

BEFORE THE ARIZONA CORPORATIO

2 COMMISSIONERS

| 3 | JIM O'CONNOR – Chairman LEA MÁRQUEZ PETERSON DOCK | tion Commission ETED |
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| 4 | ANNA TOVAR | |
| 5 | | 5 2024 |
| 6 | DOCKET | TED BY |
| 7 | IN THE MATTER OF THE APPLICATION OF SUNDOG ENERGY CENTER LLC, IN | DOCKET NO. L-21284A-23-0335-00229 |
| 8 | | CASE NO. 229 |
| 9 | | DECISION NO. 79316 |
| 10 | COMPATIBILTY AUTHORIZING THE | |
| 11 | SUNDOG SOLAR 230KV GENERATION TIE LINE PROJECT LOCATED IN PINAL | ORDER |
| 12 | COUNTY, ARIZONA. | |
| | | |
| 13 | Open Meeting March 12, 2024 | |
| 14 | | |
| 15 | BY THE COMMISSION: | |
| 16 | Pursuant to A.R.S. § 40-360, et seq., after | due consideration of all relevant matters, the |
| 17 | Arizona Corporation Commission (Commission) finds and concludes that the Certificate of | |
| 18 | Environmental Compatibility (CEC) issued by the Arizona Power Plant and Transmission Line Siting | |
| 19 | Committee (Siting Committee) is hereby approved as | granted by this Order. |
| 20 | The Commission, in reaching its decision, h | has balanced all relevant matters in the broad |
| 21 | public interest, including the need for an adequate, ec | conomical, and reliable supply of electric power |
| 22 | with the desire to minimize the effect thereof on the environment and ecology of this state, and finds | |
| 23 | that granting the Project a CEC is in the public interes | t. |

- 24 The Commission further finds and concludes that in balancing the broad public interest in this matter:
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- 1. The Project is in the public interest because it aids the state in meeting the need for an adequate, economical, and reliable supply of electric power.
- 2. In balancing the need for the Project with its effect on the environment and ecology of the state, the conditions placed on the CEC effectively minimize its impact on the environment and ecology of the state.
 - 3. The conditions placed on the CEC resolve matters concerning the need for the Project and its impact on the environment and ecology of the state raised during the course of proceedings and, as such, serve as the findings on the matters raised.
 - 4. In light of these conditions, the balancing in the broad public interest results in favor of granting the CEC.
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| | L-21284A-23-0335-00229 |
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| 1 | THE CEC ISSUED BY THE SITING COMMITTEE IS INCORPORATED |
| 2 | HEREIN AND IS APPROVED BY ORDER OF THE |
| 3 | ARIZONA CORPORATION COMMISSION |
| 4 | Some he Berny |
| 5 | CHAIRMAN O'CONNOR COMMISSIONER MÁRQUEZ PETERSON |
| 6 | |
| 7 | Anna Incan Ken Man 1-13/ |
| 8 | COMMISSIONER TOVAR COMMISSIONER THOMPSON COMMISSIONER MYERS |
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| 10 | IN WITNESS WHEREOF, I, DOUGLAS R. CLARK, |
| 11 | Executive Director of the Arizona Corporation Commission, have hereunto, set my hand and caused the official seal of this Commission to be affived at the Carital in the City of Pheering |
| 12 | Commission to be affixed at the Capitol, in the City of Phoenix, this 15^{th} day of March, 2024. |
| 13 | |
| 14 | The Migher M.Clerk |
| 15 | DOUGLAS R. CLARK Executive Director |
| 16 | Executive Director |
| 17 | DISSENT: |
| 18 | |
| 19 | DISSENT: |
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| 22 | |
| 23 | |
| 24 | |
| 25 | 3 Decision No. <u>79316</u> |
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| 1 2 3 4 5 6 7 8 9 10 | | LICATION R LLC, IN A REVISED , ET. SEQ., BILITY SOLAR E PROJECT | A POWER PLANT SITING COMMITTEE DOCKET NO.: L-21284A-23-0335-00229 Case No. 229 CERTIFICATE OF ENVIRONMENTAL COMPATIBILITY |
|---|---|---|---|
| 10 | Parata Antonio Control Control Control and a second control and a second control of the | as provided | by law, the Arizona Power Plant and |
| 12 | Transmission Line Siting Commi | ttee ("Committ | tee") held public hearings on February 5- |
| 13 | 6, 2024, in Pinal County, in conformance with the requirements of the Arizona Revised | | |
| 14 | Statutes ("A.R.S.") § 40-360 et seq. for the purpose of receiving evidence and deliberating | | |
| 15 | on the December 20, 2023 Application of SunDog Energy Center LLC ("Applicant") for | | |
| 16 | a Certificate of Environmental Compatibility ("Certificate") in the above-captioned case. | | |
| 17 | The following members and designees of members of the Committee were present | | |
| 18 | at one or more of the hearing days for the evidentiary presentations, public comment, | | |
| 19 | and/or for the deliberations: | | |
| 20 | Adam Stafford | Chairman, De | signee for Arizona Attorney General |
| 21 | | Kris Mayes | |
| 22 | Gabby Mercer | Designee of | the Chairman, Arizona Corporation |
| 23 | | Commission (| "Commission") |
| 24 | Leonard Drago | Designee for | r Director, Arizona Department of |
| 25 | | Environmenta | l Quality |
| 26 | David French | Designee for I | Director, Arizona Department of |
| 27 | | Water Resource | ces |
| 28 | Nicole Hill | Designee for I | Director, Governor's Energy Office |
| | 4889-0585-5021.3 | | Decision No. <u>79316</u> |

