Verbatim Transcript of Monthly Council Meeting Washington State Energy Facility Site Evaluation Council September 18, 2012



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WASHINGTON STATE

ENERGY FACILITY SITE EVALUATION COUNCIL

Richard Hemstad Building

1300 South Evergreen Park Drive Southwest

Conference Room 206

Olympia, Washington

Tuesday, September 18, 2012

1:34 p.m.

MONTHLY COUNCIL MEETING

Verbatim Transcript of Proceeding

REPORTED BY: SHERRILYN SMITH, CCR# 2097

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                      APPEARANCES
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     Councilmembers Present:
 3
     Jim Luce, Chair
     Dick Fryhling, Department of Commerce
     Joe Stohr, Department of Fish and Wildlife
    Andrew Hayes, Department of Natural Resources
 5
    Dennis Moss, Commission
    Doug Sutherland, Skamania County (via phone)
 6
 7
    Staff in Attendance:
 8
     Stephen Posner, Compliance Manager
     Jim LaSpina, EFS Specialist
 9
     Tammy Talburt, Commerce Specialist
     Kayce Michelle, Administrative Assistant 3
     Amber George, Office Assistant 3
10
     Kyle Crews, Assistant Attorney General
11
     Guests in Attendance:
12
     T. Patrick Sanchez, PacifiCorp Energy
    Rich Downen, Grays Harbor Energy
13
     Travis Nelson, Department of Fish and Wildlife
14
    Guests in Attendance Via Phone:
15
    Jennifer Diaz, Puget Sound Energy
16
     Steve McNutt, Energy Northwest
    Eric Melbardis, Kittitas Valley Wind Power Project
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Page 3 CHAIR LUCE: Good afternoon. This is 1 2 the monthly meeting of the Washington State Energy Facility Site Evaluation Council, September 18, 2012, 3 the time is approximately 1:40. 4 Clerk, please call the role. 5 6 THE CLERK: Department of Commerce? MR. FRYHLING: Dick Fryhling is present. 7 THE CLERK: Ecology is excused. 8 Fish and Wildlife? 9 10 MR. STOHR: Joe Stohr is present. THE CLERK: Natural Resources? 11 12 MR. HAYES: Andy Hayes is here. 13 THE CLERK: Utilities and Transportation 14 Commission? MR. MOSS: Dennis Moss for the 15 16 Commission. 17 THE CLERK: Doug, are you there? 18 MR. SUTHERLAND: I am here on this 19 beautiful day. 20 THE CLERK: Chair? CHAIR LUCE: Chair is here. 21 22 We will ask the people on the phone to please 23 identify themselves at this time. MR. SUTHERLAND: This is Doug Sutherland 24 25 representing Skamania County.

Page 4 1 CHAIR LUCE: Thank you, Doug. 2 Next? MS. DIAZ: Jennifer Diaz from Puget 3 Sound Energy. 4 5 CHAIR LUCE: Okay, Jennifer. 6 MR. McNUTT: Steve McNutt with Energy 7 Northwest. CHAIR LUCE: All right, Steve McNutt 8 with Energy Northwest. 9 10 Next? MR. MELBARDIS: Eric Melbardis, Kittitas 11 12 Valley Wind Power Project. 13 CHAIR LUCE: All right. 14 Others? Going once, twice. Hearing no one else, we will proceed. 15 You have, Councilmembers, the proposed addenda 16 17 before you. Are there any changes or additions or 18 deletions? Hearing none, the agenda is adopted as 19 20 proposed. Councilmembers have been provided the verbatim 21 22 meeting minutes for August 21, 2012. Do you have any 23 changes? Hearing none, I will entertain a motion to 24 adopt the minutes. 25

