because of the tree removal that would be necessary.			
F. Effects on rare and unique natural resources	No rare and unique resources have been identified where the alignments are located.			
G. Design options that maximize energy efficiencies, mitigate adverse environmental effects and accommodate expansion	The design option is the same for both alignments.			
H. Use or paralleling of existing rights-of-way, survey lines, natural division lines, and agricultural field boundaries	Percent ROW sharing for the Anticipated Alignment is 43% (with a county state aid highway ROW) versus 0% (cross country) for the Modified Alignment.			

Table 2.Routing Factors

I. Use of existing large electric power generating plant sites	Not applicable
J. Use of existing transmission line rights-of-way	Neither alignment follows existing transmission lines.
K. Electrical system reliability	Both alignments will enable reliable transmission of
	electricity.
L. Costs	The estimated costs are very similar on both alignments
	(Anticipated Alignment \$1.366 million, Modified
	Alignment \$1.325 million), difference of \$11,000.

<u>Notice</u>

Permittees have developed the enclosed landowner list (**Exhibit D**) identifying those landowners within the route width for the proposed Modified Route.

Conclusion

Permittees believe that the proposed alteration does not significantly change the impacts of the Project on humans or the environment and request that the Commission approve this minor alteration request. Specifically, Permittees request that the Modified Route as shown on **Exhibit B** be approved for construction.

It is anticipated that the plan and profile for the Chub Lake Substation to Hampton Substation segment of the Project will be filed in late May 2013 with this Minor Alteration application incorporated. The submission will include a notation stating that separate Commission approval is necessary beyond approval of the plan and profile. Permittees request that the Commission approve both this minor alteration and the plan and profile for the Chub Lake to Hampton segment.

Please contact me at (763) 445-5975 if you have any questions regarding this filing.