| 1 | Scott Somers | Appointed Member, representing cities and towns |
|---|------------------------|---|
| 2 | David Kryder | Appointed Member, representing agricultural interests |
| 3 | Margaret "Toby" Little | Appointed Member, representing the general public |
| 4 | Jon Gold | Appointed Member, representing the general public |
| 5 | David Richins | Appointed Member, representing the general public |

The Applicant was represented by Bert Acken of Acken Law and Sarah A. Noe of
Ballard Spahr LLP. No parties requested intervention pursuant to A.R.S. § 40-360.05.

At the conclusion of the hearing, the Committee, after considering the (i) Application, (ii) evidence, testimony, and exhibits presented by the Applicant, and (iii) comments of the public, and being advised of the legal requirements of A.R.S. §§ 40-360 through 40-360.13, upon motion duly made and seconded, voted 10 to 0, to grant Applicant, its successors and assigns, this Certificate for construction of the SunDog Solar 230kV Generation Tie Line Project ("Project") as described below.

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B. PROJECT DESCRIPTION

The Project consists of an approximately 1.7-mile 230 kV transmission line and associated interconnection facilities to interconnect the Applicant's planned energy facilities (the non-jurisdictional "Solar Energy Station") to the regional electrical transmission grid at the Pinal Central Substation in the City of Coolidge, Pinal County.

19 All Project facilities will be located in a variable-width corridor as shown in Exhibit A (the "Project Corridor"). The Project will originate at the non-jurisdictional 20 Project Substation proposed to be located in the northeast quarter of Section 26, Township 21 6 South, Range 7 East. From the Project Substation, the Project will be routed east for 22 approximately 0.6 miles, then turn south for approximately 0.5 miles, paralleling Alexis 23 Lane. From there, the Project is routed east for approximately 0.5 miles, continuing to 24 25 parallel Alexis Lane. From there, the Project would be routed 0.05 miles south, then 0.15 miles east, and then 0.07 miles southeast until it reaches the Point of Interconnection, the 26 27 Pinal Central Substation.

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The final right-of-way width for the Project within the Project Corridor will be up to 100 feet.

CONDITIONS

This Certificate is granted upon the following conditions:

1. This authorization to construct the Project shall expire ten (10) years from the date this Certificate is approved by the Arizona Corporation Commission, with or without modification. Construction of the Project shall be complete, such that the Project is in service within this ten-year timeframe. However, prior to the expiration of the time period, the Applicant may request that the Commission extend the time limitation.

In the event the Project requires an extension of the term(s) of this 10 2. Certificate prior to completion of construction, the Applicant shall file such time 11 extension request at least one hundred and eighty (180) days prior to the expiration of the 12 Certificate. The Applicant shall use reasonable means to promptly notify the City of 13 Coolidge, the Board of Supervisors of Pinal County, all landowners and residents within a 14 five (5) mile radius of the centerline of the Project, all persons who made public comment 15 at this proceeding who provided a mailing or email address, and all parties to this 16 proceeding. The notification provided will include the request and the date, time, and 17 place of the hearing or open meetings during which the Commission will consider the 18 request for extension. Notification shall be no more than three (3) business days after the 19 20 Applicant is made aware of the hearing date or the open meeting date.

