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7	Energy Resources				
8	Conservation and Development Commission				
9	In the Matter of:	Docket No. 15-AFC-01			
10	Application for Certification for the PUENTE POWER PROJECT	APPLICANT'S RESPONSE TO MOTION TO			
11		STRIKE APPLICANT'S REBUTTAL TESTIMONY			
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14					
15	Applicant hereby responds to the Motio	on to Strike Applicant's Rebuttal Testimony filed			
16	by intervener City of Oxnard ("City") on January 30, 2017 (CEC TN #215666) ("Motion"). In				
17	its Motion, the City asserts that portions of Applicant's Rebuttal Testimony filed on January 24,				
18					
19		ed with its Opening Testimony on January 18,			
20	2017, and requests that the Committee strike the	hose portions of Applicant's Rebuttal Testimony.			
21	A. Summary of Motion and Applica	nt's Response			
22	The specific portions of Applicant's Re	ebuttal Testimony that are the subject of the			
23	Motion (hereinafter referred to as the "Subject	Declarations") are as follows:			
24	• Declaration of Mark Hale Regarding A	lternative Sites – Archaeological Resources			
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26	(Applicant's Exhibit No. 1123);				
27	Declaration of Jeremy Hollins Regardi	ng Alternative Sites – Historic Architectural			
28	Resources (Applicant's Exhibit No. 11	24);			
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1	Declaration of Julie Love Regarding Alternative Sites – Biological Resources
2	(Applicant's Exhibit No. 1126);
3	• Declaration of Tim Murphy Regarding Alternative Sites – Land Use (Applicant's Exhibit
4	No. 1129);
5	• Declaration of George Piantka Regarding Project Alternatives (Applicant's Exhibit No.
7	1130);
8	• Declaration of Gary Rubenstein Regarding Alternative Sites – Aviation Hazards
9	(Applicant's Exhibit No. 1133);
10	 Declaration of Gary Rubenstein Regarding Alternative Sites – Environmental Justice
11	
12	(Applicant's Exhibit No. 1137);
13	• Declaration of Brian Theaker Regarding Transmission Interconnection for Alternative
14	Sites (Applicant's Exhibit No. 1134);
15	• Declaration of Tricia Winterbauer Regarding Alternative Sites – Site Contamination
16	Issues(Applicant's Exhibit No. 1135); and
17	• Declaration of Julie Love Regarding the Presence of Wetlands on the Puente Project Site
18	(Applicant's Exhibit No. 1125).
19 20	Not that there are any limits on the number of pages that may be submitted as Rebuttal
20 21	Testimony, but to correct the misperception created in the Motion that the Subject Declarations
22	comprise hundreds of pages, Applicant notes that the total number of pages in the Subject
23	Declarations (excluding attached witness qualifications) is 54 pages (double-spaced, pleading
24	format).
25	iormat).
26	The thrust of the City's argument is that because the matters addressed in the Subject
27	Declarations were raised in the CEC Staff's Final Staff Assessment (FSA), Applicant was
28	required to address them in its Opening Testimony, and was precluded from addressing them in
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its Rebuttal Testimony. We address as a secondary matter the City's assertion that matters
raised in the FSA may be rebutted only through Opening Testimony and not through Rebuttal
Testimony. However, that question need not be answered in order to determine that the Motion
is without merit because the Subject Declarations directly rebut assertions, analysis, conclusions
and recommendations contained in the Opening Testimony of the interveners (particularly that of
the City), and are therefore unquestionably appropriate Rebuttal Testimony.

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B. Applicant's Detailed Response

9 1. The Subject Declarations Directly Rebut City's Opening Testimony¹
 10 The vast majority of the City's Opening Testimony is devoted to supporting the City's
 11 position that inland alternative sites, including the Ormond Beach Area Off-Site Alternative and
 12 the Del Norte/Fifth Street Off-Site Alternative specifically, are both feasible and environmentally
 14 superior to the proposed Project site.

The testimony of City Councilmember Carmen Ramirez is focused exclusively on the 15 16 City's opposition to power generating facilities along the coast, implying a preference, if not 17 support, for inland alternative sites. As stated by Councilmember Ramirez: "I submit this 18 testimony on my own behalf regarding the disproportionate presence of industrial facilities 19 located along the coast in the City of Oxnard." (emphasis added) (CEC TN #215419, p. 1). 20 Councilmember Ramirez raises no objections to development of the Project on an inland 21 alternative site. 22 The City's Fire Chief is more explicit in his support for inland alternative sites, stating in 23 24 his testimony: "It is my expert opinion as a career Firefighter and as the Fire Chief of the City of 25 Oxnard that the proposed NRG P3 facility should not be developed in an area of comparatively 26

The one exception is the Declaration of Julie Love Regarding the Presence of Wetlands on the Puente Project Site (Applicant's Exhibit No. 1125), which directly rebuts Opening Testimony of another party, as discussed further below.

