

ENVIRONMENTAL LAW & POLICY CENTER

Protecting the Midwest's Environment and Natural Heritage

October 24, 2019

Daniel P. Wolf Executive Secretary Minnesota Office of Administrative Hearings 121 7th Place East, Suite 350 St. Paul, MN 55101

RE: Comments of the Environmental Law & Policy Center and Institute for Local Self-Reliance

Docket No. PR-19-9

Dear Mr. Wolf,

Please find enclosed the *Reply Comments of the Environmental Law & Policy Center and Institute for Local Self-Reliance*. These documents have been electronically filed and served through the eFiling system.

Please feel free to contact me with any questions you may have regarding this filing.

Respectfully submitted,

/s/ Jeffrey Hammons
Jeffrey Hammons
Staff Attorney
Environmental Law & Policy Center
1440 G Street NW
Washington, DC 20005
(785) 217-5722
JHammons@elpc.org

35 E. Wacker Drive, Suite 1600 • Chicago, Illinois 60601 (312) 673-6500 • www.ELPC.org
David C. Wilhelm, Chairperson • Howard A. Learner, Executive Director

Chicago, IL • Columbus, OH • Des Moines, IA • Duluth, MN • Grand Rapids, MI • Jamestown, ND Madison, WI • Minneapolis/St. Paul, MN • Sioux Falls, SD • Washington, D.C.



STATE OF MINNESOTA PUBLIC UTILITIES COMMISSION

Katie Sieben Chair

Daniel Lipschultz Commissioner
John Tuma Commissioner
Matt Schuerger Commissioner
Valerie Means Commissioner

DOCKET NO. PR-19-9

REPLY COMMENTS OF THE ENVIRONMENTAL LAW & POLICY CENTER AND INSTITUTE FOR LOCAL SELF-RELIANCE

STATE OF MINNESOTA PUBLIC UTILITIES COMMISSION

Katie Sieben Chair

Daniel Lipschultz Commissioner
John Tuma Commissioner
Matt Schuerger Commissioner
Valerie Means Commissioner

DOCKET NO. PR-19-9

REPLY COMMENTS OF THE ENVIRONMENTAL LAW & POLICY CENTER AND INSTITUTE FOR LOCAL SELF RELIANCE

Pursuant to the Commission's Notice of Supplemental Comment Period issued on August 30, 2019, the Environmental Law & Policy Center ("ELPC") and the Institute for Local Self Reliance ("ILSR") (collectively "Joint Commenters") file these Reply Comments in response to the comments filed on October 14, 2019 in this docket.

I. Otter Tail Power Company's Reliance on FERC's Order in *Revised Regulations Governing Cogeneration and Small Power Production*, 114 FERC 61,102 (2006), is misplaced.

Otter Tail Power relies on paragraph 44 and 61 of FERC's order in *Revised Regulations Governing Cogeneration and Small Power Production*, but both paragraphs concerned confidentiality of trade secretes held by qualifying facilities and how to protect them in filings with FERC – neither concerned utility filings under 18 C.F.R. § 292.302(b). 114 FERC 61,102, at ¶ 44, 61 (2006). This FERC order does not involve claimed trade secrets by utilities nor does it concern utilities rights and obligations under 18 C.F.R. § 292.302(b) or Minnesota's PURPA rules.

FERC's order in *Revised Regulations Governing Cogeneration and Small Power Production* is not relevant to Joint Commenters' argument that "public inspection" requires public access. Paragraph 44 of FERC's order is a summary of the parties' positions and not even

FERC's opinion. Paragraph 61 merely states that filings with FERC containing qualifying facilities' trade secrets can be protected by existing FERC rules. This FERC order has no bearing on whether utilities can restrict public inspection of their avoided cost filings pursuant to 18 C.F.R. § 302.292(b) and pursuant to Minnesota's rules.

II. Minnesota's Annual PURPA Avoided Cost Filings Do Not Supplant or Replace the Filings Required by 18 C.F.R. § 292.302(b).

