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## 1 STATE OF NEW HAMPSHIRE 2 PUBLIC UTILITIES COMMISSION 3 **April 1, 2016** - 9:07 a.m. MHPUC APR25'16 PM 4:07 Concord, New Hampshire 4 5 RE: DE 15-460 NORTHERN PASS TRANSMISSION, LLC: 6 Petition to Cross Public Waters In Pittsburg, Clarksville, Stark, Lancaster 7 Dalton, Bethlehem, Franconia, Easton, Plymouth, Woodstock, Ashland, Bridgewater, 8 New Hampton, Hill, Bristol, Franklin, Northfield, Concord, Pembroke, Allenstown, 9 and Deerfield. (Prehearing conference) 10 PRESENT: Chairman Martin P. Honigberg, Presiding Commissioner Kathryn M. Bailey 11 Adele Leighton, Clerk 12 **APPEARANCES:** Reptg. Northern Pass Transmission, LLC: 13 Thomas B. Getz, Esq. (McLane Middleton) Marvin Bellis, Esq. (Eversource Energy) 14 Christopher J. Allwarden, Esq. (Eversource) Ovid Rochon (Burns & McDonnell) 15 Reptg. the Town of Franconia: 16 Peter Grote 17 Reptg. the City of Concord: Danielle L. Pacik, Esq. (Dep. City Solicitor) 18 William Allaire, pro se 19 Reptg. PUC Staff: 20 Suzanne G. Amidon, Esq. Randall S. Knepper, Director/Safety Division 21 Thomas C. Frantz, Director/Electric Division Robert Wyatt, Asst. Dir./Safety Division 22 Jason List, Safety Division

Court Reporter:



Steven E. Patnaude, LCR No. 52

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{DE 15-460} [Prehearing conference] {04-01-16}

## 1 PROCEEDING

CHAIRMAN HONIGBERG: We're here this morning in Docket DE 15-460, which is one of four crossings dockets related to the Northern Pass Project.

This first one is a filing by Northern Pass Transmission,

LLC, to cross public waters in a number of places. I could read from this Order of Notice, but everybody would be bored if I did that. I assume you've all seen it.

Before we go any further, let's take

appearances.

MR. GETZ: Good morning, Mr. Chairman,

Commissioner. I'm Tom Getz, of the law firm of McLane Middleton, on behalf of Northern Pass Transmission, LLC. At counsel's table today also are Marvin Bellis, who is Senior Counsel with Eversource Energy; and Ovid Rochon, who's an engineer with Burns McDonnell; and Christopher Allwarden, who is also a Senior Counsel with Eversource Energy.

CHAIRMAN HONIGBERG: I know we have some intervenors. But, Ms. Amidon, why don't you enter your appearance, and then we'll deal with intervenors.

MS. AMIDON: Thank you. Suzanne Amidon, for Commission Staff. With me today is Randy Knepper, who's the Director of the Safety Division; Tom Frantz, the