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higher risk of impediments to first responders when there is an inland location that does not
present these issues." (emphasis added) (CEC TN #215420, p. 2). It is reasonable to assume
that the Fire Chief is referring to one or both of the alternative sites analyzed in detail in the FSA
since both of these sites were recommended for consideration by the City. (*See*, FSA, p. 4.2-24
for discussion of the alternative sites proposed by the City, including the Ormond Beach Area
Off-Site Alternative and the Del Norte/Fifth Street Off-Site Alternative).

The third City employee to offer testimony, Development Services Director Ashley 8 9 Golden, also touts inland alternative sites, referring specifically to such sites' consistency with 10 applicable land use requirements. She states: "Throughout this proceeding, the City has 11 encouraged CEC staff to seriously consider alternatives [sic] project sites to avoid 12 inconsistencies with the City's land use regulations and adaptation efforts. Despite this, the FSA 13 rejects numerous inland project sites that would reduce conflicts with the City's land use plans." 14 (emphasis added) (CEC TN #215421, pp. 8-9). Among the numerous inland project sites 15 16 recommended by the City and rejected by the FSA, to which Ms. Golden is presumably 17 referring, are the Ormond Beach Area Off-Site Alternative and the Del Norte/Fifth Street Off-18 Site Alternative. 19

Any doubt as to whether or not the City's Opening Testimony seeks to promote inland 20 alternative sites, and the Ormond Beach Area Off-Site Alternative in particular, is put to rest by 21 the City's witness J. Woodford Hansen, the owner of the company that currently owns the 22 23 Ormond Beach Area Off-Site Alternative property. Mr. Hansen testifies that his company "is 24 open to the sale of all or part of the Property for use as a power plant . . ." (CEC TN #215423, p. 25 1). By sponsoring this testimony, the City is clearly advancing this site as a feasible alternative 26 to the Project site, by suggesting that one of the concerns expressed in the FSA with regard to 27 this alternative – site control, could be resolved. 28

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1	Another of the City's witness, Todd McNamee, Director of Airports for the County of	
2	Ventura, provides testimony promoting the Del Norte/Fifth Street Off-Site Alternative as	
3	superior to the Project site from an aviation safety perspective. Mr. McNamee states: "[t]he Del	
4	Norte/Fifth St Alternative is to the southwest of the Camarillo Airport and does not lie under any	
5	frequently used flight paths or aircraft traffic patterns for that airport." (CEC TN #215442, p.	
6 7	2). "It is also my expert opinion as a career aviation executive and as a pilot that the proposed	
8	NRG P3 facility should not be developed in the proposed area of comparatively higher risk when	
9	there is perhaps a better location which poses no aviation hazards." (emphasis added) (CEC TN	
10	#215442, p. 2).	
11	Finally, in the most extensive piece of testimony filed by the City, its witness Dr. Revell	
12	devotes 29 pages of detailed analysis to supporting the City's preference for inland alternative	
13	sites. The final two sentences of his report conclude that " the most effective strategy is to	
14		
15	avoid the hazard in the first place. There are <u>alternative sites to the proposed site</u> that completely	
16	avoid existing and future coastal hazards." (emphasis added) (CEC TN #215427, p. 29).	
17	Having devoted the testimony of six of its seven witnesses to promoting inland	
18	alternative sites, including the Ormond Beach Area Off-Site Alternative and the Del Norte Fifth	
19 20	Street Off-Site Alternatives specifically, as both feasible and environmentally superior to the	
20 21	proposed Project site, the City cannot now claim that Rebuttal Testimony that goes to those very	
22	issues should be excluded as improper. Furthermore, while rebuttal of the City's claims	
23	regarding the feasibility and environmental superiority of the alternative sites should not be	
24	restricted to responding to the specific advantages asserted by the City, we note that in at least	
25	some cases the Subject Declarations are specifically focused on the specific advantages asserted	
26	by the City. These include Applicant's Exhibit No. 1129, which responds specifically to claims	
27	in the Golden testimony regarding "numerous inland project sites that would reduce conflicts	
28		

