From: Richard

To: <u>UTC DL Records Center</u>

**Subject:** Comments for official record in Docket No. UE-160918

Date: Tuesday, July 25, 2017 11:52:53 AM
Attachments: Blowing the Whistle slide show.pdf

Motive.pdf

Setting the record straight on Energize Eastside Technical Facts.pdf

## Dear Records-

Please also include the email(s) below and the attachments in the official records for Docket No. UE-160918 (PSE Electric IRP).

Richard Lauckhart Energy Consultant Davis, Ca 916-769-6704

From: Richard <a href="mailto:richard">Richard <a href="mailto:ric

**To:** Don Marsh; Russell Borgmann; Bill Pascoe; Brad Cebulko; Brian Grunkenmeyer 2; "Carla Colamonici"; Charlie Black; "Charlie Grist"; Court Olson; "Court Olson II"; "D. Mitchentree"; Daren Anderson - NESCO group; David Broustis; David Lowrey; "David Nightingale"; Devin McGreal; Don Marsh; Doug Howell; Ed Finklea; Elizabeth Osborne; "emoe@umci.com"; "Franco Albi"; "Hill, Nate"; James Adcock; Jay Story; Jennifer Snyder; John Fazio; Kelly Hall; Ken Nichols; "Kyle Frankiewich"; Lea Fisher; "Liz Thomas"; "Mannetti, John"; Mark Sellers-Vaughn; Michael O'Brien; Milos Stefanovic; Nicole Luckey; Nicols Matz; Norm Hansen; "Popoff, Phillip"; Renee Gastineau; "Saldivar, Marty"; Scott Richards; Shauna Jensen; Steven Johnson; Vlad Gutman-Britten; Warren Halvrseeson; Willard Westre; "dreynold@utc.wa.gov"

Cc: Kvam, Michele

Subject: Fw: BLOWING THE WHISTLE on PSE's Energize Eastside Project

PSE IRPAG members-

Below is the email along with three attachments that I recently sent to all City Council members on the east side. In this package of documents I question PSE's motive for building Energize Eastside. I also set the record straight on Energize Eastside technical facts.

Richard Lauckhart Energy Consultant Davis, California From: Richard <a href="mailto:real-richard">lauckjr@hotmail.com</a>
Sent: Wednesday, March 8, 2017 9:10 PM

To: jstokes@bellevuewa.gov; jchelminiak@bellevuewa.gov; clee@bellevuewa.gov; j.robertson@bellevuewa.gov; lrobinson@bellevuewa.gov; krwallace@bellevuewa.gov; jpascal@kirklandwa.gov; psweet@kirklandwa.gov; tnixon@kirklandwa.gov; dasher@kirklandwa.gov; dmarchione@kirklandwa.gov; richc@ci.newcastle.wa.us; gordonb@ci.newcastle.wa.us; lindan@ci.newcastle.wa.us; carols@ci.newcastle.wa.us; allend@ci.newcastle.wa.us; johndr@ci.newcastle.wa.us; abirney@redmond.gov; dcarson@redmond.gov; hmargeson@redmond.gov; hmyers@redmond.gov; bcshutz@redmond.gov; jcstilin@redmond.gov; council@rentonwa.gov; EBCC@bellevuewa.gov Subject: BLOWING THE WHISTLE on PSE's Energize Eastside Project

City Council Members and staff -

Over the past two years, I have spent considerable time and energy investigating PSE's proposed Energize Eastside project. I am an energy consultant who worked for Puget for 22 years, most notably as vice president of power planning. I keep abreast of all new projects in the Pacific Northwest, and two years ago I learned that PSE wishes to build 18 miles of new, high voltage transmission lines through the Eastside. I assumed when I read through the documentation surrounding this project that everything would check out. Instead, I came to quite the opposite conclusion.

I have investigated this project on a deeply technical level, for no compensation whatsoever, because I am compelled by my conscience. I am shocked and dismayed that the company where I spent the bulk of my career would try to put forth a project that at its best is baseless, and at its worst, a deceptive attempt by PSE to get a deeply flawed, yet highly profitable project into their rate base.

I'm reaching out to you today because I recognize that PSE is putting you in a difficult position. As much as I respect the important role you play in your community, you are not experienced transmission planners. Yet due to the way transmission projects are permitted in the state of Washington, you are being expected to fully vet a highly complex transmission project that, if permitted, will have a devastating impact on your community. I know that PSE's motto is "just trust us, it's too complicated for you." However, your constituents are counting on you to represent their concerns and to force PSE to be transparent about things that up until now have been opaque. PSE is counting on the fact that you will not do a deep dive into this project. It is a sad truth that a project of this cost and magnitude could be built through your communities with no vetting by anyone highly experienced in Pacific Northwest transmission planning other than PSE, which stands to gain financially from this project.

Based on my thorough investigation, I must conclude that PSE's main goal in building this line is to reap the generous 9.8% rate of return allowed on projects like this. This will yield PSE over a billion dollars over the next 40-50 years. The project will not measurably improve reliability on the Eastside and may in fact significantly increase other risks, like those of a catastrophic pipeline fire. However disappointing this is, it is not unusual in our country. The media is full of reports on the "death spiral" of old fashioned utilities, and despite its seemingly progressive nature, Washington is not one of the states that has made significant overhauls to its incentive programs for utilities to invest in smart, clean tech.

In order to "blow the whistle" on this project, I have written two detailed papers. I have also prepared a slideshow that provides an overview of what is in the two papers and enhances the message with graphics. I have attached all three to this message.

I would be happy to talk to you individually or in a work session if you are interested. I'm also happy to answer any questions you have about my documents. You can reach me by responding to this email.

Sincerely, Richard Lauckhart Energy Consultant Davis, California