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       Director of the Electric Division; and Bob Wyatt, who's
       the Assistant Director of the Safety Division; and, in the
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 3
       back of the room, we have Jason List, who also works for
 4
       the Safety Division. Thank you.
 5
                         CHAIRMAN HONIGBERG: I know we had a
 6
       timely intervention petition from Franconia. Is anyone
 7
       here from Franconia?
 8
                        MR. GROTE: Yes. Good morning.
                                                          I'm
 9
       Peter Grote representing -- I'm not a lawyer, I'm
10
       representing the Selectmen of the Town of Franconia.
11
       Unfortunately, our attorneys were not able to attend
12
       today. So, they have asked me to sit in for them.
13
       you.
14
                         CHAIRMAN HONIGBERG: I'm aware of one
15
       late Petition to Intervene. Ms. Pacik?
16
                         MS. PACIK: Good morning. Danielle
17
       Pacik, from the City of Concord. I did file a Petition to
18
       Intervene this morning that Northern Pass does not object
19
       to. I have given copies to everybody. I apologize, it
20
       wasn't put on the service list, because I was unable to
21
       find it. But I will send it this afternoon.
22
                         CHAIRMAN HONIGBERG: We have it.
23
                         MS. PACIK: Excellent.
24
                         CHAIRMAN HONIGBERG: I don't know how we
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1
       got it, but we did get it about 15 minutes ago.
 2
       that's how I was aware of you.
 3
                         MS. PACIK: Thank you.
 4
                         CHAIRMAN HONIGBERG: Are there other
       intervenors? Are there other that people are aware of?
 6
       Sir, who are you?
 7
                         MR. ALLAIRE: Hi. My name is William
 8
       Allaire. I'm from Pembroke, New Hampshire. I'm a private
 9
       residence. I got this in the mail. I just wanted to
10
       state the fact that I'm against this crossing at this
11
       waterway, and that it's going to greatly depreciate my
12
       land value. My attorney said --
13
                         CHAIRMAN HONIGBERG: Sir, just a minute.
14
                         MR. ALLAIRE: Okay.
15
                         CHAIRMAN HONIGBERG: All I want to know
16
       is who you are right now.
17
                         MR. ALLAIRE: William --
18
                         CHAIRMAN HONIGBERG: And you're from
19
       Pembroke. And what you're saying is that you own property
20
       that is affected by this --
21
                         MR. ALLAIRE: Yes.
22
                         CHAIRMAN HONIGBERG: -- by this
23
       crossing?
24
                         MR. ALLAIRE: Yes, Your Honor.
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1
                         CHAIRMAN HONIGBERG: All right.
                                                          Then,
 2
       I'll circle back to you in a few minutes.
 3
                         MR. ALLAIRE: Okay.
 4
                         CHAIRMAN HONIGBERG: Is there anyone
 5
       else? Ms. Pacik.
 6
                         MS. PACIK: I would just note that on
 7
       the Site Evaluation Committee distribution list I did see
       something this morning from Ashland Conservation
 8
       Commission about intervening, but I'm not sure whether
 9
10
       that's been actually filed.
11
                         CHAIRMAN HONIGBERG: Okay. That's not
       one who's here and not anything we're aware of.
12
13
                         Ms. Amidon, Mr. Getz, do you have
14
       anybody else who's intending to intervene in this matter?
15
                         MR. GETZ:
                                    I have a copy of a Petition
16
       to Intervene that was emailed by Kris Pastoriza, I
17
       believe, for this project.
18
                         CHAIRMAN HONIGBERG: I have heard rumors
19
       of such a thing that was only emailed, and therefore what
       has not been filed here. So, if it didn't make it through
20
21
       the Clerk's office and didn't make it up to us, as far as
       I'm concerned, it doesn't exist. And, I don't see
22
23
      Ms. Pastoriza here. So, if she intends to participate,
24
       she's going to have to comply with the rules and get
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1
       something in here, or show up, which would have been nice
 2
       as well.
 3
                         Anybody else?
 4
                         MS. AMIDON: Mr. Chairman, the only
 5
       thing I want to point out is the OCA is not participating
       in this docket. And, I just wanted to state that.
 6
 7
       was an affirmative decision on their part not to
      participate. Thank you.
 8
 9
                         CHAIRMAN HONIGBERG: Okay. I'll take
10
       that representation.
11
                         All right. Mr. Allaire, let me circle
12
       back to you. Is it your desire to participate in this
13
      proceeding, from now until it is resolved, through
14
       taking -- take what's called "discovery", getting
15
       information from the Company or Staff or the other
16
       intervenors, or is instead your desire just to provide
17
       comments and your position on the wisdom of this project?
18
                         MR. ALLAIRE: Do you have to push a
19
       button or --
20
                         CHAIRMAN HONIGBERG: Yes. Off the
21
       record.
22
                         [Brief off-the-record discussion
23
                         ensued.]
24
                         CHAIRMAN HONIGBERG:
                                              So, you may
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1
       proceed.
 2
                         MR. ALLAIRE: I wanted to, you know, to
 3
       state the fact that I want to intervene. My attorney was
 4
       going to come, but he said, if you're going to get some
 5
       information and some people to contact, that we can
       contact legally to, you know, file whatever we have to
 6
 7
       file for -- I'm just opposed to it. It's going to greatly
 8
       depreciate my land value. And, they're, on the
       right-of-way going through, I think they're taking more
 9
10
       land than they're supposed to.
11
                         CHAIRMAN HONIGBERG: I gather you have a
12
       substantive position. I really --
13
                         MR. ALLAIRE: Yes.
14
                         CHAIRMAN HONIGBERG: We'll be interested
15
       in it.
16
                         MR. ALLAIRE:
                                       Okay.
17
                         CHAIRMAN HONIGBERG: Just not right this
18
       second. I understand then your desire is to intervene and
19
      participate in this proceeding. Do you expect that your
20
       lawyer will be representing you in this proceeding?
21
                         MR. ALLAIRE: He won't be here today,
22
      but at some point in time he will be.
23
                         CHAIRMAN HONIGBERG: I mean, he doesn't
24
       have to be.
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1	MR. ALLAIRE: Okay.
2	CHAIRMAN HONIGBERG: You are free to do
3	it yourself. It's just people have lives and work, and I
4	understand it's not possible for everybody to be at
5	everything. So, as long as you understand, you have a
6	right to do what you have a right to do. You also have a
7	right to do it through an attorney, and it's going to be
8	up to you. Do you understand that?
9	MR. ALLAIRE: Well, today I'll be
10	without an attorney.
11	CHAIRMAN HONIGBERG: Okay. All right.
12	Mr. Getz, do you have a position? I understand Ms. Pacik
13	has made a representation about your position. But do you
14	have a position on the prospective intervenors?
15	MR. GETZ: Yes, Mr. Chairman. So, NPT
16	does not object to the participation of the Town of
17	Franconia or the City of Concord in this proceeding. We
18	do, however, at the appropriate time, have some comments
19	about the issues that they have listed in their Petitions
20	to Intervene, which we believe goes to the scope of this
21	proceeding, that we would like to address.
22	We don't object to Mr. Allaire, who I
23	believe is one of the individuals who is identified as
24	abutter, an abutter. So, we don't object to his

1 participation.

I understand Ms. Pastoriza's petition has not been formally filed. But we would object to that petition, because it just doesn't identify any rights, privileges, substantial interests affected by the proceeding, and is not one of the abutters or one of the formal entities that were identified in the notices.