Both Xcel and Otter Tail Power argue that Minnesota's rules under Part 7835.0500 to 7835.1000 are compliant with 18 C.F.R. § 292.302(d), which allows a state to replace the requirements of 18 C.F.R. § 292.302(b) after following the procedures contained in 18 C.F.R. § 292.302(d). Joint Commenters already argued in our October 14, 2019 Comments that Minnesota's rules do not replace 18 C.F.R. 292.302(b) because the procedures to do so were never followed. *See* Joint Commenters' Comments at 7 (Oct. 14, 2019). Regardless, Joint Commenters find it worth reiterating their comments here.

While 18 C.F.R. § 292.302(d) allows a state to supplant the biannual filing requirement of 18 C.F.R. § 292.302(b), it may only do so after a state-provided public notice of its intent to supplant 18 C.F.R. § 292.302(b) and opportunity for the public to comment. 18 C.F.R. § 292.302(d)(1). After that, the state must notify FERC of the substitution within 30 days of the state's final order in that preceding state docket. 18 C.F.R. § 292.302(d)(2). There is no evidence on the record that either of these requirements was ever met. Therefore, utilities must file avoided cost data required by and consistent with both Minnesota rules and 18 C.F.R. § 292.302(b).

III. Xcel and Minnesota Power Propose Restricting Access to Nondisclosure Agreement in Conflict with Minn. Stat. § 216.164 and PURPA.

Xcel and Minnesota Power's proposed limitations of who can and cannot access a

nondisclosure agreement (NDA) would discriminate against some qualifying facility developers, and PURPA prohibits such discrimination. *See* 16 U.S.C. § 824a-3(b)(2). Both utilities believe that any qualifying facility developer who has bid or plans to bid in an RFP issued by the utilities, who has sold or plans to sell into the MISO energy market, or who engages in market trading of energy or capacity should not be able to access the unredacted version of the annual PURPA avoided cost filings. In effect, almost no one who could potentially develop a qualifying facility can access the information under their limitations.

Xcel and Minnesota Power's comments categorically conflict with the Commission's finding that restricting access to the filings required by Minnesota's PURPA rules would conflict with MINN. STAT. § 216.164:

Access to filings will allow interested parties an opportunity to make a judgment as to the reasonableness of all computations and an opportunity to understand their responsibilities as sellers of energy to a utility. Restricting access to the filed information would serve to frustrate the purpose of M.S. § 216B.164 by discouraging cogeneration and small power production and would be unreasonable.

In the Matter of the Proposed Adoption of Rules of the Minnesota Public Utilities Commission Governing Cogeneration and Small Power Production, Docket No. R-80-560, Order Adopting Rules at 30 (Mar. 7, 1983) (emphasis added).

Xcel and Minnesota Power's comments also highlight Joint Commenters' concern raised in our October 14, 2019 comments that utilities should not be in charge of unilaterally determining who may or may not access the NDA necessary to see avoided cost filings. *See* Joint Commenters' Comments at 8 (Oct. 14, 2019). Rather, should the Commission opt to go the route of requiring an NDA, it should be available to any interested party.

* * *

Thank you for considering our comments.

Dated: October 24, 2019 Respectfully submitted,

/s/ Jeffrey Hammons

Jeffrey Hammons
Staff Attorney
Environmental Law & Policy Center
Washington, DC
(785) 217-5722
JHammons@elpc.org

John Farrell
Director, Energy Democracy Initiative
Institute for Local Self-Reliance
Minneapolis, MN
jfarrell@ilsr.org

CERTIFICATE OF SERVICE

Docket No. PR-19-09

I, Jeffrey Hammons, hereby certify that I have this day, served a true and correct copy of the *Reply Comments of the Environmental Law & Policy Center and Institute for Local Self-Reliance* to all persons at the addresses indicated on the attached service list by electronic filing, electronic mail, or by depositing the same enveloped with postage paid in the United States Mail at Chicago, Illinois.

