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### BEFORE THE

### CALIFORNIA ENERGY COMMISSION

In the Matter of:	)
	) Docket No. 20-SPPE-01
Application for Small Power	)
Plant Exemption for the	)
Great Oaks South Backup	)
Generating Facility	)
	)

GREAT OAKS SOUTH BACKUP GENERATING FACILITY

SPPE (20-SPPE-01)

EVIDENTIARY HEARING AND CLOSED SESSION

REMOTE VIA ZOOM

TUESDAY, SEPTEMBER 21, 2021 10:00 A.M.

Reported by: Elise Hicks

#### APPEARANCES

### Committee Members

David Hochschild, Chair and Associate Member Karen Douglas, Commissioner and Presiding Member

# Hearing Officers

Ralph Lee

### Advisors Present

Le-Quyen Nguyen, Advisor to Chair Hochschild Terra Weeks, Advisor to Chair Hochschild Ken Rider, Advisor to Chair Hochschild Kourtney Vaccaro, Advisor to Commissioner Douglas Eli Harland, Advisor to Commissioner Douglas

### Staff Present:

David Gay, Technical Advisor to the Commission on Siting Matters
Rosemary Avalos, Public Advisor's Office
Jon Hilliard, Siting Advisor
Kerry Willis, Assistant Chief Counsel
Lisa DeCarlo, Senior Staff Counsel
Lisa Worrall, Project Manager
Liza Lopez, Secretariat & Legal Support Supervisor

#### For Applicant:

Masoud Zafaripour, Director, Construction, Equinox Scott Galati, Applicant Representative, Attorney, DayZen

# Intervenor

Robert Sarvey

APPEARANCES (Cont.)

## Staff Witnesses:

Tao Jiang
Wenjun Qian
Joseph Hughes, Supervisor
Kenneth Salyphone
Shahab Khoshmashrab
Steven Kerr, Supervisor
Brett Fooks

# Applicant Witnesses:

Masoud Zafaripour, Equinix
David Smith, Equinix
Bruce Frandsen, Equinix
Michael Lisenbee, David J. Powers & Associates
Gregory Darvin, Atmospheric Dynamics

# Agencies:

Adam Petersen, City of San Jose

# I N D E X

6	

1. Call to Order

3

Page

2.	Evidentiary Hearing	11
	Consider and rule on any motion related to the Evidentiary Hearing that is raised before or during the Evidentiary Hearing.	
	Receipt of evidence from the Applicant, CEC Staff, and Intervenor Sarvey on the application for a small power plant exemption for the Great Oaks South Backup Generating Facility.	19
3.	Public Comment	
4.	Committee Closed Session Deliberations on the application for a small power plant exemption for the Great Oaks South Backup Generating Facility.	86
5.	Adjournment	86
Repo	orter's Certificate	87
Tran	scriber's Certificate	88

### EXHIBITS

IDENTIFICATION EVIDENCE WITHDRAWN

# Applicant

1-35 19 19

Staff

200-209 20 20

Intervenor

300-305 21 21

1 PROCEEDINGS

2 SEPTEMBER 21, 2021 10:00 a.m.

3 COMMISSIONER DOUGLAS: All right, this is

- 1 Commissioner Douglas. I think we are ready to proceed, so
- 2 it is 10:12 a.m. now and we are on the record. This is the
- 3 Evidentiary Hearing regarding application for a small power
- 4 plant exemption for the Great Oaks South Backup Generating
- 5 Facility.
- 6 The California Energy Commission has assigned a
- 7 committee of two commissioners to conduct these
- 8 proceedings. I'm Karen Douglas, the Presiding Member of
- 9 this Committee. We are all participating remotely today,
- 10 using Zoom and I would like to introduce some people in
- 11 attendance today. David Hochschild, Chair of the Energy
- 12 Commission and Associate Member for the Committee; Kourtney
- 13 Vaccaro and Eli Harland, my Advisors; Le-Quyen Nguyen,
- 14 Chair Hochschild's Advisor and Ralph Lee, one of the
- 15 assigned hearing officers for this case. I'd also like to
- 16 introduce Rosemary Avalos from the Public Advisor's Office.
- 17 And at this point I'd like to ask the parties to
- 18 please introduce themselves and their representatives
- 19 starting with the Applicant.
- MR. GALATI: Good morning, this is Scott Galati.
- 21 I represent SV1, LLC, which is owned by Equinix and we're
- 22 the Applicant in this process for the Great Oaks South Data
- 23 Center and Backup Generating Facility. I have several
- 24 members with us, Commissioner. It'd probably be better if
- 25 I introduce them as they testify. Would that be okay?

- 1 COMMISSIONER DOUGLAS: Yes.
- MR. GALATI: Thank you. That'd be great.
- 3 COMMISSIONER DOUGLAS: Thank you.
- 4 Let me turn now to staff.
- 5 MS. DECARLO: Good morning, Commissioner, Chair,
- 6 Hearing Officer Lee. Lisa DeCarlo, Energy Commission Staff
- 7 Attorney. With me today is Lisa Worrall, Energy Commission
- 8 Project Manager, along with various staff and the staff we
- 9 have identified as potential witnesses. And I will
- 10 identify them specifically as they testify.
- 11 COMMISSIONER DOUGLAS: Good. All right, thank
- 12 you very much.
- 13 And now, Intervenor Robert Sarvey.
- MR. SARVEY: Yes. This is Robert Sarvey on the
- 15 line with public, thank you.
- 16 COMMISSIONER DOUGLAS: Thank you very much.
- Now, I'd like to invite any public agencies or
- 18 representatives of Native American tribes or nations to
- 19 please speak up or raise your hand so that we can unmute
- 20 you. Once you are unmuted, if anyone is there please
- 21 introduce yourselves. (No audible response.)
- Is the Public Advisor aware of any public
- 23 agencies or Native American tribes or nations in
- 24 attendance?
- 25 HEARING OFFICER LEE: Commissioner Douglas, this

- 1 is Ralph Lee. I see one hand raised and the name is Adam
- 2 Peterson from the City of San Jose.
- 3 COMMISSIONER DOUGLAS: Great, could you unmute
- 4 him to allow him to introduce himself?
- 5 MR. PETERSON: Yes, hello. I'm not a tribal
- 6 representative, but I am Adam Peterson from the City of San
- 7 Jose, a contract environmental planner for this project.
- 8 COMMISSIONER DOUGLAS: Great, welcome. Thanks
- 9 for participating.
- 10 Do we have anyone else from the City of San Jose
- 11 or the Bay Area Air Quality Management District? Or any
- 12 other local, state, federal, tribal entities? (No audible
- 13 response.)
- 14 All right, I will now turn the proceeding over to
- 15 Ralph Lee.
- 16 HEARING OFFICER LEE: Thank you, and good morning
- 17 everyone. My name is Ralph Lee. I'm the Hearing Officer
- 18 with the California Energy Commission. My role is to
- 19 assist the Committee, including with the conduct of
- 20 Committee events like today's Evidentiary Hearing.
- 21 The Energy Commission has granted an online
- 22 docket associated with this proceeding: Docket number 20-
- 23 SPPE-01. The Committee filed a notice for the Prehearing
- 24 Conference, Evidentiary Hearing and related orders on June
- 25 24th, 2021.

- 1 At the Prehearing Conference the Committee
- 2 informed the parties that it would reschedule the
- 3 Evidentiary Hearing. The Committee published a revised
- 4 notice on September 10, 2021 rescheduling the Evidentiary
- 5 Hearing to today. Both the original notice and the revised
- 6 notice were filed in English, Spanish, and Vietnamese.
- 7 These notices and the other documents that I may refer to
- 8 today, as well as future documents related to this
- 9 proceeding are available online in the docket for this
- 10 proceeding.
- And before we begin the substance of today's
- 12 Evidentiary Hearing, I want to discuss some housekeeping
- 13 matters. Consistent with Governor Newsom's Executive Order
- 14 N-08-21, in order to continue to help California respond
- 15 to, recover from, and mitigate the impacts of the COVID-19
- 16 pandemic we are conducting this Evidentiary Hearing
- 17 remotely using Zoom.
- 18 We have set up this Zoom meeting, so that most
- 19 participants will not be able to mute or unmute themselves
- 20 to speak. Anyone who wants to speak will have an
- 21 opportunity to do so during the public comment period later
- 22 today. You may mute your phone by pressing \*6 and you
- 23 should still be able to hear the Evidentiary Hearing if you
- 24 do so.
- Today, we have a court reporter transcribing all

- 1 the statements made and the questions asked. Therefore, I
- 2 must ask that only one person speak at a time. If you wish
- 3 to be recognized, please use the "raise hand" feature. If
- 4 you are on your phone, please press \*9 to raise your hand.
- 5 If you've muted your phone by pressing \*6, please be sure
- 6 to unmute yourself by pressing \*6 again. The "raise hand"
- 7 feature creates a list of speakers based on the time when
- 8 your hand is raised. We will call you in that order.
- 9 I will summarize these directions before we start
- 10 the public comment period. Please identify yourself before
- 11 you speak. When you speak for the first time, please say
- 12 and spell your name slowly to identify yourself. That's
- 13 important for me and for the court reporter. If you do not
- 14 identify yourself either the court reporter or I may
- 15 interrupt you to ask that you would do so to ensure that we
- 16 have a complete and accurate record of today's Evidentiary
- 17 Hearing.
- 18 If you run into any technical difficulties,
- 19 please contact the Public Advisor's Office or Zoom's help
- 20 center. Contact information for both is listed on pages 3
- 21 and 4 of the original June 24th notice for today's
- 22 Evidentiary Hearing.
- 23 At this time let me ask if anybody has any
- 24 questions. You may raise your hand and on the phone that's
- 25 \*9. (No audible response.)

1	Seeina	none.	, the	primary	purpose	of	todav	' s

- 2 Evidentiary Hearing is to receive exhibits and testimony
- 3 from the parties. I'll start by providing an overview of
- 4 the Application and this proceeding. And after that, I'll
- 5 confirm the topics, which we are going to take testimony on
- 6 today.
- Next, I'll ask for any motions on exhibits, then
- 8 the Committee will call testimony on any disputed subject
- 9 areas. There will be an opportunity for public comment
- 10 towards the end of the meeting. And the Committee has also
- 11 given notice that it may hold a closed session. Following
- 12 closed session, we will adjourn.
- Now turning to a summary of the Application, on
- 14 March 19, 2020, SV1, LLC, the Applicant in this proceeding,
- 15 which is a wholly owned subsidiary of Equinix, LLC,
- 16 submitted the Application to obtain an exemption from the
- 17 Energy Commission's exclusive jurisdiction to license
- 18 thermal power plants with generating capacities of 50
- 19 megawatts or more of electricity. This exemption is known
- 20 as a Small Power Plant Exemption or an SPPE for short.
- 21 The Applicant seeks to construct and operate the
- 22 Great Oaks South Data Center, the Great Oaks South Backup
- 23 Generating Facility and related accessories, which are
- 24 collectively called the Project. The Project site is
- 25 located in the City of San Jose, California at 123, 127 and

- 1 131 Great Oaks Boulevard.
- The proposed Data Center would consist of three
- 3 two-story buildings totaling approximately 547,000 square
- 4 feet that would have computer servers in secure and
- 5 environmentally controlled structures.
- The Great Oaks South Backup Generating Facility
- 7 would ensure reliable backup power to the Data Center in
- 8 the event of loss of power from the local electric utility,
- 9 the Pacific Gas and Electric Company commonly known as
- 10 PG&E. Normally, backup generating facilities would operate
- 11 only for testing and maintenance. The Backup Generating
- 12 Facility would consist of 36 individual 3.25 megawatt
- 13 diesel-fired emergency backup generators, six of which
- 14 would be redundant and also three 0.5 megawatt life safety
- 15 emergency generators. All generators would be located
- 16 onsite. No electricity that is generated from the Backup
- 17 Generating Facility could be distributed offsite. The
- 18 Backup Generating Facility would generate up to 99
- 19 megawatts of power, which would be the maximum load of the
- 20 Data Center.
- 21 Under the Warren-Alquist State Energy Resources
- 22 Conservation and Development Act, commonly known as the
- 23 Warren-Alquist Act, specifically Public Resources Code
- 24 Section 25541, the Energy Commission may grant an SPPE only
- 25 when it makes three separate and distinct findings, which

- 1 are that the proposed power plant has a generating capacity
- 2 of no more than 100 megawatts; that no substantial adverse
- 3 impact on the environment will result from the construction
- 4 or operation of the power plant; and that no substantial
- 5 impact upon energy resources will result from the
- 6 construction or operation of the power plant; and that no
- 7 substantial adverse impact upon energy resources will
- 8 result from construction or operation of the power plant.
- 9 In addition to meeting these Warren-Alquist Act
- 10 requirements, the Energy Commission is also the lead agency
- 11 under the California Environmental Quality Act, known as
- 12 CEQA. The Energy Commission considers the whole of an
- 13 action. For this application, the whole of the action
- 14 means not just the Backup Generating Facility, but also the
- 15 entire Data Center complex that the Backup Generating
- 16 Facility would support. That includes other project
- 17 features such as landscaping. This whole of the action is
- 18 collectively called the Project, which once again includes
- 19 the Backup Generating Facility, the Data Center and other
- 20 project features.
- 21 Early in the proceeding on July 13th, 2020 the
- 22 Committee conducted a committee conference to review the
- 23 current status of the proceeding, and to address any
- 24 outstanding issues and to develop a schedule.
- 25 Thereafter, staff prepared a draft Environmental

- 1 Impact Report known as the draft EIR, which staff prepared
- 2 in furtherance of legal requirements and to aid in the
- 3 consideration of the Application under the Warren-Alquist
- 4 Act and CEQA. Staff published the draft EIR on May 21st,
- 5 2021. The draft EIR was subject to public review and
- 6 comment and ended on July 6, 2021. Comments were received
- 7 from the Bay Area Air Quality Management District, the
- 8 Project Applicant, the City of San Jose, Claire Warshaw and
- 9 entity called the Enchanted Rock. On July 28th, 2021 staff
- 10 filed a final EIR, which included responses to comments.
- 11 On August 18th, 2021 staff filed an Addendum to the final
- 12 EIR, which contained a mitigation monitoring or reporting
- 13 program and modified the proposed mitigation measure, MM
- 14 GHG-1.
- 15 That concludes my overview of the project,
- 16 application and of this proceeding.
- 17 As set forth in the original June 24th notice,
- 18 this Evidentiary Hearing is being conducted using a formal
- 19 hearing procedure modified to suit the remote nature of the
- 20 hearing. The Committee intends to share screens to display
- 21 documents such as exhibits. Also we ask, but do not
- 22 require that the parties and the witnesses share video of
- 23 themselves when they're presenting evidence and testifying.
- 24 But witnesses should not share video when you're not
- 25 testifying.