CHAIRMAN HONIGBERG: All right. We probably will not deal with interventions formally from the Bench here. It sounds like you want to file something regarding scope. Or, do you want to have a -- we're probably going to need to have a discussion about the scope of this proceeding.

But, Ms. Amidon, this is a little different for a crossing. We don't usually do this for crossings. We don't usually have hearings, you know, prehearing conferences and proceedings. These are usually done, really, on papers, in the office, between Staff and the petitioner for the crossing.

Do you want to give everyone really a brief explanation for why this is different?

MS. AMIDON: I'd be happy to. Just for the record, customarily, I believe the Safety Division may deal with six to twelve crossings a year, and Randy will

number. In that instance, Randy, who is an engineer -Mr. Knepper, who is an engineer, will review the filing,
or he'll have Mr. Wyatt review the filing. And the
principal issue has to do with whether the proposed filing
meets the engineering standards of the National Electrical
Safety Code; whether the crossing, if it's a crossing of
water, would interfere with the public use of the water;
and whether the crossing is necessary to meet the
reasonable requirements of service to the public.

And often, for example, it will involve replacement of aging cable under a lake that goes to an island. The Company will have inspected the crossing and determined that that crossing has to be reconstructed, or maybe relocated. And, in some event, it's to an area that hasn't previously been served by the utility. So, it's a new crossing.

So, what is unique in this instance is, there really hasn't — there is more than an engineering review needs to be done, and I believe it's incumbent on the Petitioner to be able to address the issues, whether or not the crossing affects the public use and enjoyment of the water, and whether the project is necessary to meet the reasonable requirements of service to the public.

aspects of this could be resolved by Staff, either using their own resources or through a consultant, I think that the legal issues regarding public use and whether or not the requirements — the crossing is necessary to serve the public are issues which have to be addressed separately in this proceeding, because it's not a pre-existing crossing, it's a new element.

The other interesting thing is, if you look at the history of what the Commission did previously with the Site Evaluation Committee, under a different statute, the Commission acted more closely with the Site Evaluation Committee. And, so, a lot of these decisions, whether an entity was a public utility, whether a crossing was necessary, was made concurrently with a review by that prior committee, as it existed, as to whether or not there was a need for that particular line, or whether it involved crossings or otherwise.

In this instance, the Site Evaluation

Committee is really the entity, I think, that has this

duty to determine whether or not to go ahead with the

project, whatever criteria that they use, and also may

condition the crossing, in this instance, the crossings,

on conditions other than what we see in the current

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1
       Petition.
                         So, if you follow me, what I'm trying to
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 3
       say is, the conditions that the Site Evaluation Committee
       might put on the construction of these various crossings
 4
 5
       could affect whether these crossings remain at the same
 6
       location, or whether they're constructed differently,
 7
       whether they're trenched differently, all kinds of
 8
       engineering aspects, which we are -- we don't know.
 9
       think there's an element of uncertainty there as well.
10
                         CHAIRMAN HONIGBERG: I would ask you to,
11
       I guess, agree with me or disagree with me, that a couple
12
       of other -- there are a couple of other differences
13
       between this and what is the six to twelve crossings that
14
       we typically see a year, in that we actually anticipate,
15
       and anticipated correctly, opposition to this crossing.
16
                         MS. AMIDON:
                                      That's correct.
17
                         CHAIRMAN HONIGBERG: Correct?
18
                         MS. AMIDON: That is correct.
19
                         CHAIRMAN HONIGBERG: Set of crossings,
20
       sorry. There's multiple crossings in this one filing.
21
                         MS. AMIDON: Correct. Because,
22
       normally, let's say, I'll use Eversource, Eversource will
23
       contact the abutters. The abutters are aware of the
24
       crossing. And, if they have no opposition to it, the
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crossing is modified or it's constructed. And, so, you have only a limited amount of property owners that are involved. In many cases, Eversource owns the easements outright, and the abutters don't have that much input into the decision-making process.

In this instance, there are new crossings. In this, I forget with this filing exactly how many. But, yes, you're right. There's more members of the public who own private property near these crossings that are affected. And, as you can see, many towns that are affected by this crossings as well.

So, yes, the Commission did anticipate opposition and set up this prehearing conference today, and the other ones related to the three other filings, in order to consider how to proceed with these, in light of the opposition that many people have made to these crossings.

CHAIRMAN HONIGBERG: And, in some instances, the crossings are affirmatively wanted by the people who are affected by the crossing, correct? I mean, I think the most recent crossing order we issued was to provide service on one of the Twin Islands, right?

