

2829 2nd Avenue South, Suite 282 Birmingham, AL 35233 Telephone 205-745-3060 Facsimile 205-745-3064

ELECTRONICALLY FILED Monday, May 5, 2025 TR2539788 ALABAMA FUBLIC SERVICE COMMISSION WALTER L. THOMAS, JR., SECRETARY

May 5, 2025

VIA E-FILE & HAND DELIVERY

Mr. Walter L. Thomas, Jr., Secretary Alabama Public Service Commission RSA Union Building 100 North Union Street, Suite 950 Montgomery, AL 36104

#### **RE:** Alabama Power Company Petition for Certificate of Convenience and Necessity; Complete Public Version of Designated Deposition Transcripts; Docket No. 33513

Dear Secretary Thomas:

On behalf of Intervenors Energy Alabama and GASP, please find enclosed the complete public version of the designated deposition transcripts for the above referenced matter. This document is being filed pursuant to paragraph 4 of the *Procedural Ruling Regarding Deposition Designations*, issued on or about April 16, 2025. This filing is being submitted to the Commission through its e-filing system, consistent with the rules and practices of the Commission.

A non-public, confidential version of the designated deposition transcripts is being provided to the Alabama Public Service Commission's Legal Division and service copies of both versions of the designated deposition transcripts will be served on counsel for the parties of record.

Please contact me if you have any questions or concerns.

Sincerely,

<u>s/Christina A. Tidwell</u> Christina A. Tidwell Southern Environmental Law Center

Enclosure

cc: All parties of record

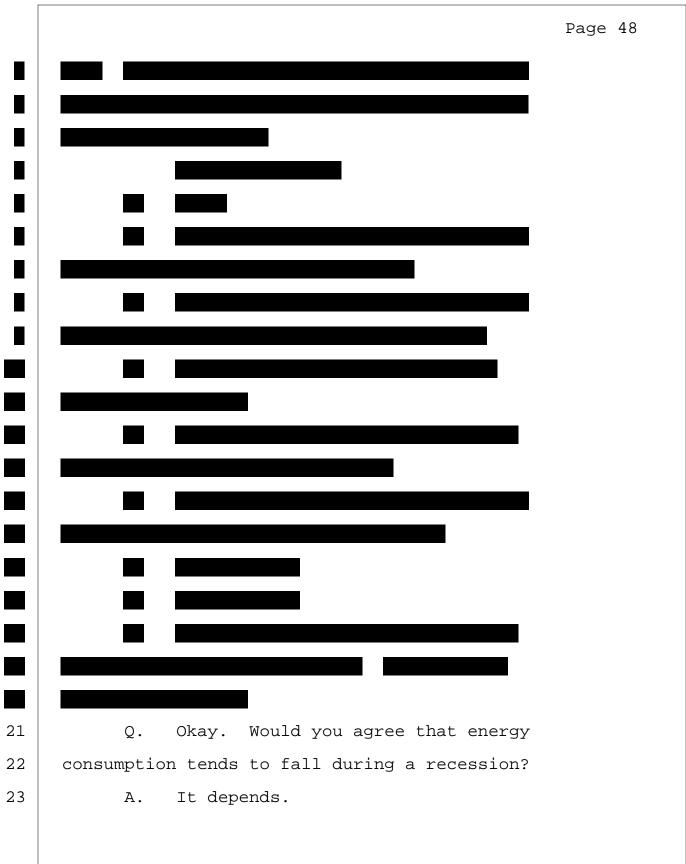
		Page 1
1	BEFORE THE	
2	ALABAMA PUBLIC SERVICE COMMISSION	
3		
4	IN RE: Petition for a Certificate)	
5	of Convenience and Necessity by )Docket No.:	
6	Alabama Power Company )33513	
7	)	
8		
9		
10		
11	DEPOSITION OF MARIA BURKE	
12	9:30 a.m.	
13	March 20, 2025	
14		
15		
16		
17		
18		
19		
20		
21		
22	BY: Susan Bell	
23	Certified Court Reporter, CSR, CCR#14	

		Page 3
		Page 3
Α.	The electric vehicle charging is	
evolving.	We don't really have any control	
_		
over where	EVs are charged.	

		Page	38
	And you attribute a certain amount		
Q.	And you attribute a certain amount		
of demand	for each car?		
of demand A.			
of demand A. impact.	for each car? The EVs have very little demand		
of demand A. impact. Q.	for each car? The EVs have very little demand Why is that?		
of demand A. impact. Q. A.	for each car? The EVs have very little demand Why is that? We have a load shape for EVs and		
of demand A. impact. Q. A.	for each car? The EVs have very little demand Why is that?		

		Page 39
1	being charged at 7:00 o'clock in the morning.	
2	So there's very little demand impact.	
3	Q. Is that attributable to the rate	
4	PEV?	
5	A. Rate PEV should help that but it's	
6	not really attributable to that.	
7	Q. What is it attributable to? It is	
8	the fact that people just charge at night and	
9	they're done charging by 7:00 a.m.?	
10	A. Generally speaking, I think that's	
11	true.	
	Veritext Legal Solutions	

Г



Veritext Legal Solutions

		Page 49
1	Q. What does it depend on?	
2	A. The type of recession that we'd	
3	have.	
4	Q. What are the types of recessions	
5	that we might have?	
6	A. I've been in this position through	
7	two very different recessions. We had one	
8	recession because of the great recession in	
9	2008 which was elongated and had financial	
10	implications for a lot of capital investments	
11	and that took a lot of recovery time and it	
12	did affect the industrial class for a good	
13	bit of time.	
14	The pandemic that was caused	
15	the recession that was caused by the pandemic	
16	had easy recovery outside of the supply chain	
17	demands that seemed to be lingering.	

Г

51

		Page 52
1	makes up that megawatts, if you know?	
2	A. I'll say that some projects fall	
3	off of this list and some projects are added	
4	to this list and the net change is mega-	
5	watts.	
6	They have a mixed answer because	
7	in the previous forecast I would say we only	
8	had megawatts to data centers and in this	
9	forecast we have <b>So</b> that delta is <b>So</b> .	
10	Q. So that's a lot of it?	
11	A. I'd say it's the primary driver.	

Г

		Page 71
	Q. In your Rebuttal Testimony, you	
say:	~ 1 1 1	
Bay		
	MR. GROVER: Object to the form of	
the qu	lestion.	
	A. This Rebuttal Testimony is based	
off		
UTT I		

		Page 7
Q.	Right. I understand that.	
	What I'm trying to understand is	
Q.	So on your Rebuttal Testimony page	
2		
9 lines 1	4 and 15 it gave:	
9 lines 1	4 and 15, it says:	
9 lines 1	4 and 15, it says:	
9 lines 1	4 and 15, it says:	
9 lines 1	4 and 15, it says:	
9 lines 1	4 and 15, it says:	
	So I'm asking: Can you explain	
	So I'm asking: Can you explain	
	So I'm asking: Can you explain	
	So I'm asking: Can you explain means and MR. GROVER: Object to the form of	
what that	So I'm asking: Can you explain means and MR. GROVER: Object to the form of tion.	
what that the quest A.	So I'm asking: Can you explain means and MR. GROVER: Object to the form of tion. So Mr. Wilson's testimony seemed	
what that the quest A. to cap an	So I'm asking: Can you explain means and MR. GROVER: Object to the form of tion.	