Date: October 24, 2019

/s/ Jeffrey Hammons
Jeffrey Hammons
Staff Attorney
Environmental Law & Policy Center
Washington, DC
(785) 217-5722
JHammons@elpc.org

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Michael	Allen	michael.allen@allenergysol ar.com	All Energy Solar	721 W 26th st Suite 211 Minneapolis, Minnesota 55405	Electronic Service	No	OFF_SL_19-9_Official
David	Amster Olzweski	david@mysunshare.com	SunShare, LLC	1151 Bannock St Denver, CO 80204-8020	Electronic Service	No	OFF_SL_19-9_Official
Christopher	Anderson	canderson@allete.com	Minnesota Power	30 W Superior St Duluth, MN 558022191	Electronic Service	No	OFF_SL_19-9_Official
Sara	Baldwin Auck	sarab@irecusa.org	Interstate Renewable Energy Council, Inc.	PO Box 1156 Latham, NY 12110	Electronic Service	No	OFF_SL_19-9_Official
Sara	Bergan	sebergan@stoel.com	Stoel Rives LLP	33 South Sixth Street Suite 4200 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_19-9_Official
Kenneth	Bradley	kbradley1965@gmail.com		2837 Emerson Ave S Apt CW112 Minneapolis, MN 55408	Electronic Service	No	OFF_SL_19-9_Official
Jon	Brekke	jbrekke@grenergy.com	Great River Energy	12300 Elm Creek Boulevard Maple Grove, MN 553694718	Electronic Service	No	OFF_SL_19-9_Official
Kathleen M.	Brennan	kmb@mcgrannshea.com	McGrann Shea Carnival, Straughn & Lamb, Chartered	800 Nicollet Mall Ste 2600 Minneapolis, MN 554027035	Electronic Service	No	OFF_SL_19-9_Official
Mark B.	Bring	mbring@otpco.com	Otter Tail Power Company	215 South Cascade Street PO Box 496 Fergus Falls, MN 565380496	Electronic Service	No	OFF_SL_19-9_Official
Christina	Brusven	cbrusven@fredlaw.com	Fredrikson Byron	200 S 6th St Ste 4000 Minneapolis, MN 554021425	Electronic Service	No	OFF_SL_19-9_Official

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Michael J.	Bull	mbull@mncee.org	Center for Energy and Environment	212 Third Ave N Ste 560 Minneapolis, MN 55401	Electronic Service	No	OFF_SL_19-9_Official
Jessica	Burdette	jessica.burdette@state.mn. us	Department of Commerce	85 7th Place East Suite 500 St. Paul, MN 55101	Electronic Service	No	OFF_SL_19-9_Official
Douglas M.	Carnival	dmc@mcgrannshea.com	McGrann Shea Carnival Straughn & Lamb	N/A	Electronic Service	No	OFF_SL_19-9_Official
Kenneth A.	Colburn	kcolburn@symbioticstrategi es.com	Symbiotic Strategies, LLC	26 Winton Road Meredith, NH 32535413	Electronic Service	No	OFF_SL_19-9_Official
Generic Notice	Commerce Attorneys	commerce.attorneys@ag.st ate.mn.us	Office of the Attorney General-DOC	445 Minnesota Street Suite 1800 St. Paul, MN 55101	Electronic Service	Yes	OFF_SL_19-9_Official
George	Crocker	gwillc@nawo.org	North American Water Office	PO Box 174 Lake Elmo, MN 55042	Electronic Service	No	OFF_SL_19-9_Official
Arthur	Crowell	Crowell.arthur@yahoo.com	A Work of Art Solar	14333 Orchard Rd. Minnetonka, MN 55345	Electronic Service	No	OFF_SL_19-9_Official
David	Dahlberg	davedahlberg@nweco.com	Northwestern Wisconsin Electric Company	P.O. Box 9 104 South Pine Street Grantsburg, WI 548400009	Electronic Service	No	OFF_SL_19-9_Official
James	Darabi	james.darabi@solarfarm.co m	Solar Farm, LLC	2355 Fairview Ave #101 St. Paul, MN 55113	Electronic Service	No	OFF_SL_19-9_Official
James	Denniston	james.r.denniston@xcelen ergy.com	Xcel Energy Services, Inc.	414 Nicollet Mall, Fifth Floor Minneapolis, MN 55401	Electronic Service	No	OFF_SL_19-9_Official