Sincerely,

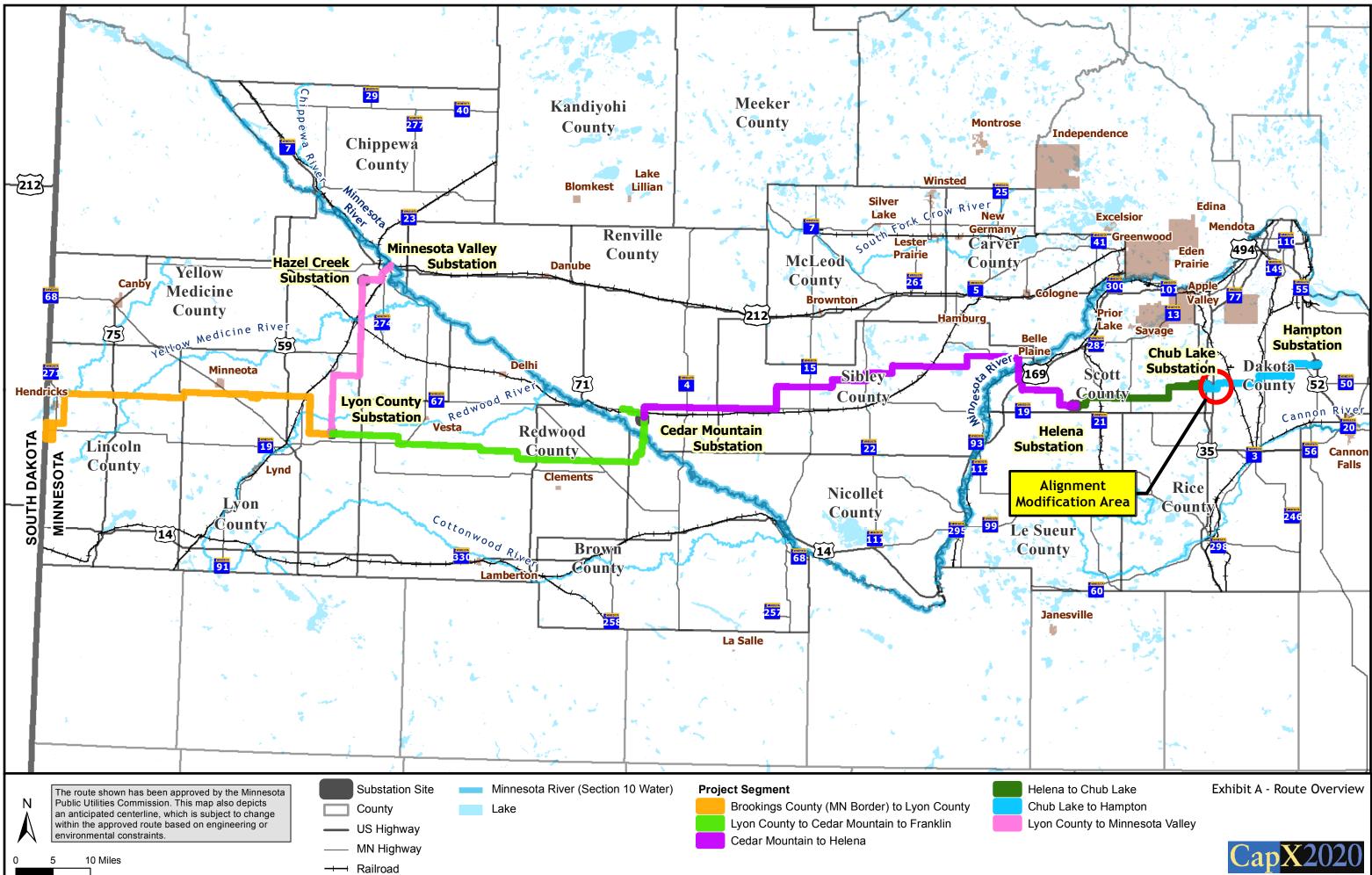
GREAT RIVER ENERGY

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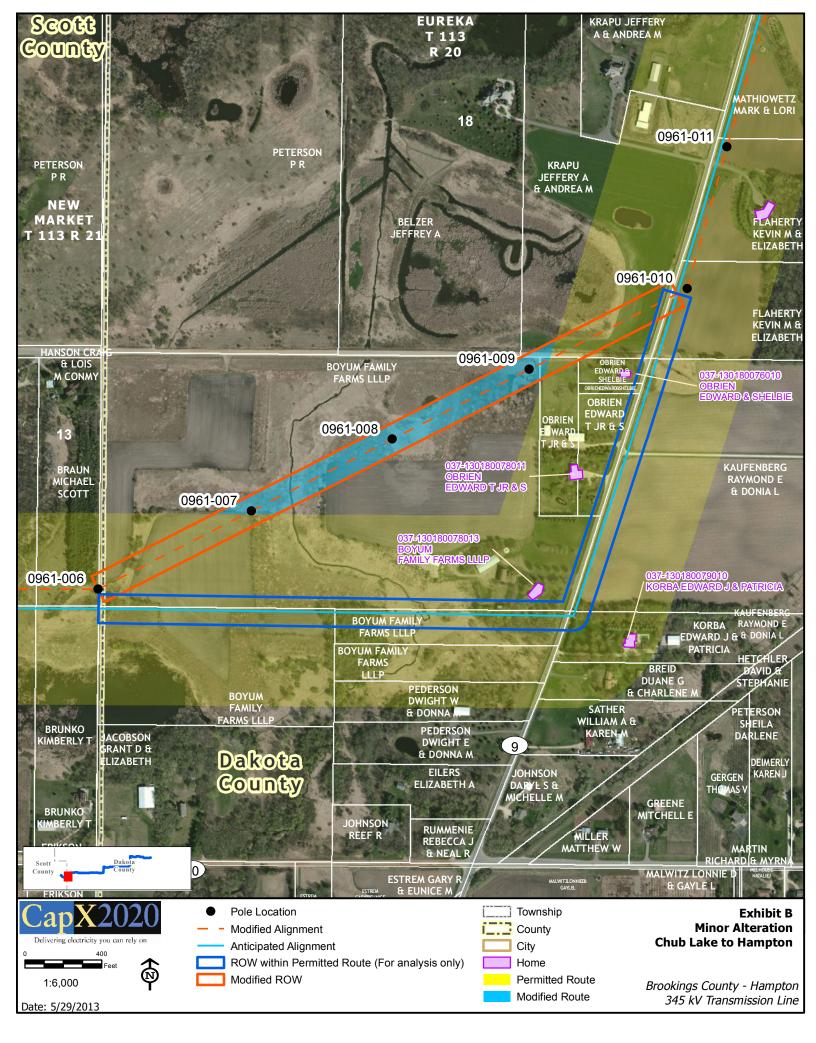
Dan Lesher Routing Lead