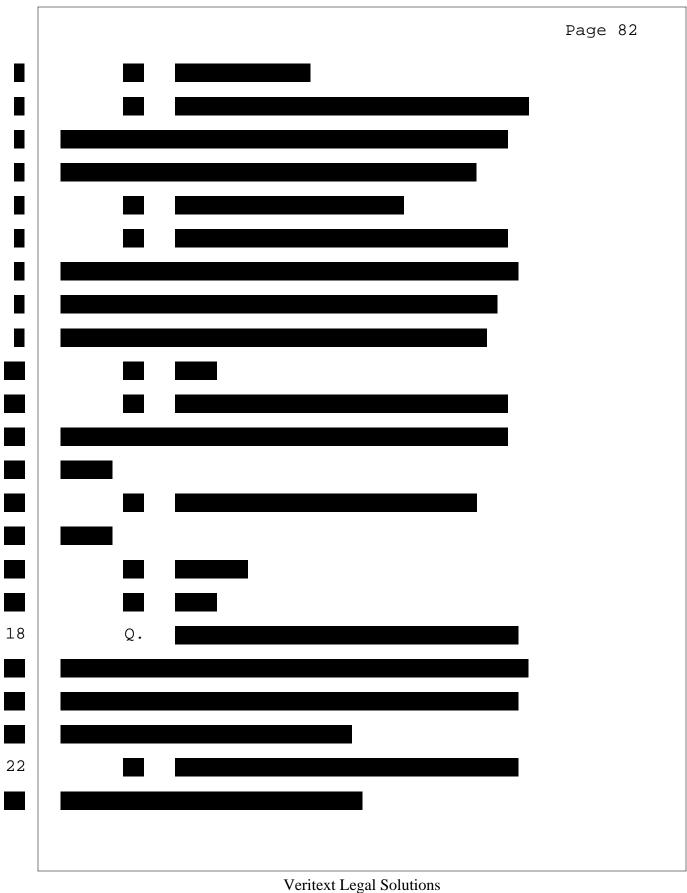
		Page 73
1		
2	Q. So you're not saying there was	
3	you're saying you're just pointing out the	
4	difference between and whatever	
5	Mr. Wilson was saying the cap was?	
6	A. He seemed to have an arbitrary cap	
7	of 100 megawatts.	
8		
11	A. No. I'm just saying Mr. Wilson	
12	arbitrarily made up 100 megawatts.	
13	Q. Okay. I understand I think.	
14	Who determines the ramp schedule,	
15	Alabama Power or the data center customer?	
16	A. So, traditionally, any economic	
17	development customer comes to us and talks	
18	about their needs for capacity, what they're	
19	going to demand at the peak. That's standard	
20	for all economic development projects and we	
21	need to make sure we have facilities onsite	
22	that can actually deliver those amounts when	
23	the customer needs them so that we're not an	

		Page 7	4
1	impediment to their development.		
2	The same is true for a data center		
3	customer, they have expectations they would		
4	have equipment in place and they would need		
5	to be able to draw electricity.		
6	That's very normal to talk through		
7	that with a customer; what kinds of equipment		
8	will they have behind the meter and will we		
9	have enough equipment on our side to actually		
10	deliver that demand.		
11	Q. The data center customer comes to		
12	you and says: "Here is what we want to put		
13	on the system;" is that correct?		
14	A. All economic development customers		
15	come to us that way.		
16	Q. So what I'm hearing is that the		
17	data center customer is determining the ramp		
18	schedule?		
19	MR. GROVER: Object to the form of		
20	the question.		
21	A. So, in the data center customer		
22	specific category,		
	So we have tried to coordinate		

		Page 75
1	with them to make sure we would have enough	
2	capacity available to serve them	
4	I would say that it's a discussion	
5	but they tell us what they want and we try to	
6	find a way to accommodate them.	
14	Q. If the data center customer comes	
15	to you and says "We need 250 megawatts by	
16	2028" and Alabama Power says "Okay" and then	
17	2028 comes around, the data center customer	
18	isn't ready for the doesn't need the 250	
19	megawatts, what happens then?	
20	A. I mean, it depends on the terms of	
21	their contract.	
22	Q. So it could be that Alabama Power	
23	is ready to serve the customer with the 250	

		Page 76
1	megawatts but that customer is not in a place	
2	where it actually needs that capacity yet?	
3	A. Yes.	
4	Q. Has that happened in the past?	
5	A. Not with data center customers.	
6	Q. With other economic development	
7	projects?	
8	A. Yes.	
9	Q. I guess some of that is what you	
10	discussed with the delays in the industrial	
11	forecasts?	
12	A. Yes.	
13	Q. Have you reviewed any ramp sched-	
14	ules for data centers in adjacent states?	
15	A. Some but not a lot.	
16	Q. Are those ramp schedules how	
17	do those ramp schedules compare to the ramp	
18	schedules that you have in the B2025 load	
19	forecast?	
20	A. I really don't think I can answer	
21	the question. Not a lot of sufficient study.	
22	Q. And do you agree that technology	
23	companies are considering multiple locations	

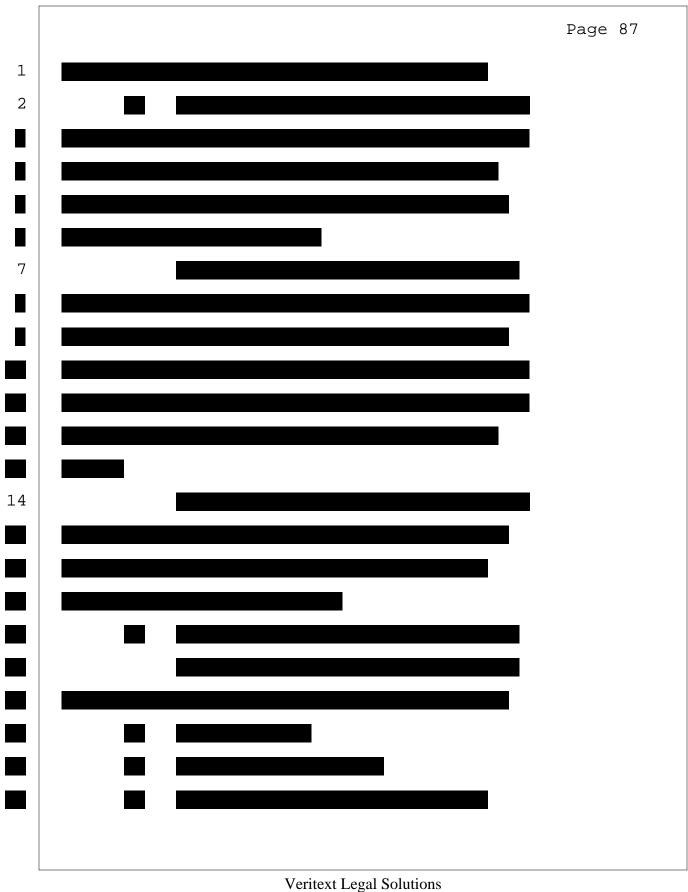
		Page 77
1	for data centers?	
2	A. I don't know.	
3	Q. Do you agree that chips that go in	
4	data centers are likely to be increasingly	
5	scarce and expensive?	
б	A. I don't know.	
7	Q. So you're not considering those	
8	issues when a data center customers comes to	
9	you and says "We need this amount of demand"?	
10	A. I believe that these customers are	
11	in that market and they know those risks.	
	Veritext Legal Solutions	

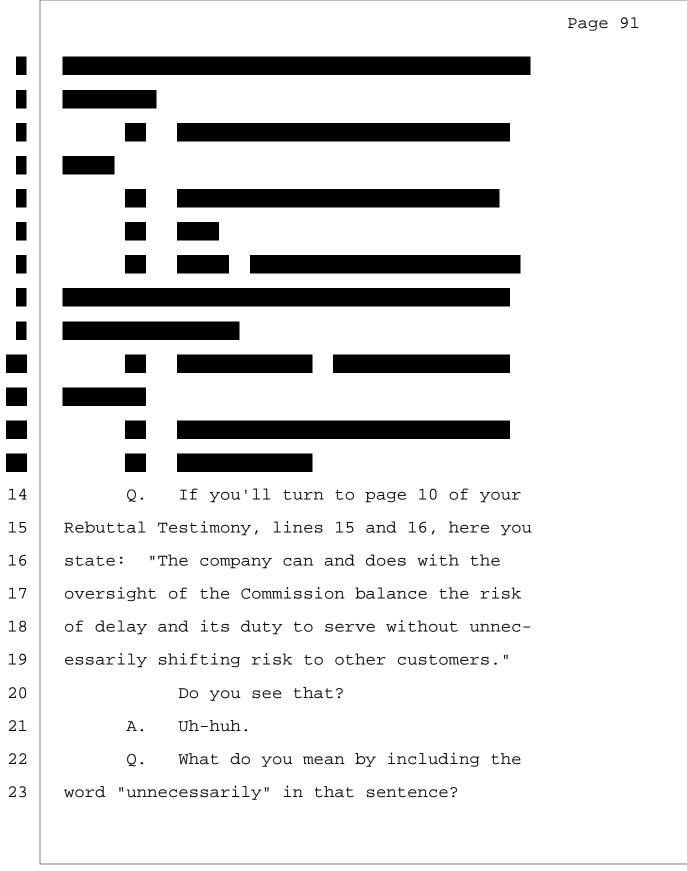


		Page 83
1	Q. Even though the load forecast only	
2	forecasted the megawatts of anticipated	
3	data centers, it's considered to be included	
4	in the B20225 load forecast?	
5	A. Yes.	
6	Q. Can you explain that?	
7	A. The megawatts that is that	
8	was data center load that was anticipated in	
9	the B25 forecast only had megawatts of	
10	. The other megawatts was	
11	expected.	
12	Q. Okay.	
13	A. It could be all of the megawatts	
14	that were anticipated in this contract would	
15	have been covered by that contract.	
16	Q. So the megawatts was	
17	megawatts?	
18	A. The megawatts was really	
19		
21	So we knew that there was enough	
22	probability that there would be additional	
23	out there that we added the bundle that could	
	Veritext Legal Solutions	

		Page 84
1	be could be another name, or could be	
2	anything.	
3	Q. I see. So the isn't a	
4	specific project, it's just like anticipated	
5	load?	
6	A. That's right.	