Page 5 1 MR. FRYHLING: So moved. 2 CHAIR LUCE: Is there a second? MR. MOSS: I will second the motion. 3 CHAIR LUCE: We have a motion to second. 4 All in favor of adopting the meeting minutes for 5 6 August 21, 2012 signify by say "aye." MULTIPLE SPEAKERS: Aye. 7 CHAIR LUCE: Let the record show that 8 the vote was unanimous. 9 10 Projects. Kittitas Valley Wind Project. Did anyone ask to go out of turn or do we have 11 12 any members of the public on the phone for any particular project? Kayce or Amber, do you know? 13 14 THE CLERK: No, I don't think so. CHAIR LUCE: Okay, we will keep with the 15 agenda, then. 16 Kittitas Valley Wind Project, give us an 17 18 operational update in two minutes or less. MR. MELBARDIS: Good afternoon, Council, 19 20 Chair Luce. This is Eric Melbardis for the Kittitas Valley Wind Power Project. Our status updates of the 21 22 project for the month of August, we generated 29,368 23 megawatt hours with winds of 18.8 miles per hour, capacity factor of 39.2 percent. No safety incidents 24 to report. The project is in compliance as of the 25

- 1 writing of this update, with no sound complaints, no
- 2 shadow flicker complaints.
- 3 Environmental report. Our fire updates. The
- 4 project has held technical advisory meetings with
- 5 members of the TAC, Department of Natural Resources
- 6 and Department of Fish and Wildlife, Ecology and our
- 7 own internal and external environmental consultants.
- 8 The project continues to evaluate the condition of the
- 9 site after the fire, and we will work with our
- 10 advisors to address modification of our restoration
- 11 plans as appropriate. The documentation of these
- 12 efforts and a summary of any changes to our plans will
- 13 be furnished to EFSEC prior to the next council
- 14 meeting. We will continue to closely monitor the
- 15 affected areas in the meantime.
- Our weed control plan remains active and
- 17 spraying continues as necessary. Avian and bat
- 18 fatality monitoring continues with no change. There
- 19 was no stormwater discharge to report in the month of
- 20 August, and we are continuing to monitor all
- 21 stormwater BMPs.
- 22 CHAIR LUCE: Thank you very much. Do
- 23 you have anything else to add?
- MR. MELBARDIS: No, just that the
- 25 meeting with WDFW, Ecology and EFSEC Staff was just

- 1 last week, so I need to finalize a report, and that
- 2 should be our plan going forward.
- CHAIR LUCE: All right. Thank you so 3
- much. We will look forward to that report. 4
- 5 Grays Harbor Energy?
- 6 MR. DOWNEN: Good afternoon, Chair Luce
- I'm Rich Downen, I'm the plant manager, 7 and Council.
- 8 Grays Harbor Energy.
- During the month of July, safety-wise there 9
- were no accidents or injuries -- during the month of 10
- 11 August, excuse me. We conducted the monthly safety
- 12 training for August. Environmentally, submitted the
- July DMR, and we completed the first river water 13
- 14 sample for the Receiving Water Study. We took and
- shipped samples for Whole Effluent Toxicity testing, 15
- and we applied for the Hydraulic Project Approval 16
- through the Joint Aquatic Resources Permit Application 17
- process to repair the Outfall piping support bracing. 18
- We do an annual inspection of our outfall piping in 19
- the Chehalis River. There were a few braces that had 20
- 21 come loose and we are repairing those.
- 22 We operated the plant ten days during the
- 23 month of August for a capacity factor of 20 percent.
- We had no complaints received during the month of 24
- August. We did have one site visit by Robert Moody 25

- 1 from the Olympic Region Clean Air Agency. He did a
- 2 quarterly site inspection visit.
- 3 CHAIR LUCE: And the results of that
- 4 were?
- 5 MR. DOWNEN: Satisfactory.
- 6 CHAIR LUCE: Thank you.
- 7 Do Councilmembers have any questions?
- 8 Hearing no questions, we will move on to the
- 9 next item on the agenda, which is the Chehalis Energy
- 10 Generating Facility.
- 11 MR. SANCHEZ: Good afternoon, Chair
- 12 Luce, members of the Council and EFSEC Staff. My name
- is Patrick Sanchez, environmental analyst at Chehalis
- 14 Power.
- The monthly report for August 2012. We had no
- 16 medical treatments or recordable incidents and we have
- 17 achieved 3,603 day without a Lost Time Accident. Our
- 18 stormwater, wastewater and air emissions monitoring
- 19 results were in compliance with our permit limits in
- 20 August. We are continuing to work with the Chehalis
- 21 River -- excuse me, the Confederated Tribes of the
- 22 Chehalis Reservation on a Chehalis River Basin
- 23 Project.
- 24 Authorized staffing at the plant is 19 with 19
- 25 positions filled. We recently hired a maintenance