MS. AMIDON: That's exactly the kind of thing I was trying to illustrate earlier. Usually, it's

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1
       something where, "yes, please build this line or repair
       the line or replace it, so I could have service at the
 2
 3
       island."
 4
                         CHAIRMAN HONIGBERG: Mr. Getz, do you
 5
       want to comment at all on what Ms. Amidon said? For
 6
       example, do you want to address that legal standard that
 7
       she articulated, with respect to "necessary for service to
       the public"?
 8
 9
                         MR. GETZ: Yes, please, Mr. Chairman.
10
       Well, first of all, I disagree that this -- with
11
       Ms. Amidon's approach in a couple of respects.
12
                         First, these crossings are no different
13
       from any other crossing. The one difference in this
14
       proceeding, as you noted, is the Commission has
       anticipated that there would be a request for a hearing.
15
16
       I think that's the only distinction between this case and
17
       any other crossing case.
18
                         And, I have -- I would like to speak to
       a recommended process. But, first, let me speak to what I
19
20
       believe are the two legal issues that emanate from the
21
       statute.
22
                         First, with respect to, in 371:17, when
23
       it refers to "meeting the reasonable requirements of
24
       service to the public", that standard is well-developed by
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the Commission over the decades. And, I've addressed it in the Petition. And, I think one of the best discussions of that issue is in the Twin dockets, DG 00-145 and 207, with EnergyNorth Natural Gas. Which makes it clear, it's not only utilities can apply, but non-utilities can apply for petitions to cross public waters and state lands. And, there are many instances of -- where it's been determined that service to a single entity constitutes "service to the public".

This is not a "necessity" review, as if there were a public convenience, a necessity requirement, or, I think what Ms. Amidon was referring to, is in the "need" requirement, that used to be in the Site Evaluation Committee statutes that no longer applies.

And, so, for this line, the fact that it's a FERC-approved transmission line, and that it will be transmitting power to the -- basically, the customer of Northern Pass, which is Hydro-Quebec, and that it will be delivering power ultimately to the public, which is the definition of a transmission line under RSA 362:2. So, I think that standard is easily met. And, I don't know why that standard would be reexamined in the case of Northern Pass.

So, that's the issue with respect to the

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1
       standard in 371:17.
                         CHAIRMAN HONIGBERG:
 2
                                              I think
 3
       Commissioner Bailey has a question for you about that.
 4
                         COMMISSIONER BAILEY: I understand your
 5
       argument. And, I'm wondering who the customer is that is
 6
       the one customer that would be the public?
 7
                         MR. GETZ: Well, the language is, in
       317 -- 371:17, "to meet the reasonable requirements of
 8
       service to the public".
 9
10
                         COMMISSIONER BAILEY: Right. And you
11
       said the public -- the Commission has determined that the
12
      public could be even one customer, like in the case that
13
       you -- in the case that you cited, I think AES
14
       Londonderry, the gas -- the generating plant was the
15
      public, that was the one customer.
16
                         So, where is the one customer?
                         MR. GETZ: There's two ways of looking
17
18
       at this. One is, the transmission line, which is approved
19
       by FERC, the service by Northern Pass is to Hydro-Quebec.
20
       And, if you look also at the definition in 362:2 of what
21
       constitutes a "public utility", it speaks to "transmission
22
       of electricity ultimately sold to the public". So, this
23
       project will be delivering energy, that will ultimately go
24
       into the regional grid at Deerfield, and serving the
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1
       entire State of New Hampshire as -- when it goes into the
 2
       grid and to the region.
 3
                         COMMISSIONER BAILEY: How does it serve
 4
       the entire State of New Hampshire? Just in the general
 5
       sense that energy into the grid can't, you know, you can't
       divide the electrons? Or, I mean, do you have to have a
 6
 7
       customer?
 8
                         MR. GETZ: The sale of electricity is
 9
       ultimately to "the public". And it doesn't require the
10
       identification, in the definition of a "transmission
11
       utility", to any particular customer.
12
                         COMMISSIONER BAILEY:
                                              Do you think "the
13
       public" should be the public of New Hampshire?
14
                         MR. GETZ: I don't think there's really
15
       a necessary distinction between the public of New
16
       Hampshire or the public generally here, because the
17
       electricity is being ultimately sold to the public.
                                                            The
18
       statute doesn't make a distinction.
19
                         COMMISSIONER BAILEY: Okay. Thank you.
20
                         CHAIRMAN HONIGBERG: All right. Is
21
       there another issue you want to address, Mr. Getz?
22
                         MR. GETZ: Well, and I guess it goes to
23
       this, and I think the Commission has been very clear on
24
       this, again, in the EnergyNorth Natural Gas, that the
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standard, and the approach in that case was, in essence, that the 371:17 language is tantamount to the purpose, and the standard to be applied is "and the license be exercised without substantially affecting the public rights in said waters". And, in such case, you know, the Commission shall render judgment granting the license.

So, I think the focus of this proceeding, as it has been for decades, is "is the standard in 371:20 satisfied?" And that arguing for a different type of review, with respect to service to the public, is not relevant. It's beyond the procedures that the Commission has applied.

argument. Is it correct that there's no State Supreme

Court precedent on this? That you're talking about

Commission orders, which I'm aware of, you've cited, but

there's no Supreme Court precedent on this, is there?

MR. GETZ: I'm not aware of anything on

point.