Veritext Legal Solutions





1	A. It's the word I chose to use and
2	it's true, we are always balancing the risk
3	of delay with our obligation to serve and we
4	would try to do that without unnecessarily
5	shifting risk to other customers.
6	So I'm confused about why you're
7	confused.
8	Q. So are you saying that sometimes
9	it is necessary to shift the risk to other
10	customers?
11	A. I think you're inflating things.
12	So the risk to other customers is we just
13	try to minimize that risk.
14	Q. But there is some risk to other
15	customers?
16	A. Yes, there could be risk to other
17	customers.
18	Q. Sometimes it's necessary to shift
19	that risk to other customers?
20	A. We don't try to shift risk around.
21	Q. You don't try to shift risk around
22	but sometimes it happens?
23	A. I'm not sure that I understand the

Page 92

		Page	93
1	question.		
2	Q. I'm just trying to understand why		
3	you said "unnecessarily" in this sentence and		
4	whether that means sometimes it is necessary		
5	to shift the risk.		
6	A. I think we're always doing every-		
7	thing we can to minimize risk to customers.		
8	Q. There is some risk to customers		
9	that is unavoidable? Is that what you mean?		
10	A. Those are your words.		
11	Q. Yes. I'm trying to ask you about		
12	what your words mean here on line 16.		
13	A. When a new customer is coming in,		
14	the Company has contract provisions to do		
15	what we can to minimize the risk to other		
16	customers.		
17	Q. But you don't know whether the PSC		
18	has to sign off on those contracts; right?		
19	A. I'm not a part of that so I don't		
20	know.		
21	Q. I'm now handing you what has been		
22	marked as Exhibit 9 to your deposition, which		
23	is Alabama Power's Response to Energy Alabama		

		Page	94
1	and GASP's Second Set of Discovery Requests.		
2	It's the response to Interrogatory 7.		
3	Ms. Burke, are you familiar with		
4	this document?		
5	(Exhibit Number 9 was marked for		
6	identification.)		
7	A. Yes.		
8	Q. And your name is at the bottom as		
9	a sponsor of the response?		
10	A. Yes.		
11	Q. In response to Subsection C, it		
12	states: "The load forecast does not reflect		
13	plans for backup generation or energy storage		
14	for the identified projects."		
15	Do you see that sentence?		
16	A. That's right.		
17	Q. Is that still the case?		
18	A. The load forecast does not reflect		
19	backup generation ever.		
20	Q. So is it so you don't consider		
21	backup generation for any industrial facility		
22	in your load forecast?		
23	A. That's correct.		

		Page 95
1	Q. Why not?	
2	A. Because it's the load forecast.	
3	If a customer does have backup generation or	
4	resources that they want to carry, that is	
5	shared with the company under the resources	
6	side of the ledger. So, if I did put them in	
7	the load forecast, we could be counting them	
8	twice.	
9	The load forecast only represents	
10	a load and any resources that a customer may	
11	have is counted on the resource side of the	
12	ledger.	

		Page 105
3	Q. So I'm now handing you what I've	
4	marked as Exhibit 11 to your deposition which	
5	is a document that was produced by Alabama	
6	Power to Energy Alabama and GASP, it's titled	
7	"Confidential SELC DR-3 I-04 Attachment A and	
8	that was produced on March 14th of 2025. It	
9	was a spreadsheet that we've printed out.	
10	Do you recognize this document?	
11	(Exhibit Number 11 was marked for	
12	identification.)	
13	A. I do.	
14	Q. It's the January, 2025 hourly load	
15	data that Alabama Power used in the weather	
16	normalization calculations.	
17	A. It is.	
18	Q. I want to focus on the first three	
19	rows in this main section for January 22nd,	
20	2025. It's the hours from 6:00 to 8:00 a.m.	
21	A. Okay.	
22	Q. Are you with me?	
23	A. I am.	

		Page 106
1	Q. Okay. There's a column that has	
2	"Temperature" in the heading.	
3	Do you see that?	
4	A. That's right.	
5	Q. The first three rows under that	
6	are 12.43, 11.53 and 16.54; right?	
7	A. That's correct.	
8	Q. The temperatures are for the hours	
9	of 6:00, 7:00, and 8:00 a.m. respectively?	
10	A. That's right, those are concurrent	
11	temperatures.	
12	Q. And the adjusted peak demand in	
13	the hour ending in 8:00 a.m. was 14,871.729	
14	megawatts.	
15	Do you see the adjusted peak?	
16	A. I see it.	
17	Q. That was in the hour ending 8:00	
18	when the temperature was 16.54; correct?	
19	A. That's right.	
20	Q. But the prior hours it was colder;	
21	right?	
22	A. That's true.	
23	Q. Do you think the load would have	

		Page 107
1	been different in the hour ending 8:00 a.m.	
2	had the prior two hours also been 16 degrees?	
3	A. Possibly.	
4	Q. If the prior two hours had been 16	
5	degrees, would the load have been lower or	
б	higher?	
7	A. I don't know.	
8	Q. Do you have an educated guess?	
9	A. My educated guess is that the load	
10	would've been lower.	
11	Q. And do you know what the weather	
12	normal calculation would using Mr. Wilson's	
13	approach to the two prior hours?	
14	A. I do not.	
15	Q. Do you have an educated guess of	
16	whether that would be lower or higher than	
17	your weather normal calculation for the hour	
18	ending 8:00 a.m.?	
19	A. Well, Mr. Wilson's calculation is	
20	completely invalid. I have no idea what he	
21	would come up with if he was still using my	
22	slope with his two-hour-before definition.	
23	Q. You don't have an educated guess	

		Page	108
1	what that would be?		
2	A. I'm not going to guess.		
3	Q. In your Rebuttal Testimony on page		
4	16, lines 4 to 6, you state here that: "The		
5	highest weather normalized peak observation		
6	for January 2025 is estimated to be at 15,240		
7	megawatts which actually occurred the next		
8	day, January 23, at the same time, HE 8."		
9	That's in the last column furthest		
10	to the right column of Exhibit 11?		
11	A. Yes.		
12	Q. That weather normal observation		
13	occurred at a temperature of 23.65 degrees;		
14	is that correct?		
15	A. Yes.		
16	Q. That's about 7 degrees above the		
17	design temperature of 16.6; is that right?		
18	A. That's right.		
19	Q. So would you say that this weather		
20	normal observation is as accurate as one that		
21	occurs closer to the design temperature?		
22	A. So, under perfect conditions, that		
23	would be true; but we know that the load on		

# Page 109

1	the 22nd was actually interrupted in some way
2	because there was some significant snowfall
3	in South Alabama causing travel complications
4	and school closures.
5	We recognized the peak we actually
6	could measure on the 22nd is artificially low
7	and it's not something we would've modeled in
8	a forecast.
9	Q. I was asking about January 23rd,
10	that weather normal temperature at the hour
11	ending 8:00 on January 23rd.
12	A. That's right. That one turned out
13	to be the highest weather normal peak observ-
14	ation for January of 2025.
15	Q. My question was: Since that's 7
16	degrees higher than the design temperature,
17	do you think that that weather normal peak is
18	as accurate as a weather normal peak for a
19	load that's closer to the design temperature?
20	A. My very best observations are very
21	close to the 16.6. I really like to be able
22	to see the 16.6 but we know the observations
23	on the 22nd are artificially low.