- 1 manager. In the month of August, the plant generated
- 2 133,127 megawatt hours at a capacity factor of
- 3 37.4 percent. Year to date, the plant has generated
- 4 586,864 megawatt hours at capacity factor of 20.2
- 5 percent. The 2012 twenty-day outage is scheduled to
- 6 begin October 26, 2012.
- We had no spills, stormwater or wastewater
- 8 exceedances to report, and there were no air emissions
- 9 exceedances reported in the month of August. We had
- 10 no Critical Infrastructure Protection Standards
- 11 violations during that period, and there were no noise
- 12 complaints to report for that period.
- 13 CHAIR LUCE: Great. Thank you very
- 14 much.
- 15 Councilmember questions?
- 16 That will be it.
- 17 Wild Horse. Jennifer, you are on the phone.
- MS. DIAZ: Yes, thank you, Chair Luce
- 19 and Councilmembers. For the record, my name is
- 20 Jennifer Diaz, I'm the environmental manager for Puget
- 21 Sound Energy at the --
- 22 CHAIR LUCE: Could you speak up just a
- 23 little bit, Jennifer? Maybe it is our mikes, I don't
- 24 know, but --
- MS. DIAZ: No, I think it's mine. How's

Page 10 1 that? 2 CHAIR LUCE: Okay, that's great. 3 MS. DIAZ: Okay. So for the record, Jennifer Diaz, 4 environmental manager for PSE at the Wild Horse Wind 5 6 Facility. The August report. August generation totaled 7 46,966 megawatt hours for an average capacity factor a 8 little over 23 percent. The Solar Demonstration 9 Project generated 100 megawatt hours. There were no 10 11 lost-time accidents or safety incidents to report in 12 August. PSE site staff received OSHA 10 general industry health and safety training and confined space 13 14 training in August. Under environmental, Outback Sprayers have been on site providing weed control in 15 accordance with the Post-Construction Habitat 16 Restoration Plan. 17 18 That concludes my report. 19 CHAIR LUCE: Great. 20 Anything on the fire? MS. DIAZ: The Taylor Bridge fire 2.1 22 currently is burning about 2400 acres. It's quite far 23 from the Wild Horse facility. We did have a small, about a 408-acre fire a couple of weeks ago. That was 24 about two miles from the western edge of the project 25

Verbatim Transcript of Monthly Council Meeting - 9/18/2012 Page 11 1 boundary. The winds were blowing west at that time 2 and did not approach the facility. 3 CHAIR LUCE: Great. MS. DIAZ: It was put out within a week. 4 5 CHAIR LUCE: Good news. 6 MS. DIAZ: Yeah. CHAIR LUCE: Thank you so much. 7 Councilmember questions? 8 Hearing none, let's move on to the Columbia 9 Generating Station. 10 MR. McNUTT: Good afternoon, Chair Luce, 11 12 Councilmembers. For the record, my name is Steve McNutt, I'll be sitting in for Shannon Khounnala today 13 14 to provide you with the status update for Columbia. Columbia is operating at 100 percent power, 15 16 generating 1,114 megawatts and has been online for 111 days. It has been another uneventful month, which is 17 good news. We have no events, safety incidents or 18 regulatory issues to report. 19 20 Is there any other questions on the CGS status before moving on to WNP 1/4 status? 21 22 CHAIR LUCE: Hearing none, move on.

rights. We have a team of Energy Northwest technical

staff that are continuing to work with the Department

MR. McNUTT: We'll talk about water

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- 1 of Energy towards a resolution of our water rights
- 2 request. In late August, the Department of Energy
- 3 outlined a number of terms and conditions, so to
- 4 speak, under which they would support Energy Northwest
- 5 water rights application to Ecology. Since receiving
- 6 the terms and conditions from the Department of
- 7 Energy, Energy Northwest staff has been meeting with
- 8 our senior management to discuss the terms and path
- 9 forward. Energy Northwest and the Department of
- 10 Energy have a follow-up meeting scheduled for
- 11 September 26th. Energy Northwest is committed to
- 12 providing a response to the terms outlined by the
- 13 Department of Energy at the September meeting, and we
- 14 will continue to keep the Council informed of our
- 15 progress.
- 16 Are there any questions?
- 17 CHAIR LUCE: Questions?
- 18 Hearing no questions, that will be it.
- MR. McNUTT: Thank you.
- 20 CHAIR LUCE: Whistling Ridge,
- 21 Mr. Posner.
- MR. POSNER: Good afternoon, Chair Luce,
- 23 Councilmembers. Just to update you on what's
- 24 happening. The Friends of the Columbia River Gorge
- 25 and Save Our Scenic Area group, SOSA, filed an