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3. During the development, construction, operation, maintenance and reclamation of the Project, the Applicant shall comply with all existing applicable air and water pollution control standards and regulations, and with all existing applicable statutes, ordinances, master plans and regulations of any governmental entity having jurisdiction, including, but not limited to, the United States of America, the State of Arizona, Pinal County, the City of Coolidge, and their agencies and subdivisions, including but not limited to the following:

| | L-21284A-23-0335-00229 |
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| 1 | a. All applicable land use regulations; |
| 2 | b. All applicable zoning stipulations and conditions, including but not |
| 3 | limited to landscaping and dust control requirements; |
| 4 | c. All applicable water use, discharge and/or disposal requirements of |
| 5 | the Arizona Department of Water Resources and the Arizona |
| 6 | Department of Environmental Quality; |
| 7 | d. All applicable noise control standards; and |
| 8 | e. All applicable regulations governing storage and handling of |
| 9 | hazardous chemicals and petroleum products. |
| 10 | 4. The Applicant shall obtain all approvals and permits necessary to construct, |
| 11 | operate and maintain the Project required by any governmental entity having jurisdiction |
| 12 | including, but not limited to, the United States of America, the State of Arizona, Pinal |
| 13 | County, the City of Coolidge, and their agencies and subdivisions. |
| 14 | 5. The Applicant shall comply with the Arizona Game and Fish Department |
| 15 | ("AGFD") guidelines for handling protected animal species, should any be encountered |
| 16 | during construction and operation of the Project, and shall consult with AGFD or U.S. |
| 17 | Fish and Wildlife Service, as appropriate, on other issues concerning wildlife. |
| 18 | 6. The Applicant shall design the Project's interconnection facilities to |
| 19 | incorporate reasonable measures to minimize electrocution of and impacts to avian |
| 20 | species in accordance with the Applicant's avian protection program. Such measures will |
| 21 | be accomplished through incorporation of Avian Power Line Interaction Committee |
| 22 | guidelines set forth in the current versions of Suggested Practices for Avian Protection on |
| 23 | Power Lines and Reducing Avian Collisions with Power Lines manuals. |
| 24 | 7. The Applicant shall consult the State Historic Preservation Office ("SHPO") |
| 25 | with respect to cultural resources. If any archaeological, paleontological, or historical sites |
| 26 | or any significant cultural objects are discovered during the construction or operation of |
| 27 | the Project, the Applicant or its representative in charge shall promptly report the |
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1 discovery to the Director of the Arizona State Museum ("ASM"), and in consultation with 2 the Director, shall immediately take all reasonable steps to secure and maintain the preservation of the discovery as required by A.R.S. § 41-844. Additionally, the Applicant 3 shall complete a Class III cultural resources inventory of the portions of the Project right-4 5 of-way that have not been previously surveyed to modern standards. If any archaeological, 6 paleontological, or historical properties are encountered, the inventory shall provide 7 recommendations on how to mitigate any adverse effects on those historic properties. 8 Finally, to mitigate potential effects on site AZ AA:2:284(ASM), any ground disturbance 9 within 50 feet of the site boundary shall be monitored by a qualified archaeologist. If 10 ground disturbance within the site is necessary, additional data recovery shall occur within the Project footprint prior to construction, excluding any areas that have been previously 11 12 investigated.

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8. The Applicant shall comply with the notice and salvage requirements of the 14 Arizona Native Plant Law (A.R.S. §§ 3-901 et seq.) and shall, to the extent feasible, 15 minimize the destruction of native plants during the construction and operation of the 16 Project.

17 9. The Applicant shall make every reasonable effort to promptly investigate, identify and correct, on a case-specific basis, all complaints of interference with radio or 18 19 television signals from operation of the Project addressed in this Certificate and where 20 such interference is caused by the Project take reasonable measures to mitigate such interference. The Applicant shall maintain written records for a period of five (5) years of 21 all complaints of radio or television interference attributable to operations, together with 22 23 the corrective action taken in response to each complaint. All complaints shall be recorded 24 to include notation on the corrective action taken. Complaints not leading to a specific 25 action or for which there was no resolution shall be noted and explained. Upon request, 26 the written records shall be provided to the Staff of the Commission. The Applicant shall 27 respond to complaints and implement appropriate mitigation measures. In addition, the



approval of this Certificate by the Commission, the Applicant may commence
 construction of the Project.