CHAIRMAN HONIGBERG: All right. So, if someone were unhappy -- if the Commission were to follow the AES precedent, as I think you will be arguing we should, someone who disagreed with that would be able to take it to the Supreme Court, as they always could, and

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1
       argue that a different standard should have applied, in
 2
       the event that we go down that route. That's correct,
 3
       isn't it?
 4
                         MR. GETZ: Lots of people can argue lots
 5
       of things.
 6
                         CHAIRMAN HONIGBERG: Let's talk about
 7
       the interventions. I know you want to say something about
       the scope of the interventions by Franconia and Concord.
 8
 9
       I want to deal with one issue, with respect to the
10
       Franconia petition first. I understand or I think I
11
       understood the Franconia petition to be saying that the
12
       line -- the proposed line is somehow moved from how it was
13
       originally filed until today.
14
                         Mr. Grote, was I reading that correctly?
15
                         MR. GROTE: Yes, you were. And I'm very
16
       glad you mentioned that. We prepared this, the paperwork
17
       for the proceeding, in three hours. And we were confused,
18
       our Board was confused with the language. They looked at
19
       some of the maps that had been provided to us. And they
20
       weren't sure whether this 100-foot distance that was
       mentioned in the appendix, I think it was Section B of the
21
22
       appendix, on the last page, our Board was not certain what
23
       that meant. And, in the interest of filing, we assumed
24
       perhaps it was there.
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I would like to amend that. Last night,

I was given a much more detailed description in Appendix A

of project maps, which clearly shows, absolutely clearly,

that there's been no change in the direction. And, we'd

like to amend, whatever process it takes, amend our

intervention description to reflect that.

CHAIRMAN HONIGBERG: I understand that. You can discuss with your attorney whether anything needs to be filed. I understand what you've done here, which is on the record. And, so, we've got it. I think Mr. Getz hears it, I think Staff hears it. So, I'm glad we were able to resolve that little issue quickly.

Mr. Gets, do you want to comment orally on the interventions? And, maybe there's a discussion that would be beneficial to the prospective intervenors regarding scope.

MR. GETZ: I just want to make this essential point. There's a long list, and I'll use the Franconia petition as an example, that points out concerns about the crossing: Construction risks, vibration, noise, maintenance, highway safety, loss of tourism, unduly interfering with the orderly economic activities. So, there's a whole list of items that are really issues to be decided by the Site Evaluation Committee.

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1
                         I think what is pertinent to this
 2
       proceeding is the -- are the arguments that the Town puts
 3
       forth that they are concerned about, "is it necessary to
 4
       meet the reasonable requirements of service to the
 5
       public", which is 371:17. And, then, in 371:20, "can the
 6
       license be exercised without substantially affecting the
 7
       public rights?" So, those are the issues.
 8
                         And those issues, and using Franconia
 9
       and the crossing under the Gale River, for example, it's
10
       from one side of the Gale River to the other side of the
11
       Gale River, and that applies to all of the crossings.
       That is the extent of the jurisdiction for a "crossing".
12
13
       What happens east/west/north/south of those crossings,
14
       those are issues for the Site Evaluation Committee.
15
                         This case is solely focused to, in my
16
       position, whether the crossing can be done so that it
17
       doesn't interfere with the public's rights, which is --
18
       basically means it's done according to Code.
19
                         CHAIRMAN HONIGBERG: Mr. Grote, do you
20
       have anything else you want to add?
21
                         MR. GROTE: I would like to disagree
22
       with that. But, since I'm not an attorney, I would like
23
       to defer my response or the Town of Franconia's response
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to the gentleman's assertion at the appropriate time.

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1
                         CHAIRMAN HONIGBERG: Okay.
                                                     I'm not sure
 2
       what the appropriate time would be that isn't now.
 3
       we'll think about that further in a minute.
 4
                         Do you want to say anything about
 5
       Concord? We've -- I've only had a chance to skim
 6
       Concord's petition. My sense was that it did not have the
 7
       same litany of concerns expressed by Franconia. But, like
       I said, I only read it very quickly.
 8
 9
                         Do you have anything you want to say
10
       about Concord's?
11
                         MR. GETZ: Well, one example would be,
12
       they do point, in Paragraph 5, to "visual and audio
13
       impacts". So, analogously, the same concerns we would
14
       have with the Franconia position I think arise in their
15
       petition. That the review should be limited to "the
16
       crossing".
17
                         CHAIRMAN HONIGBERG: Ms. Pacik?
18
                         MS. PACIK: Good morning. We have filed
19
       our Motion to Intervene. We don't think it should be
20
       limited at this point at this hearing.
21
                         The issue with Turtle Pond is that this
22
       is a recreational area that is used by a lot of
23
       individuals in the City of Concord. The aesthetic and the
24
       visual impacts are certainly items that should be
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1
       considered when determining whether there is going to be a
 2
       substantial impact on the public.
 3
                         I would also note that the City of
 4
       Concord owns parcels that border the Turtle Pond --
 5
                         CHAIRMAN HONIGBERG: Ms. Pacik, you
 6
       can -- you should assume you're going to be granted
 7
       intervenor status. So, you don't have to argue why you're
      here.
 8
                         MS. PACIK: But in terms of --
 9
10
                         CHAIRMAN HONIGBERG: We're talking scope
11
       right now.
12
                         MS. PACIK: In terms of scope, I would
13
       think it would be inappropriate at this point to limit the
14
       scope. I would note that it would be our request that any
15
       decision be issued until after the Site Evaluation
16
       Committee makes a determination on approval, but I could
17
       talk about that later, if you'd prefer.
18
                         CHAIRMAN HONIGBERG: It's fair to say
19
       that any grant of crossing on this would be conditioned on
20
       approval ultimately by the SEC of the Certificate of Site
21
       and Facility. You're not going to do a crossing, if you
22
       don't have a project that runs from Pittsburg to
23
       Deerfield, right?
24
                                    That's correct, Mr. Chairman.
                         MR. GETZ:
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And I don't think there's any basis under the overarching 2 statue, 162-H, for deferring. That statute requires a 3 progress report within five months of application and a decision issued within eight. And I think this issue has 5 been raised some -- in some other forums of what's the interconnection among these, the SEC and PUC or DES 7 approvals. And they all go hand-in-glove, if -- that, ultimately, the SEC has to issue its certificate or this 8 9 crossing would be moot.