Landowner Service List Deborah Pile, Department of Commerce, Energy Facility Permitting

cc: (w/enc)



Delivering electricity you can rely



Path: \\Mspe-gis-file\GISProj\GRE\160408\map_docs\final\PUC\Chub_Hampton\Exhibit_B_ChubLake_Hampton.mxd

Exhibit C- Impact Summary

		Chub Lake to Hampton (Anticipated Alignment)	Chub Lake to Hampton (Modified Alignment)
	Length (mi)	0.8	0.6
	Acres in ROW	14.6	11.7
ROW Type ¹	CSAH ROW (mi)	0.3	0.0
	Township Road ROW (mi)	0.0	0.0
	Interstate (mi)	0.0	0.0
Ň	Field Line (mi)	0.0	0.0
RO	Cross Country (mi)	0.5	0.7
	Percent ROW Sharing	43%	0%
2	All areas of PrimeFarmland (Acres)	7.2	1.3
Prime Farmland ²	Percent of Area Prime Farmland	49%	11%
	Prime Farmland¤f Drained (Acres)	5.8	9.5
Е	Percent of Area Prime Farmland if Drained	40%	82%
Prime	Farmland of Statewide Importance (Acres)	1.0	0.6
	Percent of Area Farmland of Statewide Importance	7%	5%
MLCCS Land Cover ³	Woodland (acres)	1.3	0.5
	Woodland (percentage)	9.0%	3.9%
	Cropland (acres)	4.4	4.3
	Cropland (percentage)	30.3%	36.8%
	Wetland (acres)	2.0	3.3
	Wetland (percentage)	14.0%	28.2%
	Grass (acres)	2.8	3.3
	Grass (percentage)	19.3%	28.2%
	Impervious (acres)	4.0	0.6
	Impervious (percentage)	27.4%	4.8%

and eld ied) ⁴	Field Verified Wetlands (Acres)	2.8	3.8
Wetl (Fie Verifi	Percent of Area Field Verified Wetland	19%	32%

¹ Desktop aerial photo interpretation using 2011 NAIP and BING Aerial Imagery and published transportation data from Federal Highway Administration, Minnesota Department of Transportation, and Dakota County

² Natural Resources Conservation Service SUURGO soils database

³ Minnesota Land Cover Classification System database, Minnesota Department of Natural Resources. Woodland environment include tree plantation, forest, and shrubland. Cropland environment include agricultural land. Wetland environment include wetland emergent veg. Grass environment include short grasses, tall grasses, and dry tall grasses. Impervious environment includ 26-50% impervious.

⁴ Desktop aerial photo interpretation by HDR, Inc., field verified by visual inspection from public road right of way

Exhibit D

Landowners within the Proposed Modified Route

Edward & Shelbie O'Brien 24525 Dodd Blvd Lakeville, MN 55044

Boyum Family Farms LLLP 24729 Dodd Boulevard Lakeville, MN 55044

Jeffrey & Andrea Krapu 24315 Dodd Boulevard Lakeville, MN 55044

Great River Energy 12300 Elm Creek Boulevard Maple Grove, MN 55369 (Flaherty Parcel)