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1 with the City's land use plans," and Applicant's Exhibit No. 1133, which specifically addresses 2 hazards to aviation issue raised by Mr. McNamee. 3 2. The Subject Declarations Directly Rebut Opening Testimony of Other 4 **Interveners In Addition To The City** 5 Opening Testimony of CEJA Regarding Environmental Justice 6 a. 7 Applicant's Exhibit No. 1137 compares CalEnviroScreen 3.0 scores for those census 8 tracts closest to the proposed Project site with those census tracts closer to the two off-site 9 alternatives analyzed in detail in the FSA. This analysis responds directly to the analysis 10 contained in the testimony of California Environmental Justice Alliance witness Strela Cervas. 11 Describing her analysis, Ms. Cervas states: "I reviewed searches of CalEnviroScreen 3.0's online 12 mapping of census tracts within Oxnard and the Moorpark Subarea, in order to determine 13 assigned combined scores of areas pertinent to this matter, as well as scores for individual 14 indicators and racial characteristics." "In particular, because the Energy Commission staff 15 analysis considered a six mile radius of NRG's existing Mandalay Generating Station and 16 proposed site for a new 262 MW natural gas power plant ("the Mandalay Power Plants"), I 17 reviewed information about census tracts within a six mile radius, and compared that information 18 to census tracts in the Moorpark sub-area outside a six mile radius of the Mandalay Power 19 Plants. These findings are discussed below." (CEC TN #215443, pp. 6-7). Mr. Rubenstein's 20 analysis in Applicant's Exhibit No. 1137 uses this same approach to rebut the suggestion that the 21 proposed Project site is in close proximity to relatively higher impacted census tracts by 22 demonstrating that the alternative sites fare worse in such a comparative analysis. 23 b. **Opening Testimony of EDC Regarding Wetlands** 24 With respect to Applicant's Exhibit No. 1125, the City contends that it is improper 25 Rebuttal Testimony because the issues addressed therein were previously raised by the California 26 Coastal Commission (CCC) and could have been rebutted by Applicant at that time. While this 27 is true to a degree, and Applicant has in fact previously rebutted the wetland determination of the CCC, what the City ignores is that Environmental Defense Center witness Laurence E. Hunt, 28 LATHAM&WATKINS State of California 6

1 who to Applicant's knowledge has not previously commented on the Project, builds upon the 2 wetland determination of the CCC to support a whole series of new claims.

3 Mr. Hunt expresses his concurrence with the CCC determination that 2.03 acres of the proposed Project site constitute a wetland stating: "[t]he State of California and the CCC require 4 5 that only one parameter be present to be classified as a wetland. 'The [Project] would be 6 constructed in an area supporting hydrophytic plant species and thus meeting the definition of a 7 wetland [one parameter criterion] under the Coastal Act and Oxnard LCP.' (p. 2, CCC 30413(d) 8 report, dated 7 September 2016 (Ex. 4026))." (CEC TN #215434, p. 12) He then extrapolates 9 from that determination to support his claims of additional, different impacts associated with the 10 Project. Two of the four points made in his "Summary of Testimony," and three of the four points made in his "Conclusions," refer to, and are based upon, the existence of the "2.03-acre 11 12 wetland feature." (CEC TN #215434, p. 4, 17). Given that the CCC wetland determination is 13 the basis of many of the new claims raised by Mr. Hunt in his Opening Testimony, Applicant's 14 rebuttal of that determination is an appropriate subject for Rebuttal Testimony, nothwithstanding 15 the fact that the rebuttal could have been, and in fact was, asserted in another context. It simply cannot be the case that Applicant must let go unanswered assertions made in interveners' 16 17 Opening Testimony simply because the rebuttal to such assertions were, or could have been, asserted earlier. 18

19 20 3.