	Page 124
1	CERTIFICATE
2	STATE OF ALABAMA )
3	
4	COUNTY OF JEFFERSON )
5	
6	I hereby certify that the above and foregoing
7	deposition was taken down by me in stenotype and the questions
8	and answers thereto were transcribed by means of
9	computer-aided transcription, and that the foregoing
10	represents a true and correct transcript of the testimony
11	given by and witness upon said hearing.
12	I further certify that I am neither of counsel, nor
13	kin to the parties to the action, nor am I in anyway
14	interested in the result of said cause named in said caption.
15	I further certify that I am duly licensed by the
16	Alabama Board of Court Reporting as a Certified Court Reporter
17	evidenced by the CCR number following my name below.
18	
19	Sura Patterson
20	Susan Bell, Commissioner
21	Certified Court Reporter
22	CCR#14-Expires: 9/30/25
23	Commission Expires: 10/26

Г

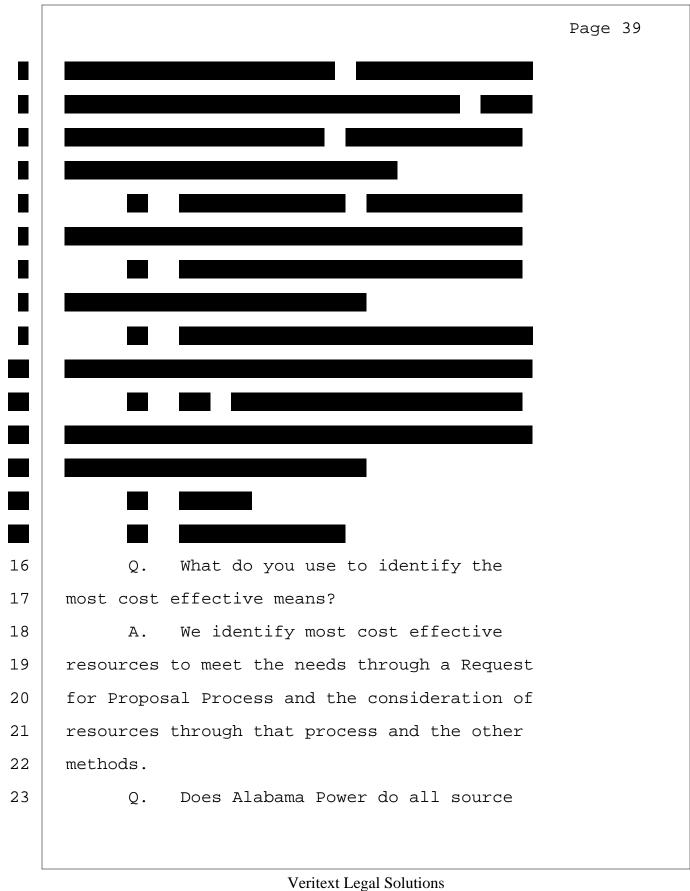
Reason	for	change	
Page _	71	Line	15 Change <u>"surface" to "service"</u>
Reason	for	change	correction
Page foreca	_83	Line remove e	e <u>4</u> Change <u>"in the [B2025] load</u>
Reason	for	change	_correction

	CONFIDENTIAL
	Page 127
1	Page Line Change
2	
3	Reason for change
4	Page Line Change
5	
6	Reason for change
7	Page Line Change
8	
9	Reason for change
10	Page         Line         Change
11	
12	Reason for change
13	Page         Line         Change
14	
15	Reason for change
16	
17	Maria J. Bruke
18	
	DEPONENT'S SIGNATURE
19	oth
(man)	Sworn to and subscribed before me this day of
20	April , 2025.
22	NOTARY PUBLIC / My Commission Expires: 2/2/2028
23	NOTÁRY PUBLIC / MY Commission Expires: 22 2028

Veritext Legal Solutions

877-373-3660

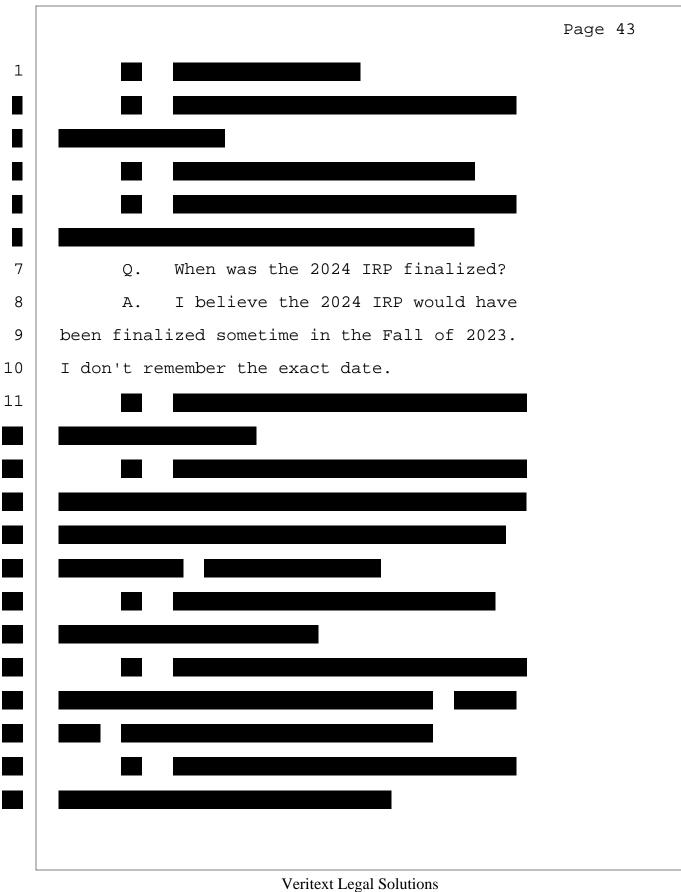
		Page 1					
1	BEFORE THE						
2	ALABAMA PUBLIC SERVICE COMMISSION						
3							
4	IN RE: Petition for a Certificate)						
5	of Convenience and Necessity by )Docket No.:						
б	Alabama Power Company )33513						
7	)						
8							
9							
10							
11	DEPOSITION OF CHRISTOPHER HABIG						
12	9:30 a.m.						
13	March 21, 2025						
14							
15							
16							
17							
18							
19							
20							
21							
22	BY: Susan Bell						
23	Certified Court Reporter, CSR, CCR#14						

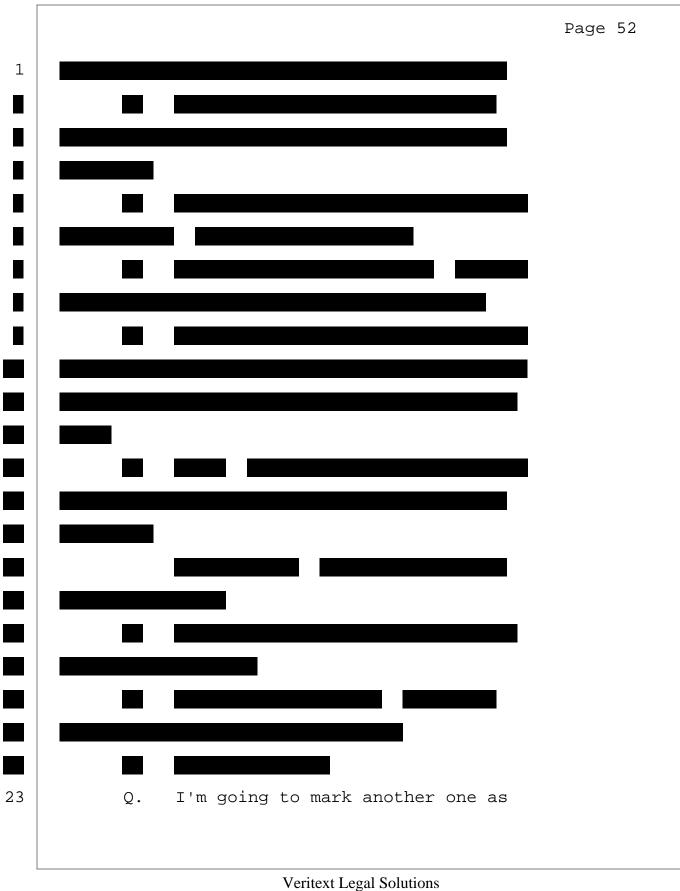


		Page	40
1	RFPs looking at all sources or are the RPFs		
2	specific?		
3	MR. MCCRARY: Object to the form		
4	of the question.		
5	A. Alabama Power conducts multiple		
б	RFPs and I believe those encompass most all		
7	sources.		
8	Q. (By Ms. Brass) Is there any one		
9	RFP that looks at all potential resources?		
10	A. I'm not aware of an RFP we have		
11	conducted. Well, let me in the past, we		
12	may have conducted an RFP that was all source		
13	and I don't think we defined it as all source		
14	but that would be subject to check.		
15			
21	Q. So the IRP is telling you that you		
22	are using it to potentially identify capacity		
23	needs; correct?		