1	Regarding	direct	examination,	we	will	do	all

- 2 parties' opening and reply testimony as their direct
- 3 examination if admitted into evidence. There is no need to
- 4 discuss experts' resumes if we have them in writing and if
- 5 no party objects to the witness as an expert.
- 6 If witnesses testify who have not filed a written
- 7 testimony please have them identify themselves by their
- 8 name, title, and employer such as John Doe, Air Quality
- 9 Environmental Specialist, California Energy Commission. If
- 10 any party has an objection to a witness qualification,
- 11 please be prepared to state the objection and its basis.
- 12 Any objections will be decided today during the Evidentiary
- 13 Hearing, or taken under submission.
- 14 As set forth in the original June 24th notice
- 15 pages 6 through 8, you may only use a document that has
- 16 been previously identified as an exhibit when questioning a
- 17 witness. If you are going to ask questions about an
- 18 exhibit before you start, let me know so that I can have it
- 19 put on screen. When asking your questions, start by
- 20 identifying the document either by exhibit number and/or
- 21 its TN number and identify the specific page number you
- 22 will be referencing. Allow each party representative to
- 23 finish their question before making an objection. Allow
- 24 the witness to finish answering before moving on to the
- 25 next question.

- 1 And for the benefit of the court reporter and the
- 2 transcript please remind your witnesses who testify
- 3 themselves, to identify themselves each time they speak.
- 4 If testifying as a panel, remind your witness panel to
- 5 answer each question individually and not to talk over each
- 6 other or to talk over the person asking the questions.
- 7 At the conclusion of testimony, as we discussed
- 8 at the Prehearing Conference, we will allow the parties to
- 9 make a closing statement of up to two minutes starting with
- 10 staff, then Mr. Sarvey, and finally the Applicant.
- 11 At the Prehearing Conference we discussed that
- 12 the topics we will hear testimony on today are as follows:
- 13 air quality including cumulative impacts, GHG emissions,
- 14 and alternatives. Additionally, the Committee would like
- 15 to address the topic of noise.
- And next, I have a question for Mr. Sarvey if
- 17 he's ready. Mr. Sarvey?
- MR. SARVEY: Yes, I'm ready.
- 19 HEARING OFFICER LEE: Do you have a witness here
- 20 today from the Bay Area Air Quality Management District?
- 21 MR. SARVEY: I invited the Bay Area Air Quality
- 22 Management to come, but they didn't respond, so I hadn't
- 23 planned a witness. I know we've always had the Bay Area at
- 24 all hearings, all of the SPPE proceedings of the Data
- 25 Center, but for some reason the staff (indiscernible).

- 1 HEARING OFFICER LEE: Right. Yes, staff had made
- 2 a statement about that at the Prehearing Conference and I
- 3 believe the statement was that in Applications for
- 4 Certification as opposed to Small Power Plant Exemption
- 5 proceedings the Air District attends. That they may attend
- 6 voluntarily Small Power Plant Exemption proceedings, but
- 7 are not required to.
- 8 So with that, are there any topics that I didn't
- 9 list that the parties wish to address today? I have air
- 10 quality first, greenhouse gas emission, next alternatives
- 11 and finally the topic of the noise. Is there anything
- 12 else? (No audible response.) Okay, great.
- MR. SARVEY: This is Robert Sarvey, no. I don't
- 14 have any.
- 15 HEARING OFFICER LEE: No, and I'm not hearing
- 16 anybody, so I'll assume that's the testimony that we'll
- 17 hear today.
- 18 As a reminder, the general order of presentation
- 19 of questioning will be as follows: Applicant, then staff,
- 20 and then Mr. Sarvey. The Committee will consider allowing
- 21 further questions if you want to rebut something that was
- 22 raised for the first time after your witnesses have
- 23 testified.
- Ms. Lopez, would you please display the Exhibit
- 25 List?

- 1 At this time, I'm going to ask the parties
- 2 individually if they wish to move the exhibits into
- 3 evidence. On screen, we have the Exhibit List that has
- 4 been prepared by the Hearing Unit. It's the state of the
- 5 exhibits as of the last Exhibit List update filed in the
- 6 Docket. And it does reflect one compromise I believe. The
- 7 Applicant and staff both identify the same TN number as an
- 8 exhibit, and so I allotted that to the Applicant, because
- 9 the Applicant identified it first.
- 10 So what I have from this Exhibit List, and what
- 11 all the parties have the opportunity to see online and
- 12 anybody from the Project web page is that Applicant has
- 13 identified Exhibits 1 through 35.
- Mr. Galati, does the Applicant have a motion
- 15 regarding its exhibits?
- MR. GALATI: Yes, I move Exhibits 1 through 35
- 17 into the record.
- 18 HEARING OFFICER LEE: Okay. Does any party
- 19 object to admission of Exhibits 1 through 35? Ms. DeCarlo,
- 20 for staff?
- 21 MS. DECARLO: No objection from staff.
- 22 HEARING OFFICER LEE: And Mr. Sarvey, any
- 23 objection?
- MR. SARVEY: No objection.
- 25 HEARING OFFICER LEE: Okay, with that we admit

- 1 Applicant's Exhibits 1 through 35 into evidence.
- 2 (Applicant Exhibits 1 through 35 are
- 3 admitted.)
- 4 HEARING OFFICER LEE: Next, staff identified
- 5 Exhibits 200 through 209. And that excludes the one
- 6 document that I allotted to the Applicant, which I will
- 7 state for the record is Exhibit 34 that was just submitted,
- 8 TN-239752, the City of San Jose 2030 Greenhouse Gas
- 9 Reduction Strategy August 2020. So that leaves 200 through
- 10 209 for staff.
- 11 And, Ms. DeCarlo, do you have a motion regarding
- 12 your exhibits?
- MS. DECARLO: Yes, staff moves to move Exhibits
- 14 200 to 209 into the record.
- 15 HEARING OFFICER LEE: Does anybody object to the
- 16 admission of Exhibits 200 through 209? Mr. Galati for
- 17 Applicant?
- MR. GALATI: No objection.
- 19 HEARING OFFICER LEE: And Mr. Sarvey?
- MR. SARVEY: No objection.
- 21 HEARING OFFICER LEE: Okay, great. With that we
- 22 admit Applicant's [sic] Exhibits 200 through 209 into
- 23 evidence.
- 24 (Staff Exhibits 200 through 209 are
- 25 admitted.)

- 1 HEARING OFFICER LEE: And finally the Intervenor
- 2 Mr. Sarvey identified Exhibits 300 through 305. Mr.
- 3 Sarvey, do you a motion regarding your exhibits?
- 4 MR. SARVEY: Yeah, I'd like to move Exhibits 300
- 5 to 305 into the record, please.
- 6 HEARING OFFICER LEE: And does any party object
- 7 to admission of Exhibits 300 through 305?
- 8 MR. GALATI: Yes, Applicant objects to Exhibit
- 9 304 and 305 as they are not the project before the Energy
- 10 Commission. They both refer to a different Equinix project
- 11 that was built, approved, and operating.
- 12 HEARING OFFICER LEE: And just to be specific,
- 13 it's a different project. What would be the specific
- 14 objection?
- MR. GALATI: It's irrelevant.
- 16 HEARING OFFICER LEE: And staff, did you have any
- 17 response or objection?
- MS. DECARLO: Staff does not object.
- 19 HEARING OFFICER LEE: Mr. Sarvey, do you have any
- 20 response to that objection?
- 21 MR. SARVEY: Yeah, Exhibit 304 and 305 are just
- 22 reinforcements to my reply testimony that I refer to the
- 23 project and sensitive receptors that could be included in
- 24 the cumulative impacts.
- 25 HEARING OFFICER LEE: Yes. They do show the

- 1 location of sensitive receptors. Objection overruled.
- 2 Any further objections? (No audible response.)
- 3 Okay, hearing none I'll admit Mr. Sarvey's Exhibits 300
- 4 through 305 into evidence.
- 5 (Intervenor Exhibits 300 through 305 are
- 6 admitted.)
- 7 HEARING OFFICER LEE: And that concludes the
- 8 exhibits. Now we'll take testimony. As I mentioned, we'll
- 9 start with the topic of Air Quality.
- 10 And Mr. Galati, Applicant, will be going first in
- 11 presentation of evidence. And you said that you may want
- 12 to offer testimony on topics that were disputed by Mr.
- 13 Sarvey. Do you have any testimony to offer on the topic of
- 14 air quality?
- 15 MR. GALATI: Now, I do have a witness that Mr.
- 16 Sarvey asked to cross-examine and we probably should swear
- 17 that witness in. It's Michael J. Lisenbee.
- 18 HEARING OFFICER LEE: I'm fine with that.
- Mr. Sarvey, were you going to call on Applicant's
- witnesses?
- 21 MR. SARVEY: Yes. I had a few questions on
- 22 emergency operations.
- 23 HEARING OFFICER LEE: Okay. And that's fine, but
- 24 I think what I'd like to do is take that under Mr. Sarvey's
- 25 turn instead of the Applicant's turn. And I'll turn first

- 1 than to staff testimony.
- 2 MS. DECARLO: Thank you, Hearing Officer Lee. So
- 3 we are in a similar position to the Applicant. We have
- 4 witnesses available for Mr. Sarvey to testify -- or I'm
- 5 sorry -- to cross-examine. And they've prepared a short
- 6 summary of their response to Mr. Sarvey's previous
- 7 testimony to situate the issues should Mr. Sarvey wish to
- 8 cross-examine them.
- 9 HEARING OFFICER LEE: Understood, so let's move
- 10 on to Mr. Sarvey. And it seems like Mr. Sarvey has
- 11 testimony he'd like to offer, and not just on Applicant's
- 12 or staff's witnesses. He may have others. He may wish to
- 13 testify himself.
- MR. SARVEY: At this point I just have questions
- 15 to ask witnesses.
- 16 HEARING OFFICER LEE: Okay, well then let's start
- 17 with Applicant's witness.
- 18 And was that Mr. Lisenbee?
- MR. GALATI: Yes, Mr. Lisenbee was identified
- 20 specifically in the Prehearing Conference statement, Mr.
- 21 Sarvey, to talk about emergency operations.
- 22 HEARING OFFICER LEE: Okay, great. I call Mr.
- 23 Lisenbee to the stand.
- MR. LISENBEE: Good morning, Commissioner or
- 25 Hearing Officer Lee.

- 1 HEARING OFFICER LEE: Good morning. Can you
- 2 please state and spell your name for the record.
- MR. LISENBEE: Yes, my name is Michael Lisenbee,
- 4 M-I-C-H-A-E-L L-I-S-E-N-B-E-E.
- 5 HEARING OFFICER LEE: And thank you. Now I'll
- 6 administer the oath.
- 7 (Michael Lisenbee was sworn.)
- 8 HEARING OFFICER LEE: Okay, great.
- 9 Mr. Sarvey, you may proceed.
- 10 MR. SARVEY: My questions for this topic are
- 11 centered on Exhibit 19.
- 12 HEARING OFFICER LEE: Excuse me. Did you say
- 13 Exhibit 19?
- MR. SARVEY: Exhibit 19, yes.
- 15 HEARING OFFICER LEE: Okay, and what page?
- MR. SARVEY: The first question is about the
- 17 overall exhibit and the next question is about page 3.
- 18 So in Exhibit 19 the Applicant's Supplemental
- 19 Response to Data Request 62, the Applicant provides
- 20 generator runtime in existing Equinix data centers in San
- 21 Jose due to utility outages.
- Those data centers are SV1, 5 and 10, which are
- 23 located about 2,000 feet from the Project. What other
- 24 reasons did the generators run in emergency mode outside of
- 25 utility outages during that 4.7-year period?

- 1 MR. GALATI: I have to object at this point, Mr.
- 2 Lee. Mr. Lisenbee is not the correct witness. He's not an
- 3 Equinix employee. We were unsure why he identified Mr.
- 4 Lisenbee.
- I do have other witnesses that can address the
- 6 outages that were provided in Data Request 62. I would ask
- 7 Mr. David Smith to be sworn. Mr. Lisenbee doesn't be
- 8 doesn't have that information.
- 9 HEARING OFFICER LEE: Is that agreeable Mr.
- 10 Sarvey?
- MR. SARVEY: Oh yes, thank you.
- 12 HEARING OFFICER LEE: Then I call Mr. Smith to
- 13 the stand.
- MR. SMITH: Hello, Hearing Officer Lee. My name
- 15 is David Smith.
- 16 HEARING OFFICER LEE: Hi, good morning.
- 17 MR. SMITH: Good morning. D-A-V-I-D S-M-I-T-H.
- 18 I am Design Director with Equinix.
- 19 HEARING OFFICER LEE: Great, let me swear you in.
- 20 (David Smith was sworn.)
- 21 HEARING OFFICER LEE: Okay. Mr. Sarvey, you may
- 22 proceed.
- MR. SARVEY: Would you like me to repeat the
- 24 question, Mr. Smith?
- MR. SMITH: Yes, please.

