Feb 22 2021



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February 22, 2021

VIA ELECTRONIC FILING

Kimberley Campbell Chief Clerk North Carolina Utilities Commission 430 North Salisbury Street Raleigh, N.C. 27603

Re: Docket No. EMP-114, Sub 0

Pre-filed Supplemental Testimony of Matt Crook in Support of Oak Trail Solar, LLC's Application for a Certificate of Public Convenience and Necessity for a Merchant Plant

Dear Clerk Campbell:

Enclosed for filing is the pre-filed supplemental testimony of Matt Crook incorporating and supporting Oak Trail Solar, LLC's Application for a Certificate of Public Convenience and Necessity for a Merchant Plant and Supplemental Application Addendums Nos. 1, 2, and 3 in the above-referenced docket. The Addendums are all filed under seal because they constitute confidential and proprietary information within the scope of G.S. § 132-1.2.

Thank you for your assistance. Please contact me if you have any questions.

Sincerely,

/s/ E. Merrick Parrott

Enclosure

cc: Parties of Record

PPAB 6122217v1

Feb 22 2021

PREFILED SUPPLEMENTAL TESTIMONY OF MATT CROOK ON BEHALF OF OAK TRAIL SOLAR, LLC

NCUC DOCKET NO. EMP-114 Sub 0

1	INTRODUCTION
2	Q. PLEASE STATE YOUR NAME, TITLE AND BUSINESS
3	ADDRESS.
4	A. My name is Matt Crook. I am a project developer for Oak Trai
5	Solar, LLC ("Oak Trail"). My business address is 800 Town and Country Blvd.
6	Suite 500, Houston, TX 77024.
7	Q. ARE YOU THE SAME MATT CROOK WHO CAUSED TO BE
8	FILED PREFILED DIRECT TESTIMONY IN THIS MATTER ON SEPTEMBER
9	17, 2020?
10	A. Yes.
11	Q. WHAT IS THE PURPOSE OF YOUR SUPPLEMENTAL
12	TESTIMONY?
13	A. The purpose of my testimony is to provide additional information in
14	response to the Commission's December 18, 2020 Order Scheduling Public
15	Witness Hearing, Revising Deadlines Related to Public Witness Hearing and
16	Revising Required Public Notice, which directed the Applicant to file additiona
17	testimony addressing issues related to interconnection costs and the Applicant's
18	plans to sell the energy and capacity generated by the Project.
19	Q1. ARE THERE ANY NETWORK UPGRADES TO DENC'S OR ANY
20	AFFECTED SYSTEM'S TRANSMISSION SYSTEM REQUIRED TO
21	ACCOMMODATE THE OPERATION OF THE APPLICANT'S PROPOSED
	PPAB 6036857v2

Prefiled Supplemental Testimony of Matt Crook Oak Trail Solar, LLC

FACILITY? IF SO, PROVIDE THE AMOUNT OF NETWORK UPGRADES ON
DENC'S OR ANY AFFECTED SYSTEM'S TRANSMISSION SYSTEM, IF ANY,
REQUIRED TO ACCOMMODATE THE OPERATION OF THE APPLICANT'S
PROPOSED FACILITY.

There are no network upgrades to affected systems transmission 26 Α. 27 systems. Since filing the application, Oak Trail received a Facility Study Report 28 for PJM queue positions AD2-160 and AE2-253 in December, 2020, which details the network upgrades required on DENC's transmission system. 29 30 *Confidential* Supplemental Application Addendum 1. As shown in the Facility Study Report, the estimated cost of the network upgrades is *BEGIN 31 32 CONFIDENTIAL* *END CONFIDENTIAL*.

Q2. IF THERE ARE ANY REQUIRED SYSTEM UPGRADES, DOES
 THE APPLICANT HAVE LEVELIZED COST OF TRANSMISSION (LCOT)
 INFORMATION FOR THE SYSTEM UPGRADES? IF SO, PROVIDE THE LCOT
 INFORMATION FOR ANY REQUIRED TRANSMISSION SYSTEM UPGRADES
 OR MODIFICATIONS.

38 Α. As described in my prefiled direct testimony, the LCOT for the 39 Facility is \$1.94. The Applicant's LCOT analysis is detailed in ***Confidential*** 40 **Supplemental Application Addendum 2**. This LCOT compares favorably to 41 the average LCOTs identified in the 2019 Lawrence Berkeley National Laboratory Interconnection Cost Study ("LBNL Study") for solar in MISO (\$1.56), 42 43 PJM (\$3.22), and EIA (\$2.21) that the Public Staff referenced and the 44 Commission cited in its Order Denying Certificate of Public Convenience and 45 Necessity for Merchant Plant Generating Facility issued on June 11, 2020 in

46 Docket EMP-105 Sub 0. Further, the entire cost of the network upgrades will be
47 borne by the Project and not reimbursed.