- 1 objection to the administrative record. That was
- 2 filed on August 31st. We are working with the
- 3 Attorney General's office on developing a response to
- 4 their objection. On the 28th of September, there will
- 5 be a hearing before the Thurston County Superior Court
- 6 to hear the petitioner's objection to the record.
- 7 That's all I have.
- 8 CHAIR LUCE: All right.
- 9 When that filing is completed, Kyle, you will
- 10 make it available to councilmembers as soon as the
- 11 filing is complete?
- MR. CREWS: I will actually do that.
- 13 CHAIR LUCE: So do you want to tell us a
- 14 little bit more about what the objections are from the
- 15 Friends of the Gorge and SOSA to the record?
- MR. CREWS: Well, some that I can talk
- 17 to are very direct page numbers, a more searchable
- 18 record. They want minutes from past meetings
- 19 concerning -- that have Whistling Ridge in it. I'm
- 20 trying to think of some of the other simple things.
- 21 They actually also wanted some things that
- 22 were rejected during the hearing. In particular, they
- 23 want a full copy of a Wyoming energy site agency
- 24 report, as it pertains to radar for lights, warning
- 25 lights on the turbines. They want something from

- 1 Cowlitz County. They want some information from
- 2 Cowlitz County dealing with our past application that
- 3 is no longer in existence. They want some --
- 4 CHAIR LUCE: That was the PMAC
- 5 [phonetic] application?
- 6 MR. CREWS: The PMAC, yes, application.
- 7 They wanted some material from the -- actually
- 8 from Skamania County on their moratorium ordinances
- 9 that were rejected originally by the board during
- 10 adjudication.
- 11 Many of the things -- some of the things they
- 12 want were just flat out rejected. We are making -- we
- 13 are putting in an opposition to that at this time.
- 14 There are some other things. As soon as we get that
- out, I will have it sent up to the board.
- 16 CHAIR LUCE: Thank you.
- 17 Councilmembers have any questions?
- MR. SUTHERLAND: Hey, Jim.
- 19 CHAIR LUCE: Go ahead, Doug.
- MR. SUTHERLAND: This is Doug.
- 21 Part of Steve's comments were cutting out as I
- 22 was trying to listen. Steve, can you give me your
- 23 phone number and I will call you after the meeting and
- 24 you can describe -- we can have a conversation on what
- 25 their objections were in a little more detail, so that

Page 15 1 I've got it? Would that be all right? 2 MR. POSNER: Certainly. Do you want me 3 to call you? I can call you. MR. SUTHERLAND: Let me give you a ring. 4 So it would be --5 6 MR. POSNER: 664-1903. 7 MR. SUTHERLAND: 1903. MR. POSNER: Right. 8 9 MR. SUTHERLAND: Great. Thank you very much, Steve. I appreciate it. 10 11 Thanks, Jim. 12 CHAIR LUCE: Thank you. And Kyle will sit in on that conversation. 13 14 MR. SUTHERLAND: That's good. CHAIR LUCE: So the next item on the 15 16 agenda, having completed all the project reports, is 17 the Chair's update. The Chair has no update, other than the fact that I have sent out a document for 18 councilmembers to review, and I would appreciate any 19 20 comments you've got when you have a chance to give them. I hope to complete that document here in the 21 next several weeks. 22 23 Anything else to come before the Council,

MR. POSNER: Nothing that I'm aware of,

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Mr. Posner?

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Page 16
     Chair Luce.
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                    CHAIR LUCE: Anyone on the phone wish to
 2
 3
     raise anything else?
             Members of the public?
 4
             We are adjourned.
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                      (Council meeting adjourned 1:49 p.m.)
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1	CERTIFICATE
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3	STATE OF WASHINGTON
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