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Kristen	Eide Tollefson	healingsystems69@gmail.c om	R-CURE	28477 N Lake Ave Frontenac, MN 55026-1044	Electronic Service	No	OFF_SL_19-9_Official
Betsy	Engelking	betsy@geronimoenergy.co m	Geronimo Energy	7650 Edinborough Way Suite 725 Edina, MN 55435	Electronic Service	No	OFF_SL_19-9_Official
Oncu	Er	oncu.er@avantenergy.com	Avant Energy, Agent for MMPA	220 S. Sixth St. Ste. 1300 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_19-9_Official
John	Farrell	jfarrell@ilsr.org	Institute for Local Self-Reliance	1313 5th St SE #303 Minneapolis, MN 55414	Electronic Service	No	OFF_SL_19-9_Official
Sharon	Ferguson	sharon.ferguson@state.mn .us	Department of Commerce	85 7th Place E Ste 280 Saint Paul, MN 551012198	Electronic Service	No	OFF_SL_19-9_Official
Nathan	Franzen	nathan@geronimoenergy.c om	Geronimo Energy	7650 Edinborough Way Suite 725 Edina, MN 55435	Electronic Service	No	OFF_SL_19-9_Official
Hal	Galvin	halgalvin@comcast.net	Provectus Energy Development IIc	1936 Kenwood Parkway Minneapolis, MN 55405	Electronic Service	No	OFF_SL_19-9_Official
Edward	Garvey	garveyed@aol.com	Residence	32 Lawton St Saint Paul, MN 55102	Electronic Service	No	OFF_SL_19-9_Official
Allen	Gleckner	gleckner@fresh-energy.org	Fresh Energy	408 St. Peter Street Ste 220 Saint Paul, Minnesota 55102	Electronic Service	No	OFF_SL_19-9_Official
Timothy	Gulden	timothy.gulden@yahoo.co m	Winona Renewable Energy, LLC	1449 Ridgewood Dr Winona, MN 55987	Electronic Service	No	OFF_SL_19-9_Official

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Tony	Hainault	anthony.hainault@co.henn epin.mn.us	Hennepin County DES	701 4th Ave S Ste 700 Minneapolis, MN 55415-1842	Electronic Service	No	OFF_SL_19-9_Official
Annete	Henkel	mui@mnutilityinvestors.org	Minnesota Utility Investors	413 Wacouta Street #230 St.Paul, MN 55101	Electronic Service	No	OFF_SL_19-9_Official
Jan	Hubbard	jan.hubbard@comcast.net		7730 Mississippi Lane Brooklyn Park, MN 55444	Electronic Service	No	OFF_SL_19-9_Official
John S.	Jaffray	jjaffray@jjrpower.com	JJR Power	350 Highway 7 Suite 236 Excelsior, MN 55331	Electronic Service	No	OFF_SL_19-9_Official
Brian	Jeremiason	bjeremiason@llec.coop	Lyon-Lincoln Electric Cooperative, Inc.	205 W. Hwy. 14 Tyler, MN 56178	Electronic Service	No	OFF_SL_19-9_Official
Sarah	Johnson Phillips	sarah.phillips@stoel.com	Stoel Rives LLP	33 South Sixth Street Suite 4200 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_19-9_Official
Michael	Kampmeyer	mkampmeyer@a-e- group.com	AEG Group, LLC	260 Salem Church Road Sunfish Lake, Minnesota 55118	Electronic Service	No	OFF_SL_19-9_Official
Kevin	Keene	kevin.keene@cummins.co		N/A	Electronic Service	No	OFF_SL_19-9_Official
Julie	Ketchum	N/A	Waste Management	20520 Keokuk Ave Ste 200 Lakeville, MN 55044	Paper Service	No	OFF_SL_19-9_Official
Brad	Klein	bklein@elpc.org	Environmental Law & Policy Center	35 E. Wacker Drive, Suite 1600 Suite 1600 Chicago, IL 60601	Electronic Service	No	OFF_SL_19-9_Official