MS. PACIK: May I --

CHAIRMAN HONIGBERG: Yes, Ms. Pacik. Who do you want to, Ms. Pacik -- Ms. Pacik, why don't you go ahead.

MS. PACIK: If I could just respond? terms of the statute, it does talk about "damages to bordering property owners". At this point, we don't know what conditions are going to be placed by the Site Evaluation Committee. We don't know whether the lines will need to be moved, if they're going to need to be buried, we don't know whether the project needs to be trenched, whether there's going to be direct drilling. There are so many issues that ultimately need to be determined by the Site Evaluation Committee, to determine the impact of this project at this point is premature, and

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       we would ask that it get deferred until --
 2
                         CHAIRMAN HONIGBERG: You're going to
 3
       need to file a motion.
 4
                         MS. PACIK: Okay.
 5
                         CHAIRMAN HONIGBERG: You're going to
 6
       need to file a real motion making that argument. You ask
 7
       for a deferral orally at the prehearing conference, that's
       not going to work. I get your position. But, you know,
 8
 9
       there's a recognized statutory process in 162-H and this.
10
                         MS. PACIK: If I could just comment?
11
       I'm raising it because of the -- because I understand that
12
       scheduling items are going to be addressed at this
13
       conference. And I would note that the EnergyNorth case
14
       that was referenced in the Petition for a Public Crossing,
15
       when I did review it, that permit was issued after the
16
       Site Evaluation Committee had already issued and approved
17
       that project.
18
                         CHAIRMAN HONIGBERG: Mr. Getz, one of
19
       the things Ms. Pacik talked about was "affecting the
20
       public rights in said waters or lands". And she's -- I
21
       think she's going to be making an aesthetics argument that
22
       affects the public rights in those waters. Correct,
23
      Ms. Pacik? You're going to be going in that direction?
24
                         MS. PACIK:
                                     That is one of our
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1
       arguments.
 2
                         CHAIRMAN HONIGBERG: Do you have any --
 3
       is that a legitimate issue for this docket?
                         MR. GETZ: No, I don't believe so.
 4
                                                             Ι
 5
       think that's --
 6
                         CHAIRMAN HONIGBERG: Why not?
 7
                         MR. GETZ: That's an issue for the Site
       Evaluation Committee, to look at the aesthetic effects of
 8
 9
       "the project". This project, as the Commission has, in
10
       every case, applied the standard for affecting the public
11
       rights, the standard they apply emanates from the Code,
12
       and whether the actual sag in the line is going to prevent
13
       a sailboat from going down a river. So, it -- and these
14
       places are also, in Turtle Pond, for instance, there's an
15
       existing easement across that property owned by Public
16
       Service Company of New Hampshire. It's hard to imagine
17
       that there would be any real interference with the public
18
       rights along that easement. And, so, I don't think the
19
       statute was intended to basically replicate what would be
20
       the findings required by the Site Evaluation Committee.
21
                         And I do have a point on compensation at
22
       the appropriate time.
23
                         CHAIRMAN HONIGBERG: Commissioner
24
       Bailey.
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Ms. Pacik, do any
 1
                         COMMISSIONER BAILEY:
 2
       of your arguments have to do with the public's right to
 3
       use the water? I mean, I think my vision of Turtle Pond
 4
       is that the crossing is in an area that's kind of swampy,
 5
       and the poles are set on islands of earth, I guess. And,
 6
       so, my question to you is, can people fish over there?
 7
       Can people swim over there? How will it affect that kind
       of public use?
 8
 9
                         MS. PACIK: We would need to look at
       that, in terms of that particular area, and whether it
10
11
       would impact fishing, whether the operations and the
12
       construction ultimately would have an impact on the actual
13
       use of that area. But, in terms of the visual impact and
14
       the noise, there are concerns about those issues.
15
                         COMMISSIONER BAILEY: So, your argument
16
       is pretty much limited to visual impacts --
17
                         MS. PACIK: There is --
18
                         COMMISSIONER BAILEY: -- at this point?
19
                         MS. PACIK: At this point, obviously, we
20
       need to do discovery and I'd need more information.
21
       apologize. I was just recently notified about the
22
       filings. I haven't had a lot of time to do research on
23
       the issue. But, certainly, one of the issues may be on
24
       the use of that particular portion of the area.
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1
                         CHAIRMAN HONIGBERG: I understand that
 2
       you just saw this recently. But you are aware that this
 3
       filing was part of the Northern Pass filing in -- was it
 4
       October or November? October, right?
 5
                         MR. GETZ: Yes.
 6
                         CHAIRMAN HONIGBERG: This is part of a
 7
       filing that was made in October in the Northern Pass
 8
       docket -- SEC docket, where you are an intervenor and have
 9
       been for some time. Is that right? That's right, isn't
10
       it?
11
                         MS. PACIK: That is correct. Yup.
12
                         CHAIRMAN HONIGBERG: So, it's not a
13
       great argument to say that you "just saw this", because
14
       you've had this for many, many months.
15
                         MS. PACIK: Right. In terms of
16
       preparing for this particular hearing.
17
                         CHAIRMAN HONIGBERG: Okay.
                                                     I understand
18
       that. I just, I think, please be careful in making such
19
       an argument going forward.
20
                        Mr. Getz, you wanted to say something
21
       about "damages", right? Is that what you just said a
22
      minute ago?
23
                         MR. GETZ: Yes.
                         CHAIRMAN HONIGBERG: Or compensation?
24
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Yes. Go ahead.