# 24

- 1 MR. SARVEY: Okay, in Exhibit 19 the Applicant's
- 2 Supplemental Response to Data Request 62, the Applicant
- 3 provides generator runtime in existing Equinix data
- 4 centers. What other reasons did generators run in
- 5 emergency mode outside of utility outages at SV1, 5 and 10
- 6 during the 4.7-year period?
- 7 MR. SMITH: None that I'm aware.
- 8 MR. SARVEY: Thank you. In Exhibit 19, page 3
- 9 you list an outage on May 8, 2020, SV5. That outage does
- 10 not appear in BAAQMD's outage data submitted in Exhibit
- 11 302. Did Equinix Data Center participate in BAAQMD's
- 12 emergency outage reporting.
- MR. SMITH: I do not know the answer to that
- 14 question. I'll have to go back and speak with my
- 15 operations teams.
- MR. SARVEY: Okay. The next question is the
- 17 same, so it's probably going to be the same answer. So SV5
- 18 would be one of the 20 data centers in BAAOMD's
- 19 jurisdiction that do not report to BAAQMD, but still
- 20 experience outages not related to any electrical emergency
- 21 or ESP event in May of 2020; is that correct.
- MR. SMITH: I'm sorry, say that again, please.
- 23 MR. SARVEY: So SV5 would be one of the 20 data
- 24 centers in BAAQMD's jurisdiction that do not report to
- 25 BAAQMD, but still experience outages not related to any

- 1 electrical emergency or ESP event in May of 2020; is that
- 2 correct?
- 3 MR. SMITH: I can't confirm that. I don't know
- 4 whether or not other data centers are reported to BAAQMD.
- 5 MR. SARVEY: I'm asking whether you guys report
- 6 it to BAAQMD, not other data centers.
- 7 MR. SMITH: You mention 20 other data centers.
- 8 I'm not aware, as I said I do not do the reporting to
- 9 BAAQMD. I collected the information from our operations
- 10 teams.
- MR. SARVEY: But can you answer that question?
- MR. SMITH: I cannot.
- MR. SARVEY: Okay, thank you.
- I have other air quality questions for the
- 15 Applicant. Should we move to staff questions on emergency
- 16 modeling or should we continue with the other air quality
- 17 questions for the Applicant?
- 18 MR. SARVEY: I have a few questions for the
- 19 Applicant on their Cumulative Impact Analysis. And I want
- 20 to start with Exhibit 5, page 18 of 464, Table 26-1.
- 21 (Exhibit is put onscreen.)
- 22
- 23 In Exhibit 5, page 18 of 464, Table 26-1 has an
- 24 asterisk in the footnote that states that initial risk of
- 25 24.49 was refined using BAAQMD distance tool, but I see no

- 1 asterisk in that table. What facility does that asterisk
- 2 pertain to?
- 3 MR. GALATI: Mr. Lee, this is Scott Galati. This
- 4 is one of the problems when the Prehearing Conference did
- 5 not identify air quality modeling for us. I have a person
- 6 available who has not filed testimony in this proceeding
- 7 that could probably answer that question. None of the
- 8 witnesses that I listed are available for that, could do
- 9 that. Mr. Lisenbee and Mr. Smith did not prepare that
- 10 portion of the document.
- 11 HEARING OFFICER LEE: And who would that be, Mr.
- 12 Galati?
- MR. GALATI: It's Gregory Darvon who is currently
- 14 I think participating as an attendee.
- 15 HEARING OFFICER LEE: Mr. Sarvey, would you like
- 16 to a question, Mr. Darvon?
- MR. SARVEY: Certainly.
- 18 HEARING OFFICER LEE: Okay, then then I'll call
- 19 to the stand Gregory Darvon.
- MR. GALATI: He probably needs to be promoted to
- 21 a panelist.
- HEARING OFFICER LEE: Okay. Mr. Darvin, if you
- 23 there can you raise your hand, so we can we can find you?
- 24 There we go. And just let me know when you can speak.
- MR. GALATI: And Mr. Lee, may I have just a

- 1 moment to be able to send this exhibit to Mr. Darvin? It's
- 2 kind of hard to see on the screen and the context of it.
- 3 HEARING OFFICER LEE: Yes, that's fine. How long
- 4 do you need?
- MR. GALATI: Just a few minutes, it is -- what
- 6 exhibit was it?
- 7 MR. SARVEY: Exhibit 5, Page 18 of 464, Table 26-
- 8 1.
- 9 MR. GALATI: Yeah. Mr. Darvin, I just sent it to
- 10 you when you get a chance to review. I know all that's
- 11 showing on the screen is this particular table, but when
- 12 you get a chance to review what you need to review above it
- 13 and below it to put it in context, please let us know when
- 14 you're ready to answer the question.
- MR. DARVIN: Scott, this is Greg Darvin. It's
- 16 going to take me a few minutes to dig up some of the
- 17 background data that went into generating that table.
- 18 HEARING OFFICER LEE: Okay, Mr. Darvin, we will
- 19 give you the time that you need to review the exhibit. But
- 20 before I forget, can you please state and spell your name
- 21 for the record and let me swear you in?
- MR. DARVIN: Yes, my name is Greg Darvin, that's
- G-R-E-G D-A-R-V-I-N.
- 24 (Greg Darvin was sworn.)
- 25 HEARING OFFICER LEE: Yes, thank you and take

- 1 your time, Mr. Darvin.
- 2 MR. DARVIN: I'm going to hit the mute button, so
- 3 you don't hear me typing in the background.
- 4 (Pause while Mr. Darvin reviews Exhibit 5.)
- 5 MR. DARVIN: This is Greg Darvin. It's going to
- 6 take me a bit longer. I've got to dig up the individual
- 7 risk numbers to find out where that missing asterisk would
- 8 be assigned. So I don't know if you want to continue to
- 9 wait for me, but it's going to take a few, but I can dig it
- 10 up. I just need some time to do that. Would it be easier
- 11 if I came back and respond to this once I can determine
- 12 which source it applied to?
- HEARING OFFICER LEE: Yes, that's fine.
- Mr. Sarvey, did you have any other questions for
- 15 Mr. Smith or Mr. Lisenbee while we wait?
- MR. SARVEY: I had a couple more questions for
- 17 Mr. Darvin that he might be able to answer it.
- 18 HEARING OFFICER LEE: For Mr. Darvin, okay.
- MR. DARVIN: I can try, Bob, go ahead.
- MR. SARVEY: Table 26-1 one does not include the
- 21 China Mobile Data Center or any track emissions from
- 22 streets and highways; is that correct.
- 23 MR. DARVIN: In that table, no. If we didn't
- 24 include the roads or additional freeways they were beyond
- 25 the distances required for the analysis.

- 1 MR. SARVEY: Thank you, Mr. Darvin. That was the
- 2 only other question.
- 3 HEARING OFFICER LEE: Well, I think it might
- 4 cause more confusion than help if we leave to staff
- 5 witnesses, and then try and come back to Mr. Darvin. So
- 6 let's go ahead and Commissioner Douglas and Commissioner
- 7 Hochschild, would you object if we just let everybody free
- 8 for five minutes?
- 9 COMMISSIONER DOUGLAS: Yes, Hearing Officer Lee,
- 10 I think that sounds fine. Why don't you check that 5
- 11 minutes is the right amount of time, because we could also
- 12 give them 15 minutes or whatever seems reasonable.
- MR. DARVIN: I would prefer that. It's just this
- 14 is going to take a bit. The data is a year old. I just
- 15 have to go back to the individual risk numbers and find the
- 16 missing data points, so it might take a bit longer than 15.
- 17 HEARING OFFICER LEE: Longer than 15?
- 18 MR. DARVIN: Possibly, it's just I just have to
- 19 go through and I've archived some of the older risk runs,
- 20 so I just have to plop in the hard drive and download the
- 21 data again and then go through it so.
- 22 HEARING OFFICER LEE: I see.
- MR. DARVIN: I could prepare a written response
- 24 if that's --
- MR. SARVEY: Yeah, he could provide a written

- 1 response, that would be acceptable, after the hearing. We
- 2 don't need to take up all this hearing time on just one
- 3 question.
- 4 HEARING OFFICER LEE: Well, hold on. I don't
- 5 want to leave the record open if that's not necessary. I'd
- 6 prefer to have it dealt with during the testimony. So
- 7 let's just --
- 8 MR. SARVEY: Mr. Lee?
- 9 HEARING OFFICER LEE: Yes?
- 10 MR. SARVEY: Let me just withdraw the question.
- 11 I'll just withdraw the question. It's not critical and I
- 12 already have the information that I -- thank you.
- 13 HEARING OFFICER LEE: Okay, well that works too.
- Okay, so with that I release I think Mr. Lisenbee
- 15 and Mr. Smith and Mr. Darvin. You're released from the
- 16 stand for now, but you will remain sworn in for the
- 17 remainder of this hearing.
- 18 Okay, and that would bring us to staff's
- 19 witnesses. Mr. Sarvey, you mentioned you had some
- 20 questions for staff's witnesses?
- 21 MR. SARVEY: Yeah, I have a few questions
- 22 starting with Exhibit 200, page 519 of 580.
- 23 HEARING OFFICER LEE: Thank you, hold on.
- Ms. DeCarlo, would that be --
- MS. DECARLO: If it's solely on the issue of air

- 1 quality, not leading into greenhouse gas emissions, then
- 2 that would just be Dr. Wenjun Quian and Joseph Hughes would
- 3 be our two witnesses for air quality.
- 4 HEARING OFFICER LEE: Okay, thank you, yes. I
- 5 would prefer to take greenhouse gas separately, if we have
- 6 any questions there. And so this would be this would be
- 7 air quality questions for Dr. Quian and Mr. Hughes.
- 8 MS. DECARLO: And Dr. Quian has a brief summary of
- 9 her testimony to lead into the cross-examination questions
- 10 if that's acceptable.
- 11 HEARING OFFICER LEE: Well out, I would prefer
- 12 them to -- well, is that acceptable Mr. Sarvey?
- MR. SARVEY: Yes, Mr. Lee.
- 14 HEARING OFFICER LEE: Okay, that would be fine.
- 15 So I call to the stand Dr. Quian and Mr. Hughes. Let me
- 16 know when you're there, please.
- MR. HUGHES: Hi, Joseph Hughes is here. I think
- 18 Wenjun Qian is joining.
- 19 HEARING OFFICER LEE: And it could be that you're
- 20 not promoted. If you need to be promoted, please use the
- 21 raise hand feature.
- DR. QIAN: Can you hear me?
- 23 HEARING OFFICER LEE: Yes, I can. Thank you.
- 24 And Dr. Qian, can you please state and spell your
- 25 name for the record?

- DR. QIAN: This is Wenjun Qian, W-E-N-J-U-N Q-I-
- $2 \quad A-N$ .
- 3 HEARING OFFICER LEE: Thank you.
- 4 And Mr. Hughes, would you please state and spell
- 5 your name for the record?
- 6 MR. HUGHES: Yeah, Joseph Hughes, J-O-S-E-P-H,
- 7 Hughes, H-U-G-H-E-S.
- 8 HEARING OFFICER LEE: Okay, and let me swear you
- 9 in together. I'll ask you each if you agree, after.
- 10 (Wenjun Qian and Joseph Hughes are sworn.)
- 11 HEARING OFFICER LEE: Okay. And well let's hear
- 12 -- I'll let you decide who goes first with your preliminary
- 13 statement summary.
- DR. QIAN: So I will go ahead with is my opening
- 15 statement.
- 16 HEARING OFFICER LEE: Please.
- 17 DR. QIAN: Yeah, my name is Wenjun Qian. My
- 18 areas of expertise include air quality, air dispersion
- 19 modeling and health risks modeling. I prepared the Air
- 20 Quality Section, including public health emergency
- 21 operation in Appendix B and Appendix C of the final EIR,
- 22 exhibit 200, and to the air quality part of the responses
- 23 to Committee questions in Exhibit 204. And the air quality
- 24 part of the responses to Mr. Sarvey's required testimony in
- 25 Exhibit 205, which represents my written testimony, my

- 1 declaration, and the qualifications that were previously
- 2 filed in this proceeding.
- In my written testimony covering air quality and
- 4 public health impacts I concluded after an independent
- 5 analysis that the Project would not have any significant
- 6 cumulative impacts with mitigation incorporated in the
- 7 areas of air quality and public health.
- 8 My detailed responses to Intervenor Sarvey's
- 9 reply testimony is on pages 2 to 4 in Exhibit 205. I would
- 10 like to focus your attention on two issues addressed in my
- 11 response to Mr. Sarvey's required testimony as well as the
- 12 cumulative air quality impacts from the Santa Teresa
- 13 Substation.
- 14 The first issue is about emergency operations
- 15 modeling. Staff discussed the issue in detail in Section
- 16 4.3 Air Quality of the final EIR. And specifically
- 17 addressed the request for modeling of emergency operations
- 18 from the Bay Area Air Quality Management District, BAAQMD
- 19 comment B-4 in Section 7 of the final EIR.
- 20 Staff consulted with BAAQMD and other air
- 21 districts and concluded that emergency operations are
- 22 typically not evaluated during facility permitting and air
- 23 districts do not normally conduct an air quality assessment
- 24 of such impacts. That BAAQMD does not currently model
- 25 emissions of equipment during emergencies.