Rebuttal Testimony Is An Appropriate Mechanism For Responding To Issues Raised In The FSA

21 As explained above, the Subject Declarations are appropriate Rebuttal Testimony based 22 on the Opening Testimony from the interveners alone. However, they are also appropriate 23 Rebuttal Testimony in response to the FSA. The FSA constitutes Staff's Opening Testimony, 24 and other parties' contrary testimony is appropriately characterized as Rebuttal Testimony. 25 Every party must be free to identify those areas in which it disagrees with the Staff's analysis 26 and offer Rebuttal Testimony in response. To suggest that any and all responses to the FSA, 27 whether they be supportive or contrary, must be included in the Opening Testimony of the other parties denies those parties the ability to distinguish for the Committee those issues upon which 28

1	they agree with the Staff, and those issues upon which they disagree. Particularly in a case
2	where a party (Applicant in this case) generally concurs with the analysis and conclusions in the
3	FSA, it is important for the Applicant to be able to clearly identify for the Committee those areas
4	where it disagrees and the basis for that disagreement in the form of Rebuttal Testimony.
5	The Motion points to language from Applicant's objections to a Staff proposal to extend
6	the FSA publication deadline past November 18, 2016 as evidence of "NRG's understanding
7	that, absent an order stating otherwise, opening testimony should respond to issues in the FSA
8	and rebuttal testimony would be submitted in response to issues raised in the opening
9	testimony." (Motion, p. 2). The quoted language is as follows:
10	[I]f staff finds that it is impossible to complete the additional analysis [for the FSA], the Committee should direct staff to publish
11	the FSA as scheduled [on November 18], and to issue an FSA supplement with any additional analysis on or before December
12	21, 2016, which is the current deadline for all other parties to file opening testimony. The parties would have ample opportunity to
13	review, and, if necessary, respond to the new analysis in their rebuttal testimony.
14	
15	This language confirms that NRG's understanding was, and is, just the opposite of what the
16	Motion suggests. The point of the quoted language was that, as Staff's Opening Testimony, the
17	FSA (or portions thereof) could be issued on the same date as other parties' Opening Testimony
18	and responded to by other parties in their Rebuttal Testimony. As indicated by the language
19	quoted above, Applicant and its counsel have consistently understood the FSA to be Staff's
20	Opening Testimony, as distinct from Staff's Rebuttal Testimony, which it filed on January 24,
21	2017 in this case at the same time as the other Parties. We note that none of the parties objected
22	at the time to Applicant equating the FSA to the Opening Testimony of the other parties.
23	Staff's detailed assessment of the Ormond Beach Area Off-Site Alternative and the Del
24	Norte/Fifth Street Off-Site Alternative, including its conclusion that the Ormond Beach Area
25	Off-Site Alternative was environmentally superior to the proposed Project site, was first
26	presented in the FSA. Applicant sought to rebut certain aspects of that analysis, and
20 27	appropriately included its contrary views in its Rebuttal Testimony. As stated above, however,
28	if Applicant is incorrect in its understanding, or if this is an issue that the Committee elects not to

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resolve in the context of this specific proceeding, the interveners' Opening Testimony alone
 make the Subject Declarations appropriate Rebuttal Testimony.

3 4

The Other Parties Are Not Prejudiced By The Inability To File Surrebutal To Applicant's Rebuttal Testimony

5 The Subject Declarations do not contain complex subjective analysis. For the most part, they are simple compilations of information gleaned from well-known and generally accepted 6 7 public databases accessible by all of the parties. It is the type of factual information that in 8 many cases would be appropriate for the Committee to take official notice of. Thus, it is not 9 clear what type of "contrary testimony" the interveners might seek to introduce, or how they are 10 prejudiced by the inability to do so, as suggested in the Motion. The Motion refers to Applicant's Exhibit No. 1123 as an example of how the City is prejudiced by not having an 11 12 "opportunity to develop and offer contrary testimony." This particular declaration contains 13 factual information related to recorded cultural resources obtained from reliable databases 14 routinely relied upon by parties in CEC proceedings. What contrary testimony would the 15 interveners seek to introduce if provided the opportunity to do so? That the information in the database is inaccurate? While the indisputable facts contained in the Subject Declarations may 16 17 not support the interveners' positions, that is not the sort of "prejudice" that would justify 18 preventing this important information from being considered by the Committee.

19

C. Conclusion

4.

For all of the reasons set forth above, the Subject Declarations are appropriate Rebuttal
Testimony, and provide information useful to the Committee in its evaluation of the Project and
alternatives thereto that have been advanced by others, including most notably the City. The
Motion seeks through procedural maneuvering to deny the Committee access to this timely and
relevant information and should be denied.

25 DATED: January 31, 2017

26 27 28 LATHAM&WATKINS^{IL} ATTORNEYS AT LAW ORANGE COUNTY Respectfully submitted,

/s/ Michael J. Carroll

Michael J. Carroll LATHAM & WATKINS LLP Counsel to Applicant