		Page 41
1	A. Yes, you're using the IRP to help	
2	identify capacity needs.	
3	Q. And those results of what the need	
4	is would be dependent on the inputs into the	
5	IRP process?	
6	A. They would be dependent upon the	
7	inputs into the process.	
8	Q. Inaccurate inputs would impact the	
9	accuracy of the outputs; is that fair?	
10	A. Inaccurate inputs could affect the	
11	results of the output.	
12	Will you define what you mean by	
13	"accuracy"? Can you explain what you mean by	
14	"accuracy"?	
15	Q. I think we were just talking in	
16	general terms.	
17	If some of the numbers are wrong	
18	that you put into it, then the numbers that	
19	come out of it aren't going to reflect what's	
20	actually occurring; is that fair?	
21	MR. MCCRARY: Object to the form	
22	of the question.	
23	A. The output of the IRP is affected	

		Page 42
1	by the input. Variance in the inputs would	
2	create variance in the outputs but that would	
3	not necessarily make the IRP an inaccurate	
4	product.	
5		





		Page 53
1	Exhibit 5. I'm marking a printout from the	
2	US Energy Information Administration now as	
3	Exhibit 5 to your deposition. It's "Alabama	
4	Electricity Profile 2023."	
5	(Exhibit Number 5 was marked for	
6	identification.)	
7	A. Okay.	
8	Q. Okay. Are you familiar with this	
9	Alabama Electricity Profile?	
10	A. Not this specific one but I think	
11	I'm generally familiar with the format the	
12	EIA produces.	
13	Q. Do you provide data to EIA in your	
14	role?	
15	A. We do not currently provide data	
16	toe EIA in my role but I have in the past.	
17	Q. On this sheet and I want to say	
18	I know this refers to the State of Alabama as	
19	a whole; correct?	
20	A. I would be speculating; but yes,	
21	it says "Statistics Alabama" and it also says	
22	"Alabama Electricity Profile." I don't know	
23	for sure but I'm guessing it's probably from	

		Page	54
1	the State of Alabama.		
2	Q. If you compare the net generation		
3	to the total retail sales, it looks like it		
4	there are more generations than there are		
5	sales; is that correct?		
6	A. Yes, it does look like that.		
7	Q. So Alabama as a whole generates		
8	more electricity than its customers need; is		
9	that correct?		
10	MR. MCCRARY: Object to the form		
11	of the question.		
12	A. As a state? You mean as a state?		
13	Q. (By Ms. Brass) Yes.		
14	A. How are you defining "a customer"?		
15	Q. What does the "total retail sales"		
16	mean to you?		
17	A. Specifically retail customers that		
18	are within the State of Alabama.		
19	Q. Okay. As opposed to what kind of		
20	customers?		
21	A. Wholesale customers.		
22	Q. Do you know what "direct use"		
23	refers to underneath "total retail sales"?		

		Page 55
1	A. I do not know what they mean by	
2	"direct use," no.	
3	Q. Would you be surprised to know	
4	would you be surprised to hear that Georgia	
5	was a net importer of electricity in 2023?	
6	MR. MCCRARY: Object to the form	
7	of the question.	
8	A. No, I guess I would not.	
9	Q. (By Ms. Brass) So do you know if	
10	Alabama is a net exporter whether Alabama,	
11	the state, is a net exporter or importer of	
12	electricity?	
13	MR. MCCRARY: Object to the form	
14	of the question.	
15	A. This sheet seems to indicate it's	
16	a net exporter.	
17		
	Veritext Legal Solutions	

		Page 68
-		
5	Q. All right. We can put that one	
7	aside for now. I'm going to hand you another	
3	exhibit. I'm going to mark this one Exhibit	
9	7.	
2	This is a Alabama Power Company's	
1	responses to the APSC Staff Data Request sent	
2	in this matter.	
3	(Exhibit Number 7 was marked for	

Veritext Legal Solutions

		Page 69
identifica	tion.)	
Α.	Okay.	
Q.	So you can turn to,	
which is c	n ?	
Α.	Okay.	
Q.		
	Can you read	
that sente	nce to yourself?	
Α.	(Witness reads document.) Okay. I	
have.		
Q.	So what do you mean by	
	?	
Q.	Are people using more heat in the	
winter?		
	MR. MCCRARY: Object to the form	
of the que		

		Page 70
1	A. No. We underestimated the peak	
2	demand. So this is an adjustment to reflect	
3	the fact we underestimated the peak demand in	
4	the winter.	
5	Q. Okay. The need, is that limited	
6	to winter?	
7	A. This need is limited to winter,	
8	correct.	
9	Q. Can demand side management reduce	
10	capacity needs?	
11	A. Yes.	
12	Q. Has Alabama Power developed a plan	
13	for identifying and procuring the demand side	
14	management?	
15	A. Yes.	
16	Q. Can you tell me about that plan?	
17	A. We actively pursue demand side	
18	management where it's cost effective and it	
19	meets the economic valuation metrics that we	
20	are required to utilize or need to utilize.	
21		
	Veritext Legal Solutions	

Г

		Page 78
1		
3	Q. (By Ms. Brass) Do other things	
4	does the Capacity RFP provide scenarios for	
5	all six of these?	
б	A. No.	
7	Q. Which one does it not include?	
8	A. It does not include EL.	
9	Q. Why?	
10	A. It didn't include EL because we	
11	represented MG50 as an alternative because EL	
12	in general has provided similar results to	
13	the output of MG50.	
14	Q. When you say "in general," do you	
15	mean historically?	
16	A. Historically over time we observed	
17	that phenomenon.	
18		

		Page	80
1			
0	Q. Tell me generally what I'm looking		
.1	at. What is the Capacity Expansion Plan?		
.2	MR. MCCRARY: Object to the form		
.3	of the question.		
.4	A. This is the output of a modeling		
.5	simulation that attempts to use the generic		
.6	commercially viable technologies to meet		
.7	anticipated capacity needs going forward.		
.8			
	Veritext Legal Solutions		

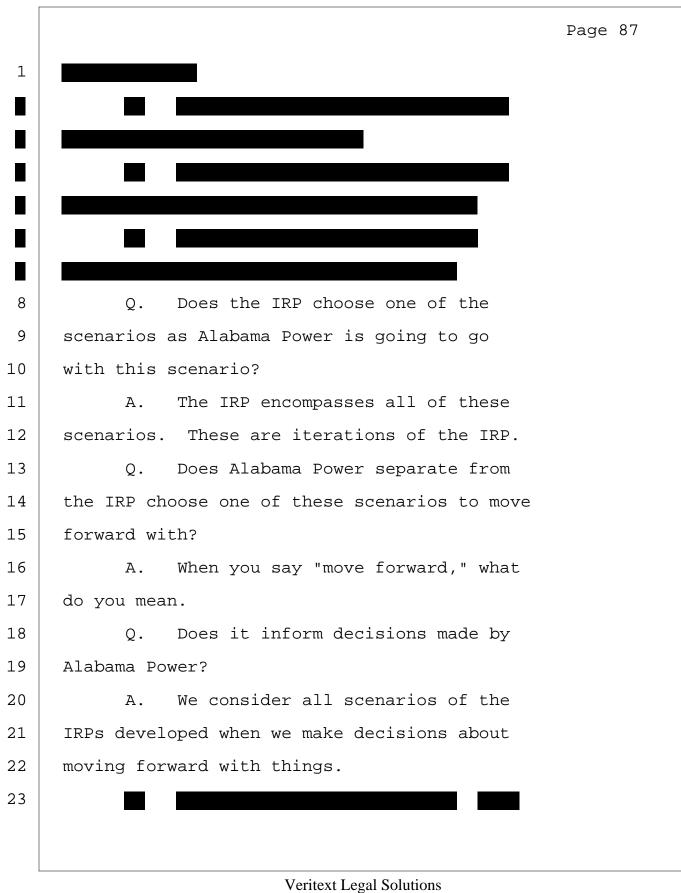
		Page 83
1		
2	Q. And what does "Standard Plus HGO	
3	Delta" mean in scenario 3?	
4	A. I don't know for sure.	
5		
1.0		
19	Q. For each of these things is IRA	Ą
20	2045 an input that Alabama Power chooses and	
21	inputs into the model or does the model gen-	
22	erate it?	
23	A. No. It's input assumption that's	