1	Staff	followed	t.he	example	analvs	is done	e bi	, the
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- 2 BAAQMD permitting staff and the BAAQMD CEQA guidelines to
- 3 do the final EIR of the Project. Staff assessed the
- 4 likelihood of emergency events, but finds that assessing
- 5 the air quality impacts of emergency operations would
- 6 require a host of unvalidated, unverifiable, and
- 7 speculative assumptions about when, and under what
- 8 circumstances, such a hypothetical emergency would occur.
- 9 Such a speculative analysis is not required under CEQA, and
- 10 most importantly would not provide meaningful information
- 11 by which to determine Project impacts.
- 12 Appendix B of the final EIR also provides a
- 13 detailed analysis of the "nontesting/non-maintenance"
- 14 engine operations data provided by the BAAQMD. The BAAQMD
- 15 review confirms that these types of events remain
- 16 infrequent, irregular and unlikely. And the resulting
- 17 emissions are not easily predictable or quantifiable and
- 18 cannot be modeled in an informative or meaningful way.
- 19 Nothing in the Intervenor's estimate contradicts this key
- 20 conclusion.
- 21 In addition, there's no clear significance
- 22 thresholds to apply to emergency operations and no agency
- 23 has -- can you hear me clearly?
- MR. SARVEY: I didn't hear much of it, but I read
- 25 your testimony so I don't need to hear anymore.

1 DR. Q	QIAN: Oh,	sorry.
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- 2 HEARING OFFICER LEE: Yeah, I can hear you. This
- 3 is Hearing Officer Ralph Lee, but it is going up and down
- 4 and that's a little bit distracting.
- 5 DR. QIAN: Let me try this. Can you hear me now?
- 6 HEARING OFFICER LEE: Yes, I can.
- 7 DR. QIAN: Can you hear me now?
- 8 HEARING OFFICER LEE: Yes.
- 9 DR. OIAN: In addition there's no clear
- 10 significance thresholds to apply to emergency operations.
- 11 And no agency has adopted these thresholds for use in
- 12 evaluating emergency situations. Staff continues to
- 13 believe that the best indicator that this project will not
- 14 result in significant adverse impact to air quality from
- 15 emergency operations is the continued infrequency of such
- 16 events and the fact that in the rare instances when they do
- 17 occur they are of limited duration.
- 18 Staff also knows that this project is consistent
- 19 with a joint recommendation letter from the California Air
- 20 Resources Board and BAAQMD that emphasizes the use of Tier
- 21 4 engines as a way to minimize impacts especially during
- 22 emergency operations.
- 23 And the second issue is about cumulative impacts
- 24 from Great Oaks Mixed Use Project. As explained in staff's
- 25 response to Intervenor Sarvey's reply testimony in Exhibit

- 1 205, the Equinix data centers SV10 and SV11 in the Great
- 2 Oaks Mixed Use Project were not included in staff's
- 3 cumulative health risk assessment, because they are outside
- 4 the Project's 1,000 foot radius recommended in BAAQMD CEQA
- 5 guidelines. However, the residential areas from the Great
- 6 Oaks Mixed Use Project were included in staff's modeling
- 7 domain for air quality and public health impacts analysis.
- 8 But the Project impacts at these residential areas were not
- 9 explicitly discussed, because they would be lower than the
- 10 worst-case ambient air quality impacts and health impacts
- 11 at maximally exposed individual receptors presented in the
- 12 final EIR.
- 13 And the third issue is about the cumulative
- 14 impacts from the Santa Teresa substation and the final EIR
- 15 provides a discussion of cumulative impacts to air quality
- 16 in Checklist Item B. And describes the Project's emissions
- 17 compared with the BAAQMD's thresholds of significance. The
- 18 BAAQMD thresholds of significance represent the levels at
- 19 which the BAAQMD has determined that a project's individual
- 20 emissions of criteria air pollutants or precursors would
- 21 result in a cumulative considerable contribution to the San
- 22 Francisco Bay Area Air Basin's existing air quality
- 23 conditions.
- 24 The final EIR shows that the project will not
- 25 exceed any applicable BAAQMD thresholds of significance

- 1 with mitigation incorporated. Therefore, staff concludes
- 2 that the Project would not result in a cumulatively
- 3 significant impact with mitigation incorporated.
- 4 The City's 2016 analysis evaluated the emissions
- 5 and the health impacts from the construction of the Santa
- 6 Teresa Substation, which were estimated to be far less than
- 7 the BAAQMD significance thresholds. The Santa Teresa
- 8 Substation would also be more than 2,000 feet away from the
- 9 proposed Data Center site.
- 10 In addition, staff does not expect there would be
- 11 any overlap between the construction of the Substation and
- 12 the Data Center as the construction of the Substation is
- 13 anticipated to conclude at the end of 2021, according to
- 14 PG&E staff. Therefore, the cumulative impacts from the
- 15 Santa Teresa Substation were not discussed in the final
- 16 EIR.
- 17 This concludes my opening statement.
- 18 HEARING OFFICER LEE: Yeah, thank you.
- 19 And Mr. Hughes, did you have an opening
- 20 statement?
- MR. HUGHES: I actually do not. I don't have any
- 22 written testimony in the record. I'm supporting staff as
- 23 the Supervisor of the Unit and am just here to answer any
- 24 questions that might come my way as well.
- 25 HEARING OFFICER LEE: Okay, thank you.

- 1 HEARING OFFICER LEE: Okay, Mr. Sarvey, you may
- 2 proceed with your questions.
- 3 MR. SARVEY: Okay. Both the Bay Area Air Quality
- 4 Management and the Air Resources Board have indicated in
- 5 this proceeding that staff should model emergency
- 6 operations. Is that your understanding?
- 7 DR. QIAN: Sorry, I didn't -- I wasn't able to
- 8 hear anything previously. Can you repeat the question?
- 9 MR. SARVEY: Okay, I'll repeat it. Both the Bay
- $10\,$  Area Air Quality Management District and the Air Resources
- 11 Board have told staff in this proceeding that emergency
- 12 operations should be modeled; is that correct?
- DR. QIAN: Not the California Area Resources
- 14 Board, but the BAAQMD.
- MR. SARVEY: Okay. So if staff modeled emergency
- 16 operations and the results demonstrated an ambient air
- 17 quality standard exceedance at a sensitive receptor, would
- 18 that not be a significant impact and a threshold of
- 19 significance?
- DR. QIAN: Staff has not modeled the emergency
- 21 operation for this project. And no agency has determined
- 22 significant threshold for emergency operation.
- 23 MR. SARVEY: That doesn't quite answer my
- 24 question and I'll be repeating it again. If staff models
- 25 emergency operations and also demonstrated an ambient air

- 1 quality entered exceeds at a sensitive receptor, would that
- 2 not be a significant impact and a threshold of significant?
- MR. HUGHES: This is Joseph Hughes. I don't know
- 4 if we know the answer to that, because that's you don't
- 5 generally model emergency operations. There's no guidance
- 6 from ARB or BAAQMD or any other agencies.
- 7 We actually had meetings with senior modelers
- 8 from other air districts like San Joaquin Valley, modelers
- 9 from ARB were on the call. And we discussed this topic as
- 10 part of the Sequoia proceeding to figure out if there was a
- 11 way to do it. And all of the modelers advised us that
- 12 there wasn't guidance and that there's not a significant
- 13 threshold. So I don't know.
- I know some number of years ago BAAQMD tried to
- 15 take on that effort for a particular case to come up with a
- 16 result and then do a joint probability analysis of whether
- 17 that exceedance would occur during the time of an outage.
- 18 But there was no significant threshold. Say they came up
- 19 with the 1 in 10 million number. That that was what it
- 20 was, but they didn't know if it was significant or not, so
- 21 they've gotten away from that approach. And since then
- 22 they don't model emergency operations.
- We consulted with the permit engineers at BAAQMD
- 24 on these cases to get an idea of their approach. And we
- 25 followed the same format that they use for recent projects

- 1 on the data center projects that they analyze. And we did
- 2 a consistent with their approach and we did a consistent
- 3 with their guidance. So yeah, I don't think we can attest
- 4 to the significance of a result during emergencies.
- MR. SARVEY: Mr. Hughes, would that be the Santa
- 6 Clara Data Center you're referring to?
- 7 MR. HUGHES: It might be. Wenjun might know
- 8 better than me, I think it was back in like 2010.
- 9 DR. OIAN: Yes.
- 10 MR. SARVEY: And when BAAQMD did that modeling
- 11 they were at that time the CEQA lead agency, not the
- 12 responsible agency; is that correct?
- MR. HUGHES: I don't know. The point I was
- 14 trying to make is that they don't do that anymore. They
- 15 realized that the results were insignificant and somewhat
- 16 meaningless and so now they don't take that approach
- 17 After we consulted them on that then they advised
- 18 that that type of modeling isn't done.
- MR. SARVEY: And BAAQMD is the responsible agency
- 20 in this proceeding, correct? They're not the CEQA lead,
- 21 correct?
- MR. HUGHES: I'm sorry, I don't know. Can you
- 23 rephrase the question, or maybe that's more of a legal-
- MR. SARVEY: Yes, BAAQMD in this proceeding is
- 25 not the CEQA lead, the Energy Commission is, correct?

- 1 MR. HUGHES: Yeah, correct. I mean, it's exempt
- 2 from our proceeding, but yeah we do that level of
- 3 evaluation.
- 4 MR. SARVEY: And BAAQMD has asked you in this
- 5 proceeding, maybe more than once, to model emergency
- 6 operations; is that correct?
- 7 MR. HUGHES: I don't know if that's correct.
- 8 We've gotten comment letters from other offices in BAAQMD
- 9 that suggests that we look at that type of work, but when
- 10 we work with the permit engineers that permit these
- 11 facilities they aren't suggesting that same type of work.
- 12 So I don't know it, so it depends on who you're talking to.
- And I don't know if there's been a formal request
- 14 from BAAQMD saying that this needs to be done or have they
- 15 provided us any guidance on how it should be done and what
- 16 the threshold of significant should be. So no, I don't
- 17 think that we've been asked by them to do that.
- 18 MR. SARVEY: Okay, thank you. Exhibit 200, page
- 19 19 of 580. (Pause while Exhibit 200 is put on screen.)
- 20 Okay, on page 19 of 580 the testimony states that staff at
- 21 BAAQMD gathered information from 45 data center facilities
- 22 under its jurisdiction. And the attachment to BAAQMD
- 23 scoping comments listed 20 facilities that reported some
- 24 level of non-testing/non-maintenance diesel engine use in a
- 25 13-month period. Of 20 of the 45 facilities experienced

- 1 outages, the chance of an outage in the Bay Area Data
- 2 Center due to all causes over 13 months would be 20 over 45
- 3 or 44 percent.
- 4 Does CEC staff agree with that, or do they have a
- 5 different opinion?
- 6 MR. HUGHES: Over that particular 13 months?
- 7 MR. SARVEY: Over that 13-month period 20 to 45
- 8 facilities experience outages, so the chance of an outage
- 9 at any of those facilities would be 20 over 45 or 44
- 10 percent. Do you disagree with that or agree with that?
- DR. QIAN: The total facilities under BAAQMD
- 12 jurisdiction is 66 and the BAAQMD data only collected 45 of
- 13 them. And 20 of them responded with some level of non-
- 14 testing and non-attendance use?
- MR. SARVEY: Okay, so 20 out of 45 responded, had
- 16 emergency operations so it's 44 percent of those that
- 17 responded had emergency operations during that 13-month
- 18 period; is that correct?
- 19 DR. QIAN: You can interpret like that, yes.
- MR. SARVEY: Okay, thank you. So according to
- 21 your testimony on page 521 and 522, it states engine hours
- 22 of runtime outside of extreme events was spread across 10
- 23 data centers out of 45 data centers, covered by BAAQMD's
- 24 review. So if we consider only the data center emergency
- 25 operations outside of the electrical emergencies, the

- 1 chance of any of the 45 data centers operating in emergency
- 2 mode is 10 over 45 or 22 percent over a 13-month period.
- 3 Would you agree with that or disagree?
- 4 DR. QIAN: Where are you reading that?
- 5 MR. SARVEY: Exhibit -- that's page 521 and 522.
- 6 DR. QIAN: And did do you do your own
- 7 calculation?
- 8 MR. SARVEY: Well, no they're actually your
- 9 numbers. And I'm saying that 10 out of the 45 data centers
- 10 had emergency operations outside of electrical emergencies
- 11 and that's 22 percent of the data centers reported
- 12 emergency operations for a 13-month period outside of
- 13 electrical emergencies. And I was asking if you agreed or
- 14 disagreed.
- 15 DR. QIAN: I cannot find -- let me look. Yeah,
- 16 so we said the 473.7 engine hours of runtime outside of
- 17 extreme events was spread across 10 data centers out of the
- 18 45 data centers, yes.
- 19 MR. SARVEY: Yeah, I understand that. I was
- 20 asking a different question, but I'll move on
- 21 (indiscernible) apparent that's true.
- Page 524 of 580, testimony states in addition,
- 23 the Applicant provided data showing the generator runtime
- 24 of nearby existing Equinix data centers SV1, SV5 and SV10
- 25 due to utility outages from 2016 to September 2020,