Q3. IS THERE ANY INTERCONNECTION STUDY AVAILABLE FOR
THE PROPOSED FACILITY? IF SO, PROVIDE ANY INTERCONNECTION
STUDY RECEIVED FOR THE PROPOSED FACILITY. IF THE APPLICANT
HAS NOT RECEIVED A STUDY, PROVIDE A DATE BY WHEN THE STUDY IS
EXPECTED TO BE COMPLETED.

As described in Exhibit 2 to the CPCN application and as 53 Α. 54 referenced above, the Facility has received the following interconnection studies: 55 (1) System Impact Study for PJM queue position AD2-160, provided as 56 *Confidential* Application Addendum 5; (2) System Impact Study for PJM queue position AE2-253, provided as *Confidential* Application Addendum 6; and (3) 57 58 Facility Study Report for PJM queue positions AD2-160 and AE2-253, provided as *Confidential* Supplemental Application Addendum 1 (collectively, the 59 "Interconnection Studies"). 60

61 Q4. IS THE APPLICANT AWARE OF ANY SYSTEM OTHER THAN 62 THE STUDIED SYSTEM THAT IS OR WILL BE AFFECTED BY THE 63 INTERCONNECTION? IF YES, EXPLAIN THE IMPACT AND BASIS.

A. Oak Trail is not aware of any system other than the studied system
that is or will be affected by the interconnection. As shown in the Interconnection
Studies, no Project-related impacts on an Affected System have been identified.

67 Q5. IS THE APPLICANT PROPOSING TO SELL ENERGY AND 68 CAPACITY FROM THE FACILITY TO A DISTRIBUTION UTILITY REGULATED 69 BY THE COMMISSION? IF SO, PROVIDE A DISCUSSION OF HOW THE

3

70 FACILITY'S OUTPUT CONFORMS TO OR VARIES FROM THE REGULATED

71 UTILITY'S MOST RECENT INTEGRATED RESOURCE PLAN (IRP).

72 A. No.

Q6. IS THE APPLICANT PROPOSING TO SELL ENERGY AND CAPACITY FROM THE PROPOSED FACILITY TO A DISTRIBUTION UTILITY NOT REGULATED BY THE COMMISSION BUT SERVING RETAIL CUSTOMERS IN NORTH CAROLINA (E.G. CO-OP OR MUNI)? IF SO, DISCUSS HOW THE FACILITY'S OUTPUT CONFORMS TO OR VARIES FROM THE PURCHASING DISTRIBUTION UTILITY'S LONG-RANGE RESOURCE PLAN.

80 A. No.

81 Q7. IS THE APPLICANT PROPOSING TO SELL ENERGY AND CAPACITY FROM THE PROPOSED FACILITY TO A PURCHASER WHO IS 82 SUBJECT TO A STATUTORY OR REGULATORY MANDATE WITH RESPECT 83 TO ITS ENERGY SOURCING (E.G., A REPS REQUIREMENT OR VIRGINIA'S 84 NEW STATUTORY MANDATE FOR RENEWABLES)? IF SO, EXPLAIN HOW, 85 IF AT ALL, THE PROPOSED FACILITY WILL ASSIST OR ENABLE 86 COMPLIANCE WITH THAT MANDATE. IN ADDITION, PROVIDE ANY 87 CONTRACTS THAT SUPPORT THAT COMPLIANCE. 88

89 A. No.

90 Q8. DOES THE APPLICANT HAVE A POWER PURCHASE 91 AGREEMENT (PPA), REC SALE CONTRACTS OR CONTRACTS FOR 92 COMPENSATION FOR ENVIRONMENTAL ATTRIBUTES FOR THE OUTPUT 93 OF THE PROPOSED FACILITY? IF SO, PROVIDE ANY PPA AGREEMENTS,

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94 REC SALE CONTRACTS, OR CONTRACTS FOR COMPENSATION FOR

95 ENVIRONMENTAL ATTRIBUTES FOR THE OUTPUT OF THE FACILITY.

A. Yes. As described in Application Exhibit 3 and my prefiled direct testimony, Oak Trail has a fully executed Power Purchase Agreement ("PPA") with a large Commercial and Industrial customer for the entirety of the Facility's ouput, as well as the Renewable Energy Credits generated by the Facility. The PPA is being provided as ***Confidential* Supplemental Application** Addendum 3.

102 Q. DOES THIS CONCLUDE YOUR TESTIMONY?

103 A. Yes.