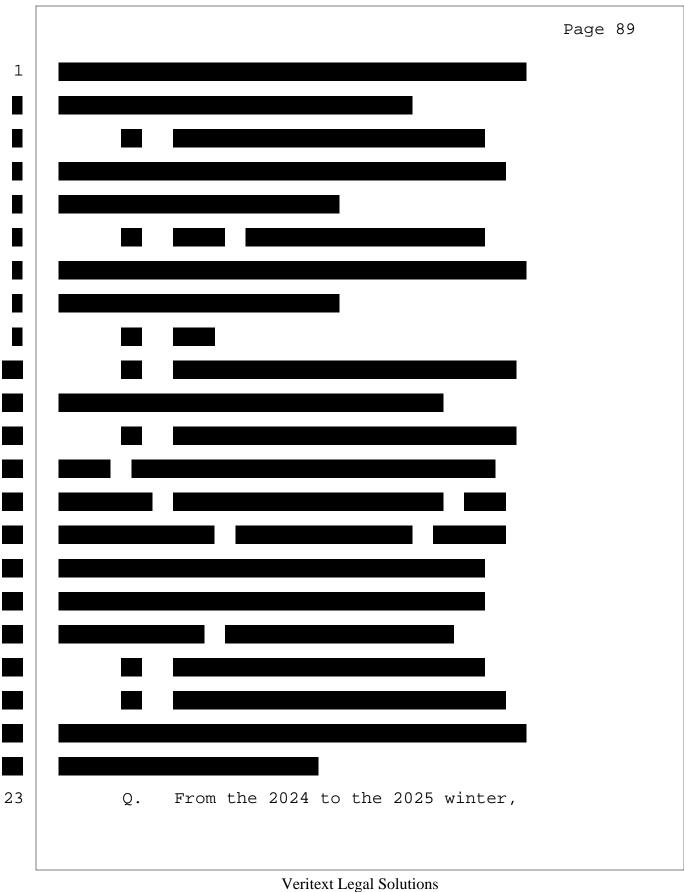
		Page	84
1	made but Alabama Power does not directly		
2	choose that.		
3	Q. Who directly chooses that?		
4	A. It's chosen by Southern Company		
5	Services.		
6	Q. Is that the case for each of these		
7	inputs?		
8	A. Uh-huh.		
9	Q. Under Tech View or Load View or		
10	Fuel View, all of those categories?		
11	A. The Greenhouse Gas, the Tech View		
12	and the Fuel View load does have alterations		
13	in the ALT 1 and 2 that are informed by SCS.		
14	The standard represents Alabama Power's load		
15	forecast.		
16	Q. Okay. The alterations, are they		
17	alterations to Alabama Power's load forecast?		
18	A. They're adjustments to Alabama's		
19	load forecast as well as the other operating		
20	companies.		
21	Q. Those adjustments come from SCS?		
22	A. A decision is made on the adjust-		
23	ments as part of a coordinated planning with		

		Page 85
1	SCS.	
2	Q. Are you the one that's doing that	
3	coordinated planning?	
4	A. I participate with other people.	
5	Q. What other people from Alabama	
6	Power?	
7	A. My boss would be involved in its	
8	discussions.	
9		
l		

Г

		Page 86
1		
3	Q. Does Alabama Power choose which	
4	technology options to consider?	
5	A. No.	
6	Q. Who chooses that?	
7	A. That's another decision based off	
8	the SCS, it's based off coordinated planning.	
9		

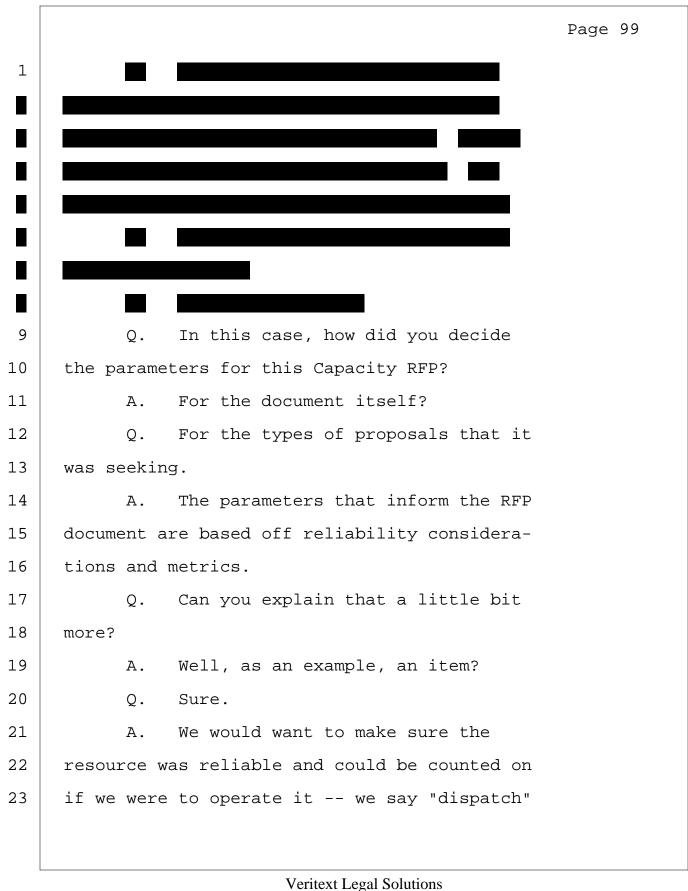




Page 90 1 it looks like there was a change in Barry #5 is not retiring now until 2028; is that 2 3 correct? Let me find Barry 5 here. 4 Α. It's small. 5 0. 6 Α. They are small, aren't they? 7 In 2024 Barry 5 is not available in 2027 and beyond. In -- did I say "2025"? 8 9 I meant 2024. 10 Ο. Okay. 11 Α. In 2025, Barry 5 is not available 12 in 2029 and beyond. 13 What spurred that change? Q. Barry 5 was represented in the 14 Α. 15 updated IRP for another two years because the 16 capacity was needed to address reliability 17 concerns. Can you point to any other changes 18 0. 19 between 2024 and 2025 on these sheets? 20 I'd have to go through it line by Α. line. There are other changes. 21 2.2 Do you remember any off the top of 0. 23 your head?

		Page 91
1	A. Specifically, let's see here. As	
2	we previously discussed, Gaston 1 through 4	
3	in 2024 is not available in the 2024 IRP	
4	is not available from 2029 and beyond and in	
5	the 2025 IRP Gaston 1 through 4 is available	
6	in 2029 through 2034.	
7	That would be another example.	
8	Q. Okay. Thank you.	
9	What is sheet two of this exhibit,	
10	which is titled "Prog CGH"? Maybe it's not	
11	titled that but that's the sheet name.	
12	A. Is your question what is this	
13	sheet?	
14	Q. Yes.	
15	A. This sheet I believe attempts to	
16	outline the differences or the transition	
17	from Budget 24 IRP to the 24 update IRP for	
18	25 using those interchangeably, 24 and 25.	
19		