- 1 approximately 4.7 years. Did the Applicant provide you any
- 2 data showing generator runtime that was not from a utility
- 3 outage?
- 4 DR. QIAN: I think we've heard the testimony
- 5 provided by the Applicant they didn't see any operation
- 6 outside the scope that were provided in the data responses.
- 7 MR. SARVEY: In your testimony on page 541 of
- 8 580, concerning the reliability of PG&E it states Equinix,
- 9 beginning from 2016 up until a few months ago, there have
- 10 been a total of four hours of backup generator runtime or
- 11 unplanned outages at three data centers: SV1, 5 and 10.
- 12 If you had for outages over 4.7 years at three
- 13 data centers, it's an 85 percent chance a year that one of
- 14 these three data centers would experience an outage from
- 15 just power loss. Do you consider an 85 percent chance of
- 16 emergency operations at the Great Oaks South three data
- 17 centers to infrequent or improbable?
- 18 DR. QIAN: Sorry, I don't think I wrote to that
- 19 section. I think it was kind of like in the preliminary
- 20 response from the Applicant. A total of four unplanned
- 21 outages, I think it's not a total of four hours, it should
- 22 be two hours of the four instances.
- 23 MR. SARVEY: Okay. Exhibit 205, page 2, their
- 24 testimony states the overall number of hours of operation
- 25 for the less than half of the facilities in BAAQMD's review

45

- 1 that did run was .07 percent of the available time. .07
- 2 percent of the available time is 6.65 hours; is that
- 3 correct?
- 4 DR. QIAN: I have to go back to my calculation to
- 5 confirm that number.
- 6 MR. HUGHES: Yeah, if I recall I thought that was
- 7 a capacity factor, based on actual runtime compared to
- 8 available runtime over that 13-month period. And I mean
- 9 it's explained in detail in the Appendix.
- 10 DR. QIAN: Yes.
- 11 MR. SARVEY: No, I'm asking you what .07 percent
- 12 of the available time means, how many hours is that?
- 13 That's what I'm asking.
- MR. HUGHES: Let's go back to that Appendix. We
- 15 can see, I think it was 13 months, so it was like 9,504
- 16 hours.
- MR. SARVEY: Right.
- 18 MR. HUGHES: And then the engines, all engines,
- 19 there were 288 engines that ran. And they ran for a total
- 20 combined 1,877 hours. So yeah, I mean it's explained in
- 21 detail. I mean I don't want to conflate any of the
- 22 statistics up here like arguing about it on the stands.
- MR. SARVEY: No. I'm just trying to understand,
- 24 you're saying that there's an average amount of time,
- 25 available time that these facilities ran. And I computed

- 1 in 6.65 hours and I'm just asking you if that's correct.
- 2 MR. HUGHES: Yeah, well the available time was
- 3 over the 13 months, which is where the 9,504 hours, that it
- 4 would have been available to run.
- 5 MR. SARVEY: So if you multiply 9,504 times .07
- 6 percent that's 6.65 hours; is that correct?
- 7 MR. HUGHES: I don't know. I don't have a
- 8 calculator in front of me, and like Wenjun said we're
- 9 probably not prepared to do calculations on the stand. We
- 10 can go back and see where the calculations were done.
- 11 MR. SARVEY: One simple question, trying to
- 12 figure out what your figures mean, they don't make any
- 13 sense to me.
- DR. QIAN: So we used the whole data set from the
- 15 BAAQMD and came up with a probability of emergency
- 16 operation. It takes into -- like the emergency operation
- 17 for a total of 1,877 engine hours divided by the number of
- 18 engines.
- MR. SARVEY: Yes, I understand how you did it.
- 20 I'm just trying to figure out what the duration of the time
- 21 was. And by my calculations it's 6.65 hours, but if you
- 22 don't have a calculator we can verify that later.
- 23 Let's see next would be Exhibit 200, page 21 of
- 24 580. (Pause to put document on the screen.)
- MS. LOPEZ: Can you repeat the page number,

- 1 please?
- 2 MR. SARVEY: 21 of 580, no that's not -- that's
- 3 not the page. Strike that question, that's fine.
- In staff's testimony it states on August 16, 2020
- 5 Governor Newsom declared a State of Emergency, because of
- 6 the extreme heat wave in California and surrounding Western
- 7 states. Thus the data set provided by BAAQMD is not
- 8 necessarily representative of an average 13-month period
- 9 from which one could extrapolate average backup facility
- 10 use in the future.
- On June 17, 2021 Governor Newsom declared another
- 12 emergency due to extreme heat. Does that change your
- 13 testimony in any way?
- DR. QIAN: I think that this year is much better
- 15 than last year and we haven't seen any -- much operation of
- 16 the diesel engines like what was operated last year. So
- 17 last year is still an extreme year and does not represent a
- 18 normal year.
- MR. SARVEY: So you don't believe that conditions
- 20 are worsening due to climate change?
- 21 DR. QIAN: Well, it's speculative to expect the
- 22 same thing would be would happen in the future.
- MR. SARVEY: That's all the questions I have for
- 24 emergency operations. I have a couple for cumulative
- 25 impacts. Do we want to take those now or whatever you

- 1 like.
- 2 HEARING OFFICER LEE: This is Ralph Lee, do you
- 3 mean cumulative impacts within the --
- 4 MR. SARVEY: Questions for staff on cumulative
- 5 impacts, we took some from the Applicant already, so.
- 6 HEARING OFFICER LEE: Right, and this is it's
- 7 cumulative impact within the air quality?
- 8 MR. SARVEY: Within the air quality, yes air
- 9 quality.
- 10 HEARING OFFICER LEE: Yeah, let's just do that
- 11 now please.
- MR. SARVEY: Okay. So in Exhibit 5, page 17 it
- 13 contains Staff's Data Request No. 27, which asked the
- 14 Applicant to provide an analysis of all reasonably
- 15 foreseeable new projects with a potential to emit five tons
- 16 per year or more prior to criteria pollutants located
- 17 within a six-mile radius to the proposed project. The
- 18 Applicant requested that staff withdraw the Data Request 27
- 19 through 30 concerning Allison's (phonetic). Did staff
- 20 withdraw Data Request 27 to 30.
- 21 DR. QIAN: We didn't withdraw that. According to
- 22 history of the SPPE projects the District would not provide
- 23 such information. And we as I explained in the opening
- 24 statement, the final EIR provides a discussion of
- 25 cumulative impacts to air quality under Checklist Item B,

- 1 which describes the Bay Area Air Quality Management
- 2 District thresholds of significant. So the Project's
- 3 emissions would not exceed any applicable significant
- 4 thresholds with mitigation incorporated.
- 5 Therefore, staff concludes that the project would
- 6 not result in a cumulatively significant impact with
- 7 mitigation incorporated.
- 8 MR. SARVEY: Okay, thank you. That's all I have.
- 9 HEARING OFFICER LEE: Okay, thank you, Mr.
- 10 Sarvey.
- Mr. Galati, does the Applicant have any questions
- 12 for these witnesses on the topic of air quality?
- MR. GALATI: No, I do not. I would like to let
- 14 you know that I believe Mr. Darvin is ready to testify
- 15 on that one question if Mr. Sarvey wants to reinstate it.
- 16 HEARING OFFICER LEE: Okay, let me finish with
- 17 staff's panel and I'll check with Mr. Sarvey at the end.
- 18 Ms. DeCarlo, does staff have any questions for
- 19 these witnesses on the topic of air quality?
- MS. DECARLO: Yes, I just have a couple of
- 21 redirect questions, if I may?
- 22 HEARING OFFICER LEE: Yes, please.
- 23 MS. DECARLO: So, Mr. Sarvey, Intervenor Sarvey
- 24 asked some questions about the data set that BAAQMD had
- 25 provided on outages that they surveyed in that 13-month

- 1 period. Is this the same data set that staff used in the
- 2 Sequoia proceeding?
- 3 MR. HUGHES: Yes.
- 4 DR. QIAN: Yes.
- 5 MS. DECARLO: And were there any additions to
- 6 this data set that were provided by BAAQMD or anyone else
- 7 for analysis, specifically in this proceeding?
- 8 MR. HUGHES: I think there might have been like a
- 9 few more details, but none of the engine hours or anything
- 10 like that I don't think change. The tables were almost
- 11 identical from the Sequoia. I think Jakub Zielkiewicz with
- 12 BAAQMD provided a revised table a few weeks later on
- 13 another project, but it was essentially identical that just
- 14 had additional details and whatnot.
- MS. DECARLO: And --
- MR. HUGHES: That's my recollection.
- MS. DECARLO: Thanks, and is there any reason you
- 18 believe that that this project would result in a different
- 19 conclusion with regard to the probability of emergency
- 20 operations, than was reached in the Sequoia proceeding?
- 21 DR. QIAN: No.
- MS. DECARLO: All right, thank you. That's all I
- 23 have.
- 24 HEARING OFFICER LEE: Thank you.
- Mr. Sarvey, did you have any rebuttal to that?

- 1 MR. SARVEY: No, I'm fine Mr. Lee. Thank you.
- 2 HEARING OFFICER LEE: Thank you.
- 3 Okay, I think that concludes our questions for
- 4 staff's panel. So we thank staff's air quality panel.
- 5 You're released through the stand, but you will remain
- 6 sworn in for the remainder this hearing.
- 7 And then that takes us to Mr. Galati's question.
- 8 Do we have any further testimony? Mr. Sarvey, did you want
- 9 to follow up on that question?
- MR. SARVEY: No, that's not necessary, Mr. Lee.
- 11 Thank you.
- 12 HEARING OFFICER LEE: Okay, thank you.
- 13 And now that now that Mr. Sarvey's had his chance
- 14 to take testimony, I would invite -- and staff just
- 15 testified -- so I would I would invite Applicant Mr.
- 16 Galati, if he wishes to present any rebuttal testimony to
- 17 what we've heard today.
- 18 MR. GALATI: No, I do not. Thank you.
- 19 HEARING OFFICER LEE: Okay, thank you.
- Well then, we're finished with the topic of air
- 21 quality and we'll move on to the topic of greenhouse gas
- 22 emissions. I will note it's 11:30 and some people were
- 23 probably starting before 10:00. I'll ask Commissioner
- 24 Douglas and Chair Hochschild if they would like to take a
- 25 break now, or if they have a plan for a break.

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- 1 CHAIR HOCHSCHILD: I'm fine to continue, but will
- 2 defer to Commissioner Douglas.
- 3 Commissioner Douglas: I'm fine to continue as
- 4 well. I think, why don't you check with the parties, but
- 5 I'm fine to continue.
- 6 HEARING OFFICER LEE: Yeah, well let's take it in
- 7 order. Mr. Galati?
- 8 MR. GALATI: Yes, personally we're fine to
- 9 continue.
- 10 HEARING OFFICER LEE: Ms. DeCarlo?
- MS. DECARLO: Yes, we're fine to continue, thank
- 12 you.
- HEARING OFFICER LEE: And Mr. Sarvey?
- MR. SARVEY: Yes, keep it moving.
- 15 HEARING OFFICER LEE: All right, well thank you.
- 16 Then we'll push on at least until noon. Okay, and with
- 17 that we start the topic of air -- greenhouse gases, excuse
- $18 \, \text{me.}$
- 19 So, then, I would call to the stand, let me ask
- 20 Mr. Galati, do you wish to present evidence in the topic of
- 21 greenhouse gas emissions?
- MR. GALATI: We've already produced our direct
- 23 evidence, but I would like you to swear in Mr. Frandsen,
- 24 because he may be helpful in any of the additional
- 25 questions that Committee or (indiscernible) may have.

- 1 We've previously filed testimony in this proceeding on this
- 2 topic.
- 3 HEARING OFFICER LEE: Thank you.
- 4 Mr. Frandsen, can you please state and spell your
- 5 name for the record?
- 6 MR. FRANDSEN: Yes, Bruce Frandsen, B-R-U-C-E, F-
- 7 R-A-N as in Nancy-D as in David-S as in Sam-E-N as in
- 8 Nancy.
- 9 HEARING OFFICER LEE: Thank you.
- 10 (Bruce Frandsen was sworn.)
- 11 HEARING OFFICER LEE: Thank you. Okay.
- MR. GALATI: Mr. Lee, just as a housekeeping
- 13 matter, Mr. Lisenbee has also co-authored that testimony.
- 14 So if we could just make sure they testify as a panel? I
- 15 understand that might get individual questions, but they
- 16 both know which questions are for them.
- 17 HEARING OFFICER LEE: Sure, and well if Applicant
- 18 doesn't have direct to start with I'll move on to staff.
- Ms. DeCarlo, do you wish to present any witness
- 20 testimony on the topic of greenhouse gas emissions?
- MS. DECARLO: No, similar to the last one we're
- 22 available for cross-examination and we have a short summary
- 23 of our testimony to present initially if we are cross-
- 24 examined.
- 25 HEARING OFFICER LEE: Okay, great. Thank you.