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13. The Applicant shall use non-specular conductor and non-reflective surfaces for the transmission line structures on the Project.

5 14. The Applicant shall be responsible for arranging that all field personnel 6 involved in the Project receive training as to proper ingress, egress, and on-site working 7 protocol for environmentally sensitive areas and activities. Contractors employing such 8 field personnel shall maintain records documenting that the personnel have received such 9 training.

10 15. The Applicant shall follow the most current Western Electricity
11 Coordinating Council ("WECC") and North American Electric Reliability Corporation
12 ("NERC") planning standards, as approved by the Federal Energy Regulatory
13 Commission ("FERC"), National Electrical Safety Code ("NESC") standards, and Federal
14 Aviation Administration ("FAA") regulations.

15 16. The Applicant shall participate in good faith in state and regional
16 transmission study forums to coordinate transmission expansion plans related to the
17 Project and to resolve transmission constraints in a timely manner.

18 17. When Project facilities are located parallel to and within one hundred (100)
19 feet of any existing natural gas or hazardous pipeline, the Applicant shall:

Ensure grounding and cathodic protection studies are performed to 20 a. 21 show that the Project's location parallel to and within one hundred (100) feet of such pipeline results in no material adverse impacts to 22 23 the pipeline or to public safety when both the pipeline and the Project 24 are in operation. The Applicant shall take appropriate steps to ensure that any material adverse impacts are mitigated. The Applicant shall 25 26 provide to Staff of the Commission, and file with Docket Control, a 27 copy of the studies performed and additional mitigation, if any, that

was implemented as part of its annual compliance-certification letter; and

b. Ensure that studies are performed simulating an outage of the Project that may be caused by the collocation of the Project parallel to and within one hundred (100) feet of the existing natural gas or hazardous liquid pipeline. The studies should either: (a) show that such simulated outage does not result in customer outages; or (b) include operating plans to minimize any resulting customer outages. The Applicant shall provide a copy of the study results to Staff of the Commission and file them with Docket Control as part of the Applicant's annual compliance certification letter.

12 18. The designation of the corridor in this Certificate, as shown in Exhibit A,
13 does not authorize a right-of-way greater than 100 feet wide for the transmission line nor
14 does it grant the applicant exclusive rights within the corridor outside of the final
15 designated transmission right-of-way.

16 The Applicant shall submit a compliance certification letter annually, 19. 17 identifying progress made with respect to each condition contained in this Certificate, 18 including which conditions have been met. The letter shall be submitted to Commission's 19 Docket Control commencing on August 1, 2025. Attached to each certification letter shall 20 be documentation explaining how compliance with each condition was achieved. Copies 21 of each letter, along with the corresponding documentation, shall be submitted to the 22 Arizona Attorney General's Office. With respect to the Project, the requirement for the 23 compliance letter shall expire on the date the Project is placed into operation. Notification of such filing with Docket Control shall be made to the Board of Supervisors for Pinal 24 25 County, the City of Coolidge, all parties to this Docket, and all parties who made a limited 26 appearance in this Docket.

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20. The Applicant shall provide a copy of this Certificate to the Board of Supervisors for Pinal County and the City of Coolidge.

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21. Any transfer or assignment of this Certificate shall require the assignee or successor to assume, in writing, all responsibilities of the Applicant listed in this Certificate and its conditions as required by A.R.S. § 40-360.08(A) and R14-3-213(F) of the Arizona Administrative Code.

7 22. In the event the Applicant, its assignee, or successor, seeks to modify the
8 Certificate's terms at the Commission, it shall provide copies of such request to the Board
9 of Supervisors for Pinal County, the City of Coolidge, all parties to this Docket, and all
10 parties who made a limited appearance in this Docket.