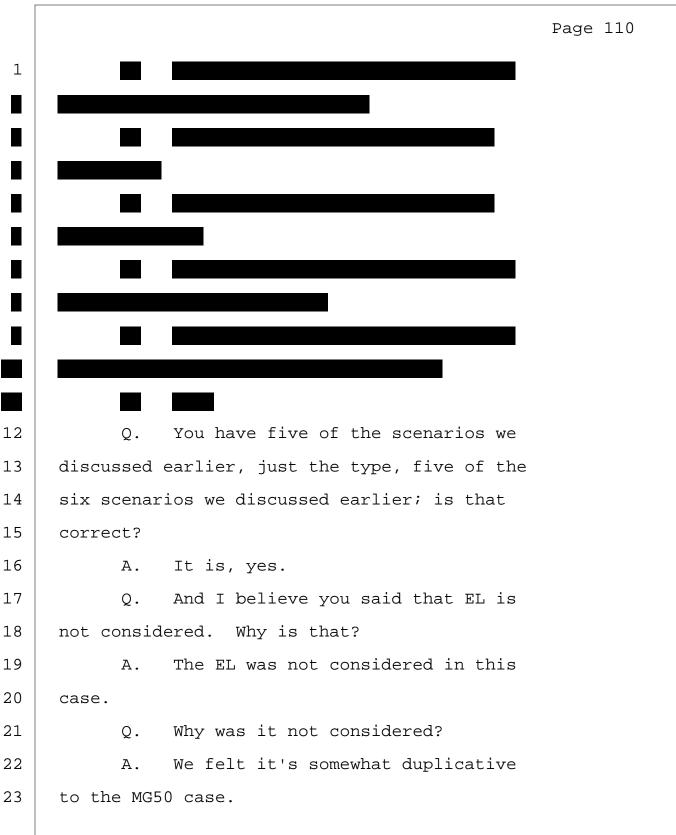
1       Q. For purposes of determining the         2029 deficit need of 1179 megawatts, every         input that could affect that was updated?         5       A. At the time that we generated the         6       projection for this, which was the basis for         7       our filing, everything had been updated and         8       reflected in that number that could be up-         9       dated.         10       Image: Court of the set of th			Page 96
3 2029 deficit need of 1179 megawatts, every 4 input that could affect that was updated? 5 A. At the time that we generated the 6 projection for this, which was the basis for 7 our filing, everything had been updated and 8 reflected in that number that could be up- 9 dated.	1		
<ul> <li>4 input that could affect that was updated?</li> <li>5 A. At the time that we generated the</li> <li>6 projection for this, which was the basis for</li> <li>7 our filing, everything had been updated and</li> <li>8 reflected in that number that could be up-</li> <li>9 dated.</li> </ul>	2	Q. For purposes of determining the	
<ul> <li>A. At the time that we generated the</li> <li>projection for this, which was the basis for</li> <li>our filing, everything had been updated and</li> <li>reflected in that number that could be up-</li> <li>dated.</li> </ul>	3	2029 deficit need of 1179 megawatts, every	
6 projection for this, which was the basis for 7 our filing, everything had been updated and 8 reflected in that number that could be up- 9 dated.	4	input that could affect that was updated?	
<pre>7 our filing, everything had been updated and 8 reflected in that number that could be up- 9 dated.</pre>	5	A. At the time that we generated the	
8 reflected in that number that could be up- 9 dated.	6	projection for this, which was the basis for	
9 dated.	7	our filing, everything had been updated and	
	8	reflected in that number that could be up-	
	9	dated.	
	10		
Veritext Legal Solutions		Voritort Logal Solutions	



Page 100 1 -- that it would actually be there when we needed it. So we obviously factor that into 2 3 the RFP. Regarding the size of the resource 4 0. that you're looking for, the capacity of it? 5 6 Α. Yes. 7 Ο. What informs that? The was range was based off of two 8 Α. 9 considerations. It's kind of a low 100 mega-That's kind of a benefit of the mega-10 watts. 11 watt you're getting for the amount of work 12 that has to go in. It kind of raises costs 13 and it makes it unviable to really entertain 14 projects that small because of work effort. 15 And the upper end is more informed 16 about the reliability concerns of having one 17 single generating unit of a size that, if you 18 lost that unit, it could impose reliability 19 concerns on the system realtime. 20 The Capacity RFP that led to this 0. petition was issued in July of 2023; is that 21 2.2 correct? 23 Α. Yes, it was.

		Page 101
1	Q. Okay. So was that before or after	
2	the completion of the 2024 IRP?	
3	A. That would have been before the	
4	completion of the 2024 IRP.	
5		

1



Veritext Legal Solutions

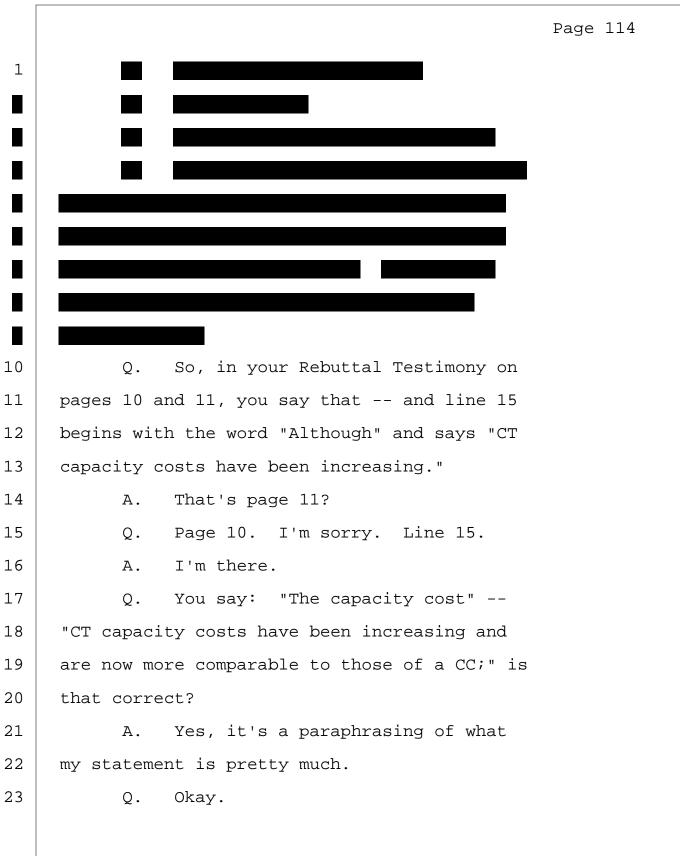
1 Q. Is the Aurora model also used for this? 2 3 Α. The Aurora model does help produce this graph, yes. 4 5 0. And what inputs does Alabama Power 6 generate versus obtaining them from outside 7 sources that go into creating this chart? That's a lot of information. 8 Α. This 9 chart is economic analysis conducted using 10 that model I mentioned with the input bid 11 information that's provided by the bidders 12 on the previous pages we just discussed and 13 simulating those offerings inside that model. So the external entities in this case would 14 15 be the bidders. 16 As I stated earlier, some economic 17 inputs are provided to go into the model at a 18 higher level. Those are provided from the 19 Department of Energy. The AEO Forecast, our 20 annual energy outlook. 21 That's all I can think of that's 2.2 predominantly external and everything else would be internal load unit assumptions and 23

Page 111

Veritext Legal Solutions

		Page	112
1	things of that nature.		
2	Q. Does the SCS make decisions for		
3	these scenarios as well?		
4	A. When you say "makes decisions"		
5	Q. I think when we were talking about		
б	these scenarios and the IRP or the Benchmark		
7	Plan, you indicated some of those decisions		
8	were made by SCS. Tech View perhaps or some		
9	of those inputs that were determined by SCS.		
10	A. Yes.		
11	Q. Does SCS determine some of these		
12	inputs that apply to this RFP specific model		
13	as well?		
14	A. No. I would say that don't.		
15			
21	Q. We were discussing the APC 2023		
22	Short List Determination Capacity RFP, which		
23	I believe we marked as Exhibit 11.		

		Page 113
1	A. Yes.	
2	Q. Were any CT bids received in bids	
3	received?	
4		
8	Let me restate there were three	
9	options for combustion turbine, two options	
10	were companies self-build options, one simple	
11	cycle combustion turbine, same thing; and a	
12	two-unit option for the same plant location.	
13	Then ,	
14	which is a combustion turbine option as well.	
15		



Veritext Legal Solutions

		Page	115
1	A. I say: "Although in recent years		
2	CT capacity costs have increased and are more		
3	comparable to those of a CC."		
4	Q. Why have capacity costs of a CT		
5	historically been lower?		
6	A. CT capacity costs, when you say		
7	"historically lower," CT I don't exactly		
8	know why CT capacity costs have risen other		
9	than due to I guess just market demand for		
10	the technology, which is why it's higher than		
11	it has been historically.		
12	Q. Because there's more demand for		
13	the technology?		
14	A. There's more demand in general for		
15	generated technologies right now overall.		
16	Q. Is the total cost of CTs lower		
17	than CCs in general?		
18	A. It depends on whether you need a		
19	depending on the type of resource you need		
20	to meet the load shortage you have.		
21	Q. By "type of resource," do you mean		
22	base load or peaking?		
23	A. Or peaking, that's right.		