- 1 And Mr. Sarvey, do you wish to offer testimony on
- 2 the topic of greenhouse gas emissions?
- 3 MR. SARVEY: I have no testimony. I just have
- 4 one question for Mr. Frandsen and that's it.
- 5 HEARING OFFICER LEE: One question for Mr.
- 6 Frandsen, did you say?
- 7 MR. SARVEY: That's all I have.
- 8 HEARING OFFICER LEE: Okay. Well then let's take
- 9 that. I call to the stand Mr. Frandsen and let me know
- 10 when you're ready.
- MR. FRANDSEN: Yes, I'm ready, Mr. Hearing
- 12 Officer.
- 13 HEARING OFFICER LEE: Thanks.
- 14 And you may proceed, Mr. Sarvey.
- 15 MR. SARVEY: Yes, the question is on Exhibit 1,
- 16 page 135. Okay, in Exhibit 1, Page 135 it states that
- 17 Equinix intends to opt into this SJCE 80 percent renewable
- 18 energy supply auction through PG&E as the distribution
- 19 company delivering the power to the site.
- Why is Equinix now proposing GHG mitigation
- 21 outside of the SJCE Clean Energy Power Program? Is it
- 22 related to costs or other reasons?
- MR. FRANDSEN: Well, the reason why is we manage
- 24 our program on a portfolio basis. And as we do with all of
- 25 our facilities in the US, we will roll this facility into

- 1 that program and manage it through that mechanism. And
- 2 that program includes looking at all local utility offered
- 3 operations or options as part of our considerations, but
- 4 it'll be handled in the fashion we handle all of our
- 5 facilities.
- 6 MR. SARVEY: Great. Thank you, Mr. Frandsen,
- 7 that's all I have.
- 8 HEARING OFFICER LEE: Okay. Mr. Galati, does the
- 9 Applicant have any questions for this witness?
- MR. GALATI: No, I do not. Thank you.
- 11 HEARING OFFICER LEE: Ms. DeCarlo, does staff
- 12 have any questions for this witness?
- MS. DECARLO: No questions, thank you.
- 14 HEARING OFFICER LEE: Well, okay. We thank
- 15 Mr. Frandsen for testifying. And you're released for the
- 16 stand for now, but you will remain sworn in for the
- 17 remainder of this hearing.
- 18 And I think that might bring us to the end of
- 19 greenhouse gas emissions. Does any party need to offer any
- 20 additional witness testimony on the topic of greenhouse gas
- 21 emissions, Mr. Galati?
- MR. GALATI: Do not, thank you.
- 23 HEARING OFFICER LEE: Ms. DeCarlo?
- MS. DECARLO: We do not. Thank you.
- 25 HEARING OFFICER LEE: And Mr. Sarvey?

- 1 MR. SARVEY: No, that's fine. Thank you.
- 2 HEARING OFFICER LEE: Okay, thank you. We are
- 3 finished with the topic of greenhouse gas emissions and
- 4 we'll move on to the topic of alternatives. And starting
- 5 with the Applicant, Mr. Galati, do you wish to present
- 6 evidence on the topic of alternatives?
- 7 MR. GALATI: No, I do not. And I don't believe
- 8 that anyone wanted to cross-examine any of our particular
- 9 is. If so, I could swear and another witness.
- 10 HEARING OFFICER LEE: Okay. Well, let's wait and
- 11 see.
- Ms. DeCarlo for staff, do you wish to present any
- 13 direct testimony?
- MS. DECARLO: No, we have witnesses available for
- 15 cross-examination and a summary testimony if we are cross-
- 16 examined.
- 17 HEARING OFFICER LEE: And, Mr. Sarvey, do you
- 18 wish to present testimony on the subject of alternatives?
- MR. SARVEY: No, I don't want to present any
- 20 testimony. I have three questions for staff and that's it.
- 21 HEARING OFFICER LEE: Three questions for staff?
- MR. SARVEY: That's it, simple questions.
- 23 HEARING OFFICER LEE: Okay.
- Well, Ms. DeCarlo, can you let me know who would
- 25 best answer questions for Mr. Sarvey?

- 1 MS. DECARLO: Yes, we have four experts
- 2 sponsoring the alternatives testimony and it depends on
- 3 what aspects of alternatives he wants to question on. So
- 4 we probably should just swear in all four and then they'll
- 5 be available to respond if necessary. And those would be
- 6 Steve Kerr, Kenneth Salyphone, Shahab Khoshmashrab and
- 7 Brett Fooks.
- 8 HEARING OFFICER LEE: Okay, thank you.
- 9 So I'll call to the stand those four witnesses.
- 10 Let me start with Mr. Salyphone. Can you please state and
- 11 spell your name for the record?
- MR. SALYPHONE: Kenneth Salyphone, Kenneth, K-E-
- 13 N-N-E-T-H, Salyphone, S-A-L-Y-P-H-O-N-E
- 14 HEARING OFFICER LEE: Thank you.
- 15 Mr. Kerr, would you please state and spell your
- 16 name for the record?
- 17 MR. KERR: Steven Kerr, S-T-E-V-E-N K-E-R-R.
- 18 HEARING OFFICER LEE: And Mr. Fooks, would you
- 19 please state and spell your name for the record? (No
- 20 audible response.) Mr. Fooks? I see him. He's muted.
- 21 And there was one more. Who was that again?
- MS. DECARLO: That was Shahab Khoshmashrab.
- HEARING OFFICER LEE: Okay. And Mr.
- 24 Khoshmashrab, would you mind stating and spelling your name
- 25 for the record, please?

- 1 MR. KHOSHMASHRAB: Shahab Khoshmashrab, S-H-A-H-
- 2 A-B last name K-H-O-S-H-M-A-S-H-R-A-B
- 3 HEARING OFFICER LEE: Great. Thank you.
- And did we get Mr. Fooks back? Okay, I'm not
- 5 hearing Mr. Fooks. He's probably -- maybe he stepped away
- 6 for a second. Let's see if we can proceed without him. If
- 7 the witnesses believe that the question is appropriately
- 8 directed to Mr. Fooks let's circle back for him.
- 9 So I'm going to start by swearing in the
- 10 witnesses.
- 11 (Kenneth Salyphone, Shahab Khoshmashrab and Steven
- 12 Kerr are sworn.)
- 13 HEARING OFFICER LEE: Okay.
- 14 And then, Mr. Sarvey, then please proceed.
- MR. SARVEY: Okay. Does CEC staff disagree with
- 16 the Applicant that natural gas lines are a feasible
- 17 alternative to the proposed diesel generators?
- MS. DECARLO: I'm sorry, before we begin Mr.
- 19 Salyphone has prepared a short summary of his testimony, if
- 20 that's acceptable?
- 21 HEARING OFFICER LEE: Yeah, if that's okay with
- 22 Mr. Sarvey?
- MR. SARVEY: Sure.
- 24 HEARING OFFICER LEE: Go ahead, Mr. Salyphone.
- MR. SALYPHONE: All right. Good morning, Chair,

- 1 Commissioners and all in attendance. My name is Kenneth
- 2 Salyphone. I am a mechanical engineer in the Engineering
- 3 Office of the STEP Division.
- 4 The following is a summary of my testimony
- 5 related to the topics brought up by the Intervenor Mr.
- 6 Sarvey as viable alternative generating technologies for
- 7 the Great Oaks South Backup Generating Facility. I will
- 8 begin by saying that Bloom Energy solid oxide fuel cell
- 9 technology or SOFC being developed for Equinix's SV11 Data
- 10 Center was referenced as a viable alternative for the
- 11 project.
- However, SOFCs require high operating
- 13 temperatures to reach desired output capacity, which means
- 14 that they are slow to respond in the event of a utility
- 15 grid failure. And are therefore more suitable for primary
- 16 and baseload power needs.
- 17 For the Great Oaks South Project the power grid
- 18 would provide the primary baseload power and any fuel cells
- 19 used would only provide backup power. Since the project
- 20 would need fast startup from its backup generating
- 21 facility, the SOFCs are not suitable.
- The other fuel cell option is a polymer or proton
- 23 exchange membrane, also known as PEM fuel cells. They can
- 24 provide the quick start up necessary for the Data Center.
- 25 But they need 13 times the volume requirements of diesel

- 1 and the hydrogen pipeline infrastructure that would provide
- 2 fuel is too limited. Therefore, attaining and storing the
- 3 needed supply of hydrogen maybe problematic.
- 4 Mr. Sarvey also claims that natural gas fuel
- 5 supplies are more reliable than diesel fuel. This is
- 6 misleading. Onsite diesel storage is viable and provides
- 7 the assurance that fuel can be sustained for a
- 8 predetermined duration while storing large amounts of
- 9 natural gas onsite is not practical.
- In the event the natural gas pipeline becomes
- 11 unavailable fuel quantity and pressure remaining in the
- 12 pipeline may not be adequate to last long enough for the
- 13 utility's electricity or natural gas is restored.
- 14 Therefore, access to a second pipeline is needed to ensure
- 15 the reliability requirements of the Data Center are met.
- 16 As included in the FEIR internal combustion
- 17 engines using natural gas would be potentially feasible if
- 18 a second independent fuel line is available for the
- 19 project. The reliability needs of each data center may be
- 20 significantly different, based on their business model and
- 21 customers' needs.
- 22 An IT service provider that has newer sites may
- 23 be able to afford a lower reliability requirement than one
- 24 that does not, and with solely rely on one backup facility.
- 25 Thus, a technology that works -- excuse me, a technology

- 1 that works for one data center does not necessarily work
- 2 for another. Staff has concluded that these two
- 3 technologies do not meet the reliability needs of the
- 4 proposed project.
- 5 The argument, the above arguments not
- 6 withstanding even if staff were to conclude that one of
- 7 these alternative technologies were feasible here the issue
- 8 is moot, because staff has concluded that the proposed
- 9 project would not result in any significant adverse impacts
- 10 to the environment.
- 11 This concludes my summary and I'm here. I'm
- 12 available for any questions. Thank you.
- 13 HEARING OFFICER LEE: Good. Thank you.
- 14 And before we take Mr. Sarvey's questions, let me
- 15 just double check with Mr. Fooks. Is Mr. Fooks on, able to
- 16 unmute? Okay. Hearing nothing, Mr. Sarvey, please proceed
- 17 with your witnesses.
- 18 MR. SARVEY: Well, Mr. Salyphone answered most of
- 19 my questions. I have one or two more and I should be real
- 20 quick. Exhibit 200, page 561 of 580, here I am. On page
- 21 561 staff references a 2017 White Paper by Burns McDonnell,
- 22 which concludes that pipeline natural gas is more reliable
- 23 than diesel generation, even in earthquake prone areas. Do
- 24 you disagree with that conclusion?
- MR. SALYPHONE: Let me add some context to that.

- 1 So it says natural gas it's an ideal option for data center
- 2 backup power, right? That's the statement you're referring
- 3 to?
- 4 MR. SARVEY: Yes.
- 5 MR. SALYPHONE: Okay, but some operators have
- 6 been reluctant to rely on natural gas main 24/7 service,
- 7 because they're connected. They're concerned about the
- 8 resiliency of the pipeline infrastructure, especially in
- 9 earthquake prone areas.
- 10 Okay, so the context here is that this White
- 11 Paper goes on to say that over 36 hours natural gas may be
- 12 slightly more reliable. But the project can increase their
- 13 reliability by having more onsite feel storage, right? So
- 14 over 36 hours natural gas pipeline maybe like 1 to 2
- 15 percent. I'm just quoting, I don't know the exact figures,
- 16 1.1 or 2 percent more reliable.
- 17 But the project can increase their storage
- 18 capacity to meet their reliability up to 100 percent. So
- 19 if they need more than 36 hours, say 46, then they'll
- 20 increase their storage 46 hours. Therefore they'll have
- 21 100 percent reliability, whereas with natural gas supply
- 22 over that 46 hours it'd still be like you'd still have 99
- 23 percent roughly or 98 percent reliability. So that's the
- 24 context that I wanted to present here, but can you repeat
- 25 your question again?

- 1 MR. SARVEY: I just wondered, the paper concludes
- 2 that pipeline natural gas is more reliable than diesel and
- 3 I just wondered if you disagreed with that conclusion?
- 4 MR. SALYPHONE: Do I disagree with this
- 5 conclusion?
- 6 MR. SARVEY: They provide various tables in that
- 7 saying the reliability --
- 8 MR. SALYPHONE: Yeah, I do.
- 9 MR. SARVEY: -- is higher for natural gas, so I
- 10 just wondering if you disagree with that?
- MR. SALYPHONE: So this is the -- yeah so like I
- 12 said based on the business model and their business needs.
- 13 So the data center needs 46 hours of backup onsite supply,
- 14 then obviously for 46 hours onsite storage would be more
- 15 reliable than natural gas, right? So it just depends on
- 16 the business model and what their requirements are.
- I would say that if you have more than one
- 18 pipeline supply you increase your reliability for the
- 19 project. But outside of that I'm pretty impartial to -- I
- 20 don't agree or disagree with the statement.
- 21 MR. SARVEY: So if staff did find that there was
- 22 a significant impact related to the diesel generators would
- 23 staff recommend the Project use natural gas or would you
- 24 make a different recommendation?
- MR. SALYPHONE: We wouldn't necessarily make that

- 1 recommendation. What we do is determine if it has a
- 2 significant impact on the environment. And in this case,
- 3 it has no adverse or any significant or adverse impacts to
- 4 the environment. So their recommendations are necessary
- 5 here.
- 6 MR. SARVEY: Did staff considered dual fuel
- 7 engines when they were doing their alternatives analysis,
- 8 where you could have these stored onsite, but you'd be
- 9 burning natural gas?
- 10 MR. SALYPHONE: Explain to me the technology that
- 11 would work behind that.
- MR. SARVEY: Dual fuel engines like they're using
- 13 at the Humboldt Generating Station.
- MR. SALYPHONE: But what engines are they using
- 15 though (indiscernible)?
- MR. SARVEY: Dual fuel, half diesel and natural
- 17 gas.
- 18 MR. SALYPHONE: Is it like engines right, regular
- 19 combustion engines?
- MR. SARVEY: Yeah, they're engines. They have
- 21 diesel stored onsite and they run a combination. They have
- 22 a diesel pilot, then when the natural gas fails, which they
- 23 had a problem up north quite often, they burn diesel. That
- 24 would be a logical alternative for one of these projects,
- 25 because you could be burning natural gas and have 97