11 The Certificate Conditions shall be binding on the Applicant, its successors, 23. 12 assignee(s) and transferees and any affiliates, agents, or lessees of the Applicant who have 13 a contractual relationship with the Applicant concerning the construction, operation, 14 maintenance or reclamation of the Project. The Applicant shall provide in any 15 agreement(s) or lease(s) pertaining to the Project that the contracting parties and/or 16 lessee(s) shall be responsible for compliance with the Conditions set forth herein, and the 17 Applicant's responsibilities with respect to compliance with such Conditions shall not 18 cease or be abated by reason of the fact that the Applicant is not in control of or 19 responsible for operation and maintenance of the Project facilities.

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FINDINGS OF FACT AND CONCLUSIONS OF LAW

This Certificate incorporates the following Findings of Fact and Conclusions of
 Law:

1. The Project aids the state and the southwest region of the United States in
meeting the need for an adequate, economical, and reliable supply of renewable electric
power.

26 2. When constructed in compliance with the conditions imposed in this
27 Certificate, the Project aids the state, preserving a safe and reliable electric transmission

| 1 | system. | |
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| 2 | 3. During the course of the hearing, the Committee considered evidence on the | |
| 3 | environmental compatibility of the Project as required by A.R.S. § 40-360 et seq. | |
| 4 | 4. The Project and the conditions placed on the Project in this Certificate | |
| 5 | effectively minimize the impact of the Project on the environment and ecology of the | |
| 6 | state. | |
| 7 | 5. The conditions placed on the Project in this Certificate resolve matters | |
| 8 | concerning balancing the need for the Project with its impact on the environment and | |
| 9 | ecology of the state arising during the course of the proceedings, and, as such, serve as | |
| 10 | findings and conclusions on such matters. | |
| 11 | 6. The Project is in the public interest because the Project's contribution to | |
| 12 | meeting the need for an adequate, economical, and reliable supply of electric power | |
| 13 | outweighs the minimized impact of the Project on the environment and ecology of the | |
| 14 | state. | |
| 15 | 7. The Project substation is not jurisdictional because the definition of a | |
| 16 | "transmission line" under A.R.S. § 40-360(10) only includes "new switchyards to be used | |
| 17 | therewith", not substations. | |
| 18 | DATED this <u></u> day of February, 2024. | |
| 19 | | |
| 20 | THE ARIZONA POWER PLANT AND TRANSMISSION LINE SITING COMMITTEE | |
| 21 | | |
| 22 | By: | |
| 23 | Adam Stafford, Chairman | |
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| | - 10 - Decision No. 79316 | |
| | Decision No. 79310 | 5 |

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| 2 | CERTIFICATE OF MAILING |
| 3 | Pursuant to A.A.C. R14-3-204, the ORIGINAL of the foregoing and 25 copies were filed this <u>s</u> ^{se} day of February, 2024, with: |
| 4 .5 | Utilities Division – Docket Control Arizona Corporation Commission 1200 West Washington Street Phoenix, AZ 85007 |
| 6 | COPIES of the above emailed/mailed this <i>≪</i> ⁷ day of February, 2024: |
| 7 | Robin Mitchell, General Counsel |
| 8 | Arizona Corporation Commission |
| 9 | 1200 West Washington Street Phoenix, AZ 85007 |
| 10 | rmitchell@azcc.gov Counsel for Legal Division Staff |
| 11 | Ranelle Paladino, Co-Director |
| 12 | Brixton Baxter, Co-Director Utilities Division |
| 13 | Arizona Corporation Commission 1200 West Washington Street |
| 14 | Phoenix, AZ 85007 |
| 15 | Lisa L. Glennie Glennie Reporting Services, LLC |
| 16 | 1555 East Órangewood Phoenix, Arizona 85020 |
| 17 | admin@glennie-reporting.com Court Reporter |
| 18 | Albert H. Acken |
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| 20 | Phoenix, AZ 85020 bert@ackenlaw.com |
| 21 | and |
| 22 | Lea Phillips |
| 23 | Sarah Noe Ballard Spahr LLP |
| 24 | 1 E. Washington St #2300 Phoenix, AZ 85004 |
| 25 | phillipsla@ballardspahr.com noes@ballardspahr.com |
| 26 | Attorneys for SunDog Energy Center LLC Consented to Service by Email |
| 27 | |
| 28 | By dert Bon |
| | - 11 - |
| | Decision No. 79316 |

EXHIBIT A