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Jon	Kramer	sundialjon@gmail.com	Sundial Solar	3209 W 76th St Edina, MN 55435	Electronic Service	No	OFF_SL_19-9_Official
Michael	Krause	michaelkrause61@yahoo.c om	Kandiyo Consulting, LLC	433 S 7th Street Suite 2025 Minneapolis, Minnesota 55415	Electronic Service	No	OFF_SL_19-9_Official
Jeffrey L.	Landsman	jlandsman@wheelerlaw.co m	Wheeler, Van Sickle & Anderson, S.C.	44 E. Mifflin Street, 10th Floor Madison, WI 53703	Electronic Service	No	OFF_SL_19-9_Official
Dean	Leischow	dean@sunrisenrg.com	Sunrise Energy Ventures	315 Manitoba Ave Wayzata, MN 55391	Electronic Service	No	OFF_SL_19-9_Official
Phillip	Lipetsky	greenenergyproductsllc@g mail.com	Green Energy Products	PO Box 108 Springfield, MN 56087	Electronic Service	No	OFF_SL_19-9_Official
Sara G	McGrane	smcgrane@felhaber.com	Felhaber Larson	220 S 6th St Ste 2200 Minneapolis, MN 55420	Electronic Service	No	OFF_SL_19-9_Official
Dave	McNary	David.McNary@hennepin.u s	Hennepin County DES	701 Fourth Ave S Ste 700 Minneapolis, MN 55415-1842	Electronic Service	No	OFF_SL_19-9_Official
Thomas	Melone	Thomas.Melone@AllcoUS.com	Minnesota Go Solar LLC	222 South 9th Street Suite 1600 Minneapolis, Minnesota 55120	Electronic Service	No	OFF_SL_19-9_Official
Darrick	Moe	darrick@mrea.org	Minnesota Rural Electric Association	11640 73rd Ave N Maple Grove, MN 55369	Electronic Service	No	OFF_SL_19-9_Official
David	Moeller	dmoeller@allete.com	Minnesota Power	30 W Superior St Duluth, MN 558022093	Electronic Service	No	OFF_SL_19-9_Official

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Andrew	Moratzka	andrew.moratzka@stoel.co m	Stoel Rives LLP	33 South Sixth St Ste 4200 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_19-9_Official
Michael	Noble	noble@fresh-energy.org	Fresh Energy	Hamm Bldg., Suite 220 408 St. Peter Street St. Paul, MN 55102	Electronic Service	No	OFF_SL_19-9_Official
Rolf	Nordstrom	rnordstrom@gpisd.net	Great Plains Institute	2801 21ST AVE S STE 220 Minneapolis, MN 55407-1229	Electronic Service	No	OFF_SL_19-9_Official
Wendi	Olson	wolson@otpco.com	Otter Tail Power Company	215 South Cascade Fergus Falls, MN 56537	Electronic Service	No	OFF_SL_19-9_Official
Dan	Patry	dpatry@sunedison.com	SunEdison	600 Clipper Drive Belmont, CA 94002	Electronic Service	No	OFF_SL_19-9_Official
Jeffrey C	Paulson	jeff.jcplaw@comcast.net	Paulson Law Office, Ltd.	4445 W 77th Street Suite 224 Edina, MN 55435	Electronic Service	No	OFF_SL_19-9_Official
Joyce	Peppin	joyce@mrea.org	Minnesota Rural Electric Association	11640 73rd Ave N Maple Grove, MN 55369	Electronic Service	No	OFF_SL_19-9_Official
Mary Beth	Peranteau	mperanteau@wheelerlaw.c	Wheeler Van Sickle & Anderson SC	44 E. Mifflin Street, 10th Floor Madison, WI 53703	Electronic Service	No	OFF_SL_19-9_Official
Mark	Rathbun	mrathbun@grenergy.com	Great River Energy	12300 Elm Creek Blvd Maple Grove, MN 55369	Electronic Service	No	OFF_SL_19-9_Official