- 1 percent less NOx admissions and 95 percent less PM
- 2 emissions. But you could still have (indiscernible).
- 3 MR. SALYPHONE: Well, what we did look at was we
- 4 looked at alternative fuels. We looked at renewable fuels.
- 5 These are a lot cleaner burning than what you suggested as
- 6 a dual fuel, right? Because you're still using diesel and
- 7 natural gas diesel is being more pollutant I guess. That's
- 8 not my area of expertise.
- 9 But we looked at something that would be more
- 10 environmentally friendly rather than the combination. And
- 11 of the two that we looked at, the alternative fuels
- 12 biodiesel and renewable, we determined that renewable was
- 13 environmentally friendlier. And that's what we carried
- 14 forward in our analysis.
- 15 So looking at something dual fueled, I mean if
- 16 you have a better solution why bother looking at something
- 17 that's a little less better.
- MR. SARVEY: Okay, thank you. That's all I have
- 19 okay.
- MR. SALYPHONE: Okay.
- 21 MR. KHOSHMASHRAB: Okay. And this is Shahab
- 22 Khoshmashrab. May I please add something?
- 23 HEARING OFFICER LEE: Yes, please.
- MR. KHOSHMASHRAB: Mr. Sarvey talks about a power
- 25 plant that uses dual fuel versus when we look at these, you

66

- 1 know versus a data center. Power plants do not require as
- 2 high a reliability factor as most of these data centers.
- 3 So a power plant may have a requirement of about.
- 4 95, in the mid-90s reliability, while a data center does
- 5 not. Because they cannot compromise losing data at
- 6 anytime, so there is the difference between that.
- 7 So the dual fuel type engines do not have the
- 8 widespread history of operations for data center or data
- 9 centers, so it would be somewhat speculative to say that
- 10 they will provide the same level of reliability.
- MR. SARVEY: Okay, thank you.
- 12 HEARING OFFICER LEE: Thank you.
- 13 Any further questions, Mr. Sarvey?
- MR. SARVEY: No, that's it. Thank you, Mr. Lee.
- 15 HEARING OFFICER LEE: Okay, it looks like Mr.
- 16 Fooks may be available, but it's not clear if we need
- 17 testimony from him. I'll let staff decide when I call
- 18 staff of it.
- 19 But first, let me call Mr. Galati. Does the
- 20 Applicant have any questions for these witnesses on the
- 21 topic of alternatives?
- MR. GALATI: No, I do not. Thank you.
- 23 HEARING OFFICER LEE: And Ms. DeCarlo, does staff
- 24 have any questions for these witnesses on the topic of
- 25 alternatives?

- 1 MS. DECARLO: No questions from staff. Thank
- 2 you.
- 3 HEARING OFFICER LEE: Thank you.
- 4 Mr. Sarvey, was there anything further from any
- 5 of the witnesses?
- 6 MR. SARVEY: Nothing further.
- 7 HEARING OFFICER LEE: Okay, thank you.
- 8 Well we thank the Applicant -- excuse me, the
- 9 staff's panel on alternatives. And you're released from
- 10 the stand, but you will remain sworn in for the remainder
- 11 of this hearing.
- 12 And it seems that we may have finished testimony
- 13 on alternatives. Do any of the parties need to offer
- 14 additional witness testimony on the topic of alternatives?
- 15 Mr. Galati?
- MR. GALATI: We don't have any. Thank you.
- 17 HEARING OFFICER LEE: And Ms. DeCarlo?
- 18 MS. DECARLO: None from staff. Thank you.
- 19 HEARING OFFICER LEE: Okay, and Mr. Sarvey?
- MR. SARVEY: No additional questions.
- 21 HEARING OFFICER LEE: Okay. We're finished with
- 22 the topic of alternatives. We'll now move on to the topic
- 23 of noise, which was a topic that the Committee added to the
- 24 list today.
- Earlier on September 15, 2021 the Committee

- 1 issued requests for information on four subjects. And the
- 2 first request asked about the duration of noisy
- 3 construction. On September 17th, we received responses
- 4 from staff and Applicant. Staff responded that noisy
- 5 construction would last 32 months. Applicant seemed to
- 6 respond, it would last fewer than 12 months. And my
- 7 question would be if there's a conflict between staff's
- 8 response and the Applicant's response or whether there's a
- 9 way of understanding those responses together?
- 10 And what I'd like to do is turn to Ms. DeCarlo
- 11 and ask if staff has any witnesses that can testify on that
- 12 subject?
- MS. DECARLO: Yes, our staff witnesses for noise
- 14 are Kenneth Salyphone and Shahab Khoshmashrab and they both
- 15 already have been sworn in.
- 16 HEARING OFFICER LEE: That's right. Thank you.
- 17 And I'll remind you both that you're still under
- 18 oath. Do we do we have Mr. Salyphone?
- MR. SALYPHONE: Yes. I'm here, Mr. Lee.
- 20 HEARING OFFICER LEE: And Mr. Khoshmashrab?
- MR. KHOSHMASHRAB: Yes, sir.
- 22 HEARING OFFICER LEE: Thank you. Okay. And let
- 23 me just ask you both, have you reviewed the September 17th
- 24 responses to the Committee from staff and Applicant, Mr.
- 25 Salyphone?

- 1 MR. SALYPHONE: Yes.
- 2 HEARING OFFICER LEE: And Mr. Khoshmashrab?
- 3 MR. KHOSHMASHRAB: Yes.
- 4 HEARING OFFICER LEE: Okay. And can one of you
- 5 please explain, which part of the construction is going to
- 6 be noisy within the within the meaning of general plan
- 7 policy EC-1.7 and how long does those parts of construction
- 8 last?
- 9 MR. SALYPHONE: So the less noisy period would be
- 10 approximately 17 months. And that would consist of
- 11 building interior, construction equipment, and material
- 12 delivery, electrical work, concrete leveling, fencing. And
- 13 there are other less noisy things going on. The Applicant
- 14 would probably be best to identify those if you need a
- 15 list, the list to go on any further.
- But and then there's also -- sorry, give me a
- 17 second. And then there's also two 15-month periods where
- 18 no construction would occur and that would total about 30
- 19 months.
- 20 HEARING OFFICER LEE: Okay, well it seemed that
- 21 the -- that staff identified in its response on September
- 22 17th that the noisy parts of construction would last 32
- 23 months.
- MR. SALYPHONE: Oh, okay. So you want us to
- 25 identify the noisy period of the construction, sorry?

- 1 HEARING OFFICER LEE: Well, it's either one. I
- 2 mean we'd have to know that -- you'd have to tell us the
- 3 total number of months of construction and we can subtract,
- 4 but.
- 5 MR. SALYPHONE: Yeah, so the entire construction
- 6 for the project would take approximately 81 months, the
- 7 noisy construction work. So let me answer that question.
- 8 So the noisy construction work would occur during a total
- 9 of approximately 34 months.
- 10 This construction period consists of
- 11 approximately 32 months of trenching, building exterior and
- 12 paving, two months of site excavation and grading, site
- 13 preparation, excavation and grading for the entire site
- 14 occurs once before the construction of the first building.
- 15 So and that would be -- what is that? Two months for the
- 16 site prep, excavation and grading, which is the noisiest.
- 17 Construction work would occur for about two months
- 18 trenching, building exterior, and interior.
- 19 And paving would occur three times, once for each
- 20 phase of the construction. And that would be less than 12
- 21 months per phase.
- 22 HEARING OFFICER LEE: Does that conflict with the
- 23 Applicant's September 17th response?
- MR. SALYPHONE: We don't think so.
- 25 HEARING OFFICER LEE: Okay and what I understood

- 1 from the Applicant was that the noisy part of construction
- 2 would be 12 months. And I thought I just heard you say 34?
- 3 How do we understand those two responses together?
- 4 MR. SALYPHONE: See, so let me go back to their
- 5 table and how they're breaking it down.
- 6 MR. KHOSHMASHRAB: This is Shahab Khoshmashrab.
- 7 I can answer that.
- 8 HEARING OFFICER LEE: Yes, please go ahead.
- 9 MR. KHOSHMASHRAB: So it's just under 12 months
- 10 per phase, so there are going to be three phases of
- 11 construction, one for each building. So the total would be
- 12 about 32 months, so it's not quite 12 months. And then the
- 13 two months, that would be for the excavation and grading
- 14 will add to it. There is really, you know, I don't know if
- 15 we can agree on an exact number, but I think what the
- 16 Applicant has provided is pretty close to what we
- 17 understand.
- 18 HEARING OFFICER LEE: Okay, thank you.
- 19 Let me ask one more question for staff and then
- 20 I'll give other people a chance to talk.
- 21 The Committee's second request in it's September
- 22 15th Order asks the parties about the Project's
- 23 contribution to area noise. And what I understood from
- 24 reading those is that the staff and Applicant agreed that
- 25 the Project's operational noise would be less than ambient

- 1 noise and less than the City's threshold of 55 decibels A,
- 2 I think that's how you say that, is more restrictive than a
- 3 threshold that would measure the increase over ambient.
- 4 And I also thought I saw that the Applicant says
- 5 the Project's modeled contribution to ambient noise would
- 6 be de minimis.
- 7 My main question, I suppose, is does the staff
- 8 agree that the contribution of the Project's operational
- 9 noise to ambient would be de minimis.
- MR. KHOSHMASHRAB: But this is Shahab
- 11 Khoshmashrab, yes we do. And if I can explain that a
- 12 little bit?
- 13 The average daytime, actually the lowest of the
- 14 average daytime ambient in the area is specifically looking
- 15 at the residential receptors. I think it was somewhere in
- 16 the last 60s. The Project contribution is not going to
- 17 into exceed 47 decibels. And so when you add the two you
- 18 really can't hear the 47 decibel source, because the
- 19 difference is so great.
- 20 HEARING OFFICER LEE: Okay, thank you. Those are
- 21 the only questions I had.
- Ms. DeCarlo, did you have any questions for these
- 23 witnesses on the topic of noise?
- MS. DECARLO: I do not. Thank you.
- 25 HEARING OFFICER LEE: And Mr. Galati, do you have

- 1 any questions for these witnesses on the topic of noise?
- MR. GALATI: No, I do not.
- 3 HEARING OFFICER LEE: And Mr. Sarvey, do you have
- 4 any questions for these witnesses on the topic of noise?
- 5 MR. SARVEY: No questions.
- 6 HEARING OFFICER LEE: Thank you.
- 7 And let me, let me offer it up for anybody else
- 8 on the topic of noise. Mr. Galati for Applicant, do you
- 9 have any witnesses that you would like to present on the
- 10 subject of noise?
- 11 MR. GALATI: No, I do not. I'll handle this in
- 12 my closing statement.
- HEARING OFFICER LEE: Okay, thank you.
- 14 And Mr. Sarvey, do you have any witness testimony
- 15 to offer on the topic of noise?
- MR. SARVEY: No, I do not.
- 17 HEARING OFFICER LEE: Okay. That concludes my
- 18 questions and that concludes the testimony on the topic of
- 19 noise. So we're finished with the topic of noise. And
- 20 that concludes all the testimony that my understanding
- 21 would be provided today. I'll just check with the parties
- 22 one last time.
- 23 Mr. Galati for Applicant, is there any further
- 24 testimony we need to call today?
- MR. GALATI: No, there is not. Thank you.

l HEARING OFFICER LEE: Ms. DeCarlo?
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- MS. DECARLO: Nothing from staff, thank you.
- 3 HEARING OFFICER LEE: And Mr. Sarvey?
- 4 MR. SARVEY: Nothing further. Thank you.
- 5 HEARING OFFICER LEE: Okay, so that concludes
- 6 testimony. We will allow the parties an opportunity to
- 7 make a closing statement of up to 10 minutes starting with
- 8 staff, then Mr. Sarvey and finally the Applicant.
- 9 Let me ask Chair Hochschild and
- 10 Commissioner Douglas, are you ready to proceed with closing
- 11 testimony?
- 12 COMMISSIONER DOUGLAS: Thank you Hearing Officer
- 13 Lee, I am.
- 14 CHAIR HOCHSCHILD: I am as well, yes.
- 15 HEARING OFFICER LEE: Okay, let's dive in.
- Ms. DeCarlo, if you're ready and you have a
- 17 closing statement you may proceed.
- 18 MS. DECARLO: Thank you, Hearing Officer Lee and
- 19 Commissioners.
- 20 Staff has conducted a thorough analysis of the
- 21 Great Oak South Backup Generating Facility and its Data
- 22 Center. And has concluded that it meets the requirements
- 23 of Section 25541 of the Warren-Alquist Act for an exemption
- 24 from the CEC's jurisdiction. The Project would generate up
- 25 to 99 megawatts of electricity within the boundaries

1	established	by	25541	for	an	exemption.	And	no	substantial
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- 2 adverse impact on the environment or energy resources would
- 3 result from construction or operation of the proposed
- 4 facility.
- 5 Staff appreciates Intervenor Sarvey's continued
- 6 interest and participation in these exemption proceedings,
- 7 but we fundamentally disagree with his arguments concerning
- 8 impacts. And his testimony does not constitute substantial
- 9 evidence that the project would have a significant impact
- 10 on the environment in the technical areas he's chosen to
- 11 focus on: air quality and greenhouse gas emissions.
- In the air quality analysis, staff concluded that
- 13 the probability of a power outage occurring at any
- 14 particular data center including the proposed, remains low
- 15 and does not support the speculation required to attempt
- 16 modeling emergency operations. The CEC agreed with this
- 17 conclusion in the recently approved Sequoia Backup
- 18 Generating Facility exemption proceeding. And the
- 19 rationale applies equally here.
- In the GHG analysis, staff concluded that
- 21 mitigation measure GHG-1 requiring the Project to purchase
- 22 electricity through the San Jose Clean Energy's Total Green
- 23 Plan, or to participate in a clean energy program that
- 24 accomplishes the same goals of 100 percent carbon-free
- 25 electricity, will ensure that the Project complies with the

- 1 City's GHG reduction strategy in conformance with Section
- 2 15183.5 of the CEQA guidelines. And will not result in a
- 3 significant adverse impact due to greenhouse gas emissions
- 4 from the Project's electricity use.
- 5 Lastly, staff testified that neither fuel cells
- 6 and nor natural gas internal combustion engines are viable
- 7 alternatives to the proposed technology, given the
- 8 parameters and objectives specified by the Applicant for
- 9 this project. And even if they were the Project would not
- 10 result in any unmitigated significant adverse impacts that
- 11 would allow the CEC to deny an exemption, based on the
- 12 availability of one of these technologies.
- For all these reasons, staff recommends the
- 14 Committee grant the requested exemption from CEC
- 15 jurisdiction, allowing the project to obtain the necessary
- 16 permits from the City of San Jose and the Bay Area Air
- 17 Quality Management District. That concludes my statement.
- 18 Thank you.
- 19 HEARING OFFICER LEE: Thank you, Ms. DeCarlo.
- 20 And that brings us to Mr. Sarvey, and Mr. Sarvey,
- 21 do you wish to make a closing statement?
- MR. SARVEY: I'd like to ask one question before
- 23 I make my statement, please?
- 24 HEARING OFFICER LEE: A question to me?
- MR. SARVEY: Yes, sir.