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MR. GETZ: Yes. And, this is with respect to RSA 371.21, I believe Ms. Pacik suggested that that statute would be applied much more broadly than I read the statute.

30

The provision is that "the commission shall determine the compensation, if any, to be paid to the owners of lands bordering on such public waters for any damage thereto occasioned by the continuation and maintenance of any such structures". So, there's two pieces to this. It's the -- the only abutters that I believe are included here are the abutters on the actual location where the line crosses the water. So, it's not somebody who may be somewhere else on a pond, for instance, but we're talking about the -- well, in this case, for Turtle Pond, there's a PSNH easement. So, it's that land that the easement is on where the -- and then the structures, and the two structures, what damage going forward is caused by those two structures, and, in this case, where there's an existing easement? So, I think it's very limited in terms of "who are the abutters that are covered?" And it's very limited in terms of "what the type of damage?" It's not the type of taking type of damage that you might hear in another case.

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                         CHAIRMAN HONIGBERG:
                                              I'm confident that
 2
       there are people who disagree with you about that. And
 3
       would you agree with me that precedent on that statute is
 4
       sparse?
 5
                         MR. GETZ: I am only aware of one PUC
 6
       proceeding in which compensation was made. And it didn't
 7
       appear to be specifically under this statute, but there
 8
       was a crossing of state land, where there was an agreement
 9
       between DRED and PSNH, and where PSNH made a payment to
10
       basically pay for some gates and a lock.
11
                         CHAIRMAN HONIGBERG: Is that
12
       Seabrook-related?
13
                         MR. GETZ: No.
14
                         CHAIRMAN HONIGBERG: Oh, because I think
15
       we found one, having to do with Seabrook. But I don't --
16
      but I think we can agree, because we're not going to
17
       resolve this today, I suspect there's going to be
18
       litigation about it, but you -- there's not a lot of
19
      precedent on this statute, right?
20
                         MR. GETZ: That's fair to say.
21
                         CHAIRMAN HONIGBERG: Yes. All right.
22
       Do you want to say anything about Mr. Allaire's
23
       intervention?
24
                                    We have no objection to his
                         MR. GETZ:
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1
       intervention.
 2
                         CHAIRMAN HONIGBERG: All right.
 3
      Ms. Amidon.
 4
                         MS. AMIDON: Thank you. And Staff has
 5
       no objections to any of the interventions either.
 6
                         I do want to point out something that
 7
       Mr. Getz said, which sort of puts a little bit more of a
       contingency on this whole -- the crossings. The easements
 8
 9
       he referred to at Turtle Pond are owned by Eversource.
10
       The Commission has a separate proceeding before it to
11
       determine whether or not Northern Pass Transmission, LLC,
12
       is eligible to lease or share the use of any easements
       owned by Eversource with Eversource. So, there is a
13
14
       further contingency, in other words. The crossings, while
15
       they may be approved in terms of their engineering
16
       structure, cannot be effected unless NPT has the right to
17
       use those easements.
18
                         So, it's a further contingency. I only
19
       point it out because this project, as you know, although
20
       it's FERC-approved, it's participant-funded and it's not
21
       designated as a "reliability project". Hence, there was
22
       no finding about the necessity of this project being
23
       integral to the reliability of the ISO-NE grid.
24
                         So, again, it goes back to Ms. Pacik's
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argument about, you know, which -- what should this

Commission wait for? Should you wait for a determination

by the SEC addressing the aesthetics, the noise, all the

other issues potentially affecting whether these crossings

occur at all, or whether they occur in the same manner as

in -- as depicted in the Petition filed by NPT, or whether

they go forward at all.

And, it's just -- I just want to point out that I think the intervenor should be allowed to make some discovery here with respect to both the manner in which the construction may affect the use of public waters and whether or not it's necessary to meet the reasonable requirements of service to the public.

And, I would argue that "the public", it is a statute passed by the New Hampshire Legislature, and "the public" is "the public in New Hampshire".