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Michael	Reinertson	michael.reinertson@avante nergy.com	Avant Energy	220 S. Sixth St. Ste 1300 Minneapolis, Minnesota 55402	Electronic Service	No	OFF_SL_19-9_Official
Generic Notice	Residential Utilities Division	residential.utilities@ag.stat e.mn.us	Office of the Attorney General-RUD	1400 BRM Tower 445 Minnesota St St. Paul, MN 551012131	Electronic Service	Yes	OFF_SL_19-9_Official
Kevin	Reuther	kreuther@mncenter.org	MN Center for Environmental Advocacy	26 E Exchange St, Ste 206 St. Paul, MN 551011667	Electronic Service	No	OFF_SL_19-9_Official
Richard	Savelkoul	rsavelkoul@martinsquires.c om	Martin & Squires, P.A.	332 Minnesota Street Ste W2750 St. Paul, MN 55101	Electronic Service	No	OFF_SL_19-9_Official
Larry L.	Schedin	Larry@LLSResources.com	LLS Resources, LLC	332 Minnesota St, Ste W1390 St. Paul, MN 55101	Electronic Service	No	OFF_SL_19-9_Official
David	Shaffer	shaff081@gmail.com	Minnesota Solar Energy Industries Project	1005 Fairmount Ave Saint Paul, MN 55105	Electronic Service	No	OFF_SL_19-9_Official
Ooug	Shoemaker	dougs@charter.net	Minnesota Renewable Energy	2928 5th Ave S Minneapolis, MN 55408	Electronic Service	No	OFF_SL_19-9_Official
Trevor	Smith	trevor.smith@avantenergy.com	Avant Energy, Inc.	220 South Sixth Street Suite 1300 Minneapolis, Minnesota 55402	Electronic Service	No	OFF_SL_19-9_Official
Beth H.	Soholt	bsoholt@windonthewires.or g	Wind on the Wires	570 Asbury Street Suite 201 St. Paul, MN 55104	Electronic Service	No	OFF_SL_19-9_Official

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Eric	Swanson	eswanson@winthrop.com	Winthrop & Weinstine	225 S 6th St Ste 3500 Capella Tower Minneapolis, MN 554024629	Electronic Service	No	OFF_SL_19-9_Official
Thomas P.	Sweeney III	tom.sweeney@easycleane nergy.com	Clean Energy Collective	P O Box 1828 Boulder, CO 80306-1828	Electronic Service	No	OFF_SL_19-9_Official
Lynnette	Sweet	Regulatory.records@xcele nergy.com	Xcel Energy	414 Nicollet Mall FL 7 Minneapolis, MN 554011993	Electronic Service	No	OFF_SL_19-9_Official
Pat	Treseler	pat.jcplaw@comcast.net	Paulson Law Office LTD	4445 W 77th Street Suite 224 Edina, MN 55435	Electronic Service	No	OFF_SL_19-9_Official
Sam	Villella	sdvillella@gmail.com		10534 Alamo Street NE Blaine, MN 55449	Electronic Service	No	OFF_SL_19-9_Official
Paul	White	paul.white@prcwind.com	Project Resources Corp./Tamarac Line LLC/Ridgewind	618 2nd Ave SE Minneapolis, MN 55414	Electronic Service	No	OFF_SL_19-9_Official
Daniel P	Wolf	dan.wolf@state.mn.us	Public Utilities Commission	121 7th Place East Suite 350 St. Paul, MN 551012147	Electronic Service	Yes	OFF_SL_19-9_Official
Thomas J.	Zaremba	TZaremba@wheelerlaw.co m	WHEELER, VAN SICKLE & ANDERSON	44 E. Mifflin Street, 10th Floor Madison, WI 53703	Electronic Service	No	OFF_SL_19-9_Official