- 1 HEARING OFFICER LEE: Okay.
- 2 MR. SARVEY: Will we still be briefing these
- 3 issues?
- 4 HEARING OFFICER LEE: Yes.
- 5 MR. SARVEY: Then my closing statement is very
- 6 brief. I just want to thank the Committee for allowing me
- 7 to participate and I appreciate the Energy Commission's
- 8 public process. And I just want to thank the staff. I
- 9 think they did a very good job. I have a couple of small
- 10 disagreements, but overall, they did a very good job and
- 11 they can be proud of that document. That's all I have,
- 12 thank you.
- HEARING OFFICER LEE: Good, thank you Mr. Sarvey.
- Mr. Galati, you said you had a closing statement.
- 15 If you're ready to go, please proceed.
- MR. GALATI: Yes, I do. I think I would start by
- 17 saying remember where this Project came from. This Project
- 18 was previously approved to build basically the exact same
- 19 Project in front of the Energy Commission. What changed
- 20 was their ability to have greater power density, so they
- 21 needed new generators. It's on the same site. The
- 22 buildings are generally laid out the same way. The only
- 23 thing that really happened is they moved slightly, and the
- 24 project went to Tier 4, which is a positive impact. And
- 25 reduced its water use by using air-cooled chillers.

- 1 So this Project has been in front of the Energy
- 2 Commission even though it was an improvement upon the
- 3 project that was previously approved by the City of San
- 4 Jose pursuant to CEQA and issued a permit to construct.
- 5 What we saw today here in this hearing is
- 6 opportunity that's created for one person and it's for our
- 7 Intervenor. I don't believe that there's a single member
- 8 of the public on any of the attended lists here. I don't
- 9 believe that there will be public comment on this project.
- 10 Yet we spent a lot of time here today allowing for
- 11 Mr. Sarvey, and for one particular area, which is emergency
- 12 operations, to make the same arguments that he has made
- 13 since 2017 or '18 when we brought the first power plant
- 14 exemption here.
- 15 And now we're going to be sent back to do briefs.
- 16 In my opinion, and the way that this Commission used to act
- 17 before, briefs were not an opportunity to summarize how you
- 18 think the project should be decided. Briefs were for
- 19 purposes of identifying legal issues where there is a legal
- 20 difference of opinion or the Committee needs authority. In
- 21 this case we don't have that.
- 22 So what we're doing now is allowing Mr. Sarvey to
- 23 file something in briefs that we will not have an
- 24 opportunity to respond to, unless I ask for more delay to
- 25 get a reply brief. So this is not fair and many of the

- 1 issues that were brought up today in this hearing could
- 2 have been brought up as comments on the draft EIR. And in
- 3 every other proceeding, but this one, that is the sole
- 4 purpose and the sole way that a member of the public or
- 5 somebody who opposes the project could actually
- 6 participate.
- 7 So what's happening in my opinion, is these
- 8 proceedings are getting longer and longer for no
- 9 environmental benefits. They are becoming more and more
- 10 adjudicatory when there are not things that need to be
- 11 adjudicated.
- 12 Let's take into account Equinix is actually
- 13 participating voluntarily in a way to buy renewable energy
- 14 and renewable energy credits, such that it has offset all
- 15 of its electrical use in North America. It did it
- 16 voluntarily. It should be applauded, not hit with a
- 17 mitigation measure that we had to go to Evidentiary Hearing
- 18 about. That is what we want to encourage these and other
- 19 applicants to do, is something voluntary that is positive
- 20 for the environment.
- In this case we're using San Jose Clean Energy as
- 22 well for our electricity. We're just not using the total
- 23 green level. So, to put this in perspective the emissions
- 24 that we are being tagged with, are indirect emissions from
- 25 electricity use. Those emissions are created at a power

- 1 plant. That power plant is either a non-fossil source or a
- 2 fossil source. For those power plants that are a fossil
- 3 source, the vast majority are off setting their GHG
- 4 emissions. But we get hit with the carbon-indirect
- 5 emissions, based on an average carbon footprint of our
- 6 utility. But when it comes to determine whether or not we
- 7 have significant impacts, it's not taken into account that
- 8 the vast majority of those GHG emissions are already
- 9 offset.
- 10 But it doesn't matter, because Equinix has gone a
- 11 step further. In its program it actually gets renewable
- 12 energy directly, or renewable energy credits, that account
- 13 for 100 percent of its electricity use even if some of that
- 14 electricity use is already renewable. They should be
- 15 applauded and I would like to hope the final decision
- 16 congratulates them on doing that. They've set of very good
- 17 goal and other applicants should follow them.
- 18 The question on noise, Mr. Lee, was one in which,
- 19 when do you think the absence of noise would occur?
- 20 The vast majority of the site -- the whole site
- 21 will be graded during the first phase. There will be a
- 22 break before Building 2 is built. And there will be a
- 23 break before Building 3 is built. We can't tell you when
- 24 those are. We did the right thing by telling you what our
- 25 master plan was is to build all three buildings and that's

- 1 what we're going to do.
- 2 So I think that what staff said today, and what
- 3 we said today, can be pretty much summarized as the only
- 4 difference might be did you factor in the breaks or not
- 5 factor in the breaks for purposes of 12 months and whether
- 6 it was continuous? Either way, the Project's noise is
- 7 mitigated by the mitigation measures, which we proposed.
- 8 That the City of San Jose asked us to put, and put in the
- 9 last ISN&D, (phonetic) which requires notification. And
- 10 requires us to use equipment to minimize noise to the
- 11 extent practical.
- We urge the Committee to write a decision
- 13 quickly. This Project got hung up in -- went from Tier 2
- 14 to Tier 4 -- has been delayed due to coven and we asked the
- 15 Committee to issue their decision as soon as possible, so
- 16 we can get to work.
- 17 So, again if the Committee would revisit the
- 18 concept of briefing, we never got an opportunity to argue
- 19 it. I don't think staff believes that we need to brief,
- 20 and certainly I don't need to have to do briefs. And we
- 21 think allowing Mr. Sarvey the opportunity to do briefs
- 22 instead of making his closing statement, we think is
- 23 unfair.
- That's all I have. Thank you.
- 25 HEARING OFFICER LEE: Thank you, Mr. Galati. We

- 1 are going to allow briefing and I understood from the
- 2 Prehearing Conference that Applicant and staff didn't think
- 3 that it was necessary. But Mr. Sarvey requested it and
- 4 we'll give the parties an opportunity, so following this
- 5 Evidentiary Hearing we'll allow the optional briefing by
- 6 the parties.
- 7 Any party wishing to file a brief may do so no
- 8 later than seven business days after the reporter's
- 9 transcript from the Evidentiary Hearing is filed in the
- 10 Docket. All briefs should be limited to 15 pages, shall be
- 11 in a font size no less than 12 points, and shall not
- 12 include any attachments. Briefs shall apply the law to
- 13 only the evidence in the hearing record, citing evidence by
- 14 reference to the transcript and exhibit and page number.
- And I will, for my part try to have the
- 16 transcript -- see if I can have the transcript prepared and
- 17 filed by this Friday.
- 18 That concludes our evidentiary portion of today's
- 19 evidentiary hearing. We will now take public comments.
- 20 Comments are limited to three minutes per person.
- 21 If you're on your computer, use the raise hand
- 22 feature to let us know you'd like to make a comment. If
- 23 you change your mind, you can lower your hand. We will
- 24 call on you and open your lines, so that you can state your
- 25 comment.

- 1 For those on the phone, you may dial \*9 to raise
- 2 your hand. If you've muted yourself press \*6 to unmute
- 3 your phone line. We will unmute your phone line from our
- 4 end. We will call on you in the order that you raise your
- 5 hands. If you're on the phone we'll tell you when your
- 6 line is open and call on you by reading off the last three
- 7 numbers of your phone number.
- 8 And Ms. Avalos, from the Public Advisor's Office,
- 9 are you available to assist with taking public comments?
- 10 (No audible response.) That's fine.
- 11 At this time, I would request that if anyone
- 12 would like to make a public comment, please raise your hand
- 13 now. Again, for those on the phone, please dial \*9. And
- 14 I'm just going to wait just a minute in case people are
- 15 trying to get their hands raised.
- Okay it's been about a minute. I don't see any
- 17 hands raised. I'm not sure if Ms. Avalos is able to unmute
- 18 herself, but I will ask if you are, are you aware of anyone
- 19 who would like to make a public comment?
- MS. AVALOS: Hearing Officer Lee, can you hear me
- 21 now?
- 22 HEARING OFFICER LEE: Yes, thank you.
- MS. AVALOS: Oh, I apologize. I don't know what
- 24 was going on with the audio, but I'd like to state for the
- 25 record the Public Advisor's Office did not receive written

- 1 or oral comments for the Great Oaks South Data Center
- 2 proceeding.
- In addition to that, I do not see any hands
- 4 raised on Zoom. And just a reminder to the folks on the
- 5 phone line to dial \*9 to raise your hand and \*6 to unmute.
- 6 And we'll give it a few seconds here. Okay, seeing that
- 7 there are no raised hands that concludes the comment
- 8 period. I turn now to Hearing Officer Lee.
- 9 HEARING OFFICER LEE: Thank you. At this time
- 10 I'll ask the members of the Committee whether they have any
- 11 final remark. Commissioner Douglas or Chair Hochschild,
- 12 would either of you like to make a final remark?
- 13 COMMISSIONER DOUGLAS: Nothing for me, thank you.
- 14 I do want to thank the parties for the organized
- 15 presentation of evidence today.
- 16 CHAIR HOCHSCHILD: You took the words out of my
- 17 mouth, same here. Thank you.
- 18 HEARING OFFICER LEE: Yes, thank you. The
- 19 Committee will now adjourn to a closed session in
- 20 accordance with California Government Code section
- 21 11126(c)(3), which allows a state body to hold a closed
- 22 session to deliberate on a decision to be reached in a
- 23 proceeding the state body was required by law to conduct.
- It's almost 12:30. Let's say we won't come back
- 25 on the record before 1:00 p.m. And if we finish early

1	it'll be right at 1:00 pm, if that's okay with the							
2	Commissioner Douglas and Chair Hochschild?							
3	COMMISSIONER DOUGLAS: That sounds great.							
4	HEARING OFFICER LEE: Okay.							
5	CHAIR HOCHSCHILD: Sounds perfect, yes.							
6	HEARING OFFICER LEE: Perfect, so with that we're							
7	adjourned to closed session.							
8	(The Committee adjourned into closed session at							
9	12:26 p.m.)							
10	(The Committee returned to open session at 1:00 p.m.)							
11	COMMISSIONER DOUGLAS: I'm here, thank you. I've							
12	been promoted.							
13	HEARING OFFICER LEE: Okay, great.							
14	We're back on the record and the closed session							
15	ended at approximately 12:54-ish. There are no reportable							
16	actions and I'll return the conduct of this Evidentiary							
17	Hearing back to Commissioner Douglas to adjourn.							
18	COMMISSIONER DOUGLAS: All right, thank you and							
19	we're adjourned thanks.							
20	HEARING OFFICER LEE: Thank you.							
21	(The Evidentiary Hearing adjourned at 1:01 p.m.)							
22								
23								
24								
25								

## CERTIFICATE OF REPORTER

I do hereby certify that the testimony in the foregoing hearing was taken at the time and place therein stated; that the testimony of said witnesses were reported by me, a certified electronic court reporter and a disinterested person, and was under my supervision thereafter transcribed into typewriting.

And I further certify that I am not of counsel or attorney for either or any of the parties to said hearing nor in any way interested in the outcome of the cause named in said caption.

IN WITNESS WHEREOF, I have hereunto set my hand this 24th day of September, 2021.

ELISE HICKS, IAPRT CERT\*\*2176

## TRANSCRIBER'S CERTIFICATE

I do hereby certify that the testimony in the foregoing hearing was taken at the time and place therein stated; that the testimony of said witnesses were transcribed by me, a certified transcriber and a disinterested person, and was under my supervision thereafter transcribed into typewriting.

And I further certify that I am not of counsel or attorney for either or any of the parties to said hearing nor in any way interested in the outcome of the cause named in said caption.

IN WITNESS WHEREOF, I have hereunto set my hand this 24th day of September, 2021.

1

Myra Severtson Certified Transcriber AAERT No. CET\*\*D-852