CHAIRMAN HONIGBERG: Well, I don't know that we're going to resolve that right now. I know that you guys have a technical session scheduled for when we leave. You can talk about that. And, if you can't agree, we may have to issue some sort of ruling, if there's a dispute about discovery, the scope of discovery. So, I assume there will be a conversation about that after we leave.

Mr. Getz, do you want to say anything?

You seem to be leaning toward the microphone.

MR. GETZ: Yes, Mr. Chairman. In terms of process, our position is that this process should nearly replicate what's the standard process for any crossing. It's not clear to me the need for discovery at this point. I think there are two things that we're certainly prepared to discuss in the technical session.

But, I think, in terms of the "technical review", to the extent that Staff can proceed in its normal way and do its investigation and issue a report or recommendation on the technical issues, that I'm not sure why we wouldn't follow that approach.

To the extent there are other legal issues, they may be more ripe for, you know, a legal argument. I'm not sure what a open discovery accomplishes at this point, and --

what I anticipate anyway, based on what I'm hearing, is that there's going to be requests for information, data requests that you're going to object to as being beyond the scope of the proceeding, and that's going to queue up a legal argument. Because, you know, maybe, after we leave, there will be a meeting of the minds on all of

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       that.
              It would be wonderful if there were such a meeting
       of the minds. But, if not, there's a way -- there's a
 2
 3
       mechanism to resolve that, and it is exactly that. It's a
 4
       legal memorandum on what the scope is, with -- in the
 5
       context of, probably, data requests. Would you agree?
 6
                         MR. GETZ: I think that's -- I would
 7
       agree that that could play out that way. And we'll see if
       there's any agreement.
 8
                         [Chairman and Commissioner conferring.]
 9
10
                         CHAIRMAN HONIGBERG: Commissioner Bailey
11
       has suggested perhaps that legal memoranda up front could
12
       be useful. It is true that, in all of our crossing
13
       orders, we include a discussion about use of the waters,
14
       that "the project will not disturb the public's use of the
15
       waters". And it goes beyond the technical/safety,
16
       compliance with the code provisions that the Safety
17
       Division goes through. And there's also a finding
18
       regarding "necessary for the provision of service to the
      public". And I clearly see how that second legal argument
19
20
       is going to play out and what the arguments are going to
21
       be.
22
                         I'm a little less certain about the
23
       first one. Because there is, I mean, if you go through
24
       the crossings dockets, you will see, dealt with in the
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{DE 15-460} [Prehearing conference] {04-01-16}

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       Staff recommendation, use of the water by the public as an
       issue that needs to be addressed. It's clearly part of
 2
 3
       the statute. And, if it only has a very limited meaning,
 4
       maybe we need to get that fleshed out right away.
 5
                         And no one -- and, as Commissioner
 6
       Bailey says, "no one ever objects", so it never gets
 7
       queued up. But here we're going to have that dispute.
 8
       Can we get that brief right away and find out what the
 9
       scope -- what the scope of the statute is going to be that
10
       way?
11
                         I don't know, do people see a benefit to
12
       that?
13
                         Mr. Getz is shrugging his shoulders.
14
                         MR. GETZ: We're happy to provide legal
15
       memorandum very quickly responding to that issue, whether
16
       it's ten days, two weeks, we would try to work things out.
17
       It seems to me they should be simultaneous filings by the
18
       parties addressing the issue.
19
                         CHAIRMAN HONIGBERG: I agree with that.
       Do others have a different view? Simultaneous filings on
20
21
       the scope of the proceeding? It's really what we're
22
       talking about, right?
23
                         MR. GETZ: Yes, Mr. Chairman.
24
                                                    I'll tell you
                         CHAIRMAN HONIGBERG:
                                              Yes.
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1
       what.
              Rather than have to do this on the fly with
      Ms. Pacik trying to frantically look through her schedule,
 2
 3
       you can deal with that in the technical session, because
 4
       you're going to need to set some other deadlines as well,
 5
       you can talk about, and it should be quick. I'm telling
 6
       you, this is going to be a quick filing of memoranda.
 7
       "Ten days or two weeks" is probably the right answer.
       there's some unique scheduling problem that somebody has,
 8
 9
       we can work with that. But that should be the
10
       expectation.
11
                         And, then, as you set whatever other
12
       deadlines need to be set in the technical session, assume
13
       this process is going forward. I know, Ms. Pacik, you may
14
       want to file a motion to suspend or do something, in light
15
       of what 162-H and the SEC process, but that's -- you're
16
       going to do that separately. If you want to, as part of
17
       the technical session and the setting of deadlines, set a
18
       deadline for the filing of that motion, feel free. But
19
       we're not going to dictate that.
20
                         Are there other issues we need to deal
21
       with, before we leave you to your technical session?
22
                         [No verbal response]
23
                         CHAIRMAN HONIGBERG: It seems like we've
24
       dealt with everything. How exciting.
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1
                         All right. Thank you all very much.
       The technical session will begin as soon as we leave, and
 2
       everybody can do what they need to do. And, we will
 3
       adjourn. Thank you.
 4
                          (Whereupon the prehearing conference was
 5
                         adjourned at 9:53 a.m., and a technical
 6
 7
                         session was held thereafter.)
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