		Page	116
1	Q. Tell me the difference. Are CTs		
2	lower than CCs as a peaking resource?		
3	A. (No response.)		
4	Q. You said the total cost depends		
5	on the type of resource you need. So does it		
6	depend on the type of resource and the type		
7	of gas plant?		
8	A. Total cost includes other costs		
9	other than the cost to capacity.		
10	Q. What other costs does it include?		
11	A. Operating cost, cost to produce		
12	energy.		
13	Q. So, for a base load resource, is		
14	the total cost of CTs lower than CCs?		
15	MR. MCCRARY: Object to the form		
16	of the question.		
17	A. Could you rephrase that question?		
18	It doesn't make sense to me.		
19	Q. (By Ms. Brass) The total cost you		
20	said depends on the type of resource; is that		
21	correct?		
22	A. The total cost is what the total		
23	cost is. You have a total cost for and CT		

		Page 117
1	and a total cost for a combined cycle. The	
2	economics of one over the other is a function	
3	of what the need is from a load standpoint,	
4	base load of PT.	
5	Q. Which one would cost more?	
6	A. It varies based off what the load	
7	is and what the need is at the time for the	
8	period you're considering and the load that	
9	you're considering.	
10	Q. So is the total capacity cost of	
11	CTs lower than CCs?	
12	A. Yes, historically it has been;	
13	although as I've communicated in my testimony	
14	the capacity cost by itself does seem to be	
15	getting higher and is approaching that of a	
16	combined cycle.	
17	Q. And the total cost is there a	
18	difference between the total cost of CTs and	
19	CCs all else being the same?	
20	MR. MCCRARY: Object to the form	
21	of the question.	
22	A. Going back to my previous state-	
23	ment, as I've said before, it depends upon	

		Page	118
1	the application which you're applying it to		
2	and what load you're trying to fill with the		
3	resource.		
4	Q. (By Ms. Brass) If you're trying to		
5	fill a peaking need?		
6	A. If you need go ahead.		
7	Q. That's it. What if you're trying		
8	to fill a peaking need?		
9	A. So is your question, if I'm trying		
10	to fill a peaking need, what is the cheaper		
11	resource?		
12	Q. Yes.		
13	A. If I was trying to fill a peaking		
14	need, typically, the peaker should be the		
15	lower cost technology.		
16	Q. Is the technology cost reflected		
17	by the capacity cost? Is the CT technology		
18	cost lower?		
19	A. The technology cost is analogous		
20	to the capacity cost.		
21	Q. Okay.		
22	A. When looking at the cost to build.		
23	Q. Okay.		

		Page 119
1	A. There are other costs as I have	
2	stated related to operations, performance	
3	characteristics, efficiencies, stuff of that	
4	nature.	
5		

### Page 120 1 7 Ο. Are there any differences between the operation and maintenance expenses of 8 running a CC versus a CT? 9 10 Α. Yes. 11 Ο. What are those differences? 12 Α. So the operating and maintenance 13 expenses vary because the technologies are different. 14 15 Is one generally more expensive? Q. 16 Yes, I would say -- could you ask Α. 17 your question again one more time to make sure I fully absorbed it? 18 19 Q. Between operation and maintenance 20 expenses between CC and CT, which one is more 21 expensive? I don't know you can generalize it 2.2 Α. 23 that way. It's a function of again what load

Veritext Legal Solutions

		Page	121
1	you're trying to meet.		
2	Q. But the technologies themselves		
3	need the different operation and maintenance		
4	costs?		
5	A. They do. The technologies are		
б	different; one is a more elaborate technology		
7	and one is a simpler technology.		
8	Q. So would the elaborate technology		
9	generally cost more or less?		
10	A. It depends on how you're looking		
11	at the cost, if you're looking at total cost		
12	or if you're looking at per-unit cost of the		
13	energy.		
14	Q. What are operation and maintenance		
15	costs?		
16	A. It also varies as a function of		
17	how much it runs, if you're looking at it on		
18	a per-unit cost or a total cost basis.		
19	Q. On a per-unit cost, can you give		
20	me an estimate there on which what do you		
21	mean by "per unit cost"?		
22	A. Yes, on a dollar-per-megawatt-hour		
23	basis.		

## Page 122

1	I would refer to my testimony and
2	that the resources we have in my short list
3	for final consideration. Those technologies
4	or those options, those acquisitions of com-
5	bined cycle and PPA for the combined cycle
6	were the two finals because those yielded the
7	lowest cost.
8	Q. Okay.
9	A. Obviously in the analysis and the
10	comparison with simple cycles prior to that.
11	Q. Are there a differences between CC
12	and CT? For instance, does one produce more
13	emissions than the other?
14	MR. MCCRARY: Object to the form
15	of the question.
16	A. Emissions as a per unit of energy
17	measure or emissions on a total basis?
18	Q. (By Ms. Brass) Per unit of energy
19	to start.
20	A. I think in general per unit of
21	energy, the combined cycle is likely to have
22	less emissions.
23	Q. And on a total basis?

		Page 123
1	A. The combined cycle is likely to	
2	have more emissions.	
3	Q. Why is that?	
4	A. Because it runs a lot more.	
5		
22	Q. This Capacity Expansion Plan, does	
23	it inform for example, on this Capacity	

		Page	124
1	Expansion Plan MGO on the first page, I see		
2	in 2028 "Battery 4-hour 560."		
3	A. It's 2029.		
4	Q. 2029. Sorry. 2029 Battery 4-hour		
5	560.		
6	In deciding what kind of RFP to		
7	send out or whether to send one out at all,		
8	does Alabama Power look to this plan to say		
9	"We need a CC" or "We should look for a bat-		
10	tery"?		
11	A. No. We don't use it as guidance		
12	for saying "We have to only select one type		
13	of resource." We simply issue an RFP and we		
14	say "We're open to any resources that can		
15	meet certain reliability requirements that I		
16	communicated in my prior statements" and we		
17	let the market provide whatever they want to		
18	provide.		
19	Q. This Capacity RFP that led to this		
20	position did not allow for batteries, did it?		
21	A. This RFP did not.		
22	Q. And was that based on reliability		
23	concerns?		

		Page	125
1	A. That was based off a reliability		
2	concern, yes.		
3	Q. What is that concern with that		
4	reliability?		
5	A. The concern is that we really just		
6	don't have any operating experience.		
7	At the time that we issued the		
8	RFP, with the exception of a few very small		
9	batteries, we had no large scale batteries		
10	deployed on the Southern System so we lacked		
11	operating experience and because of that we		
12	were not comfortable issuing an RFP for the		
13	size and capacity we needed for technology		
14	that would give us concerns around liability		
15	in deploying that many megawatts of technol-		
16	ogy before we gained more operating experi-		
17	ence on the smaller size deployments, such as		
18	cordless.		
19	Q. When you say "Southern System,"		
20	that's Southern Company?		
21	A. Yes, which includes Mississippi		
22	and Georgia Power.		
23	Q. On the Capacity Expansion Plan,		

		Page 126
1	this does not inform specific capacity RFPs	
2	that you send out and in terms of you're not	
3	looking for a particular resource based on	
4	this plan?	
5	A. I get hung up a little on your use	
6	of "inform." You mean "inform" as catering	
7	the RFP to specifically target a technology;	
8	right?	
9	Q. Yes.	
10	A. Yes. As I stated before, when we	
11	issue the RFP, we do not target a specific	
12	technology.	
13		
14	A. We open it up to any technologies	
15	that can meet the reliability requirements	
16	that we communicated in the RFP document.	
17		

		Page 127
1		
8	Q. No. Keep going.	
9	It's an indicative plan. What do	
10	you use this Capacity Expansion Plan for?	
11	A. We use this Expansion Plan as a	
12	Benchmark Plan to give us an indication of	
13	the type of technology that could be could	
14	be deployed to meet the need going forward.	
15	Q. But, in 2029, that's the year that	
16	we need 1179; right?	
17	A. That's correct.	
18	Q. My question I guess is: Why does	
19	this not add up? Why does it not provide	
20	enough proposed resources to meet that 1179	
21	need?	
22	A. As I'd stated earlier, the IRP	
23	the case that we had built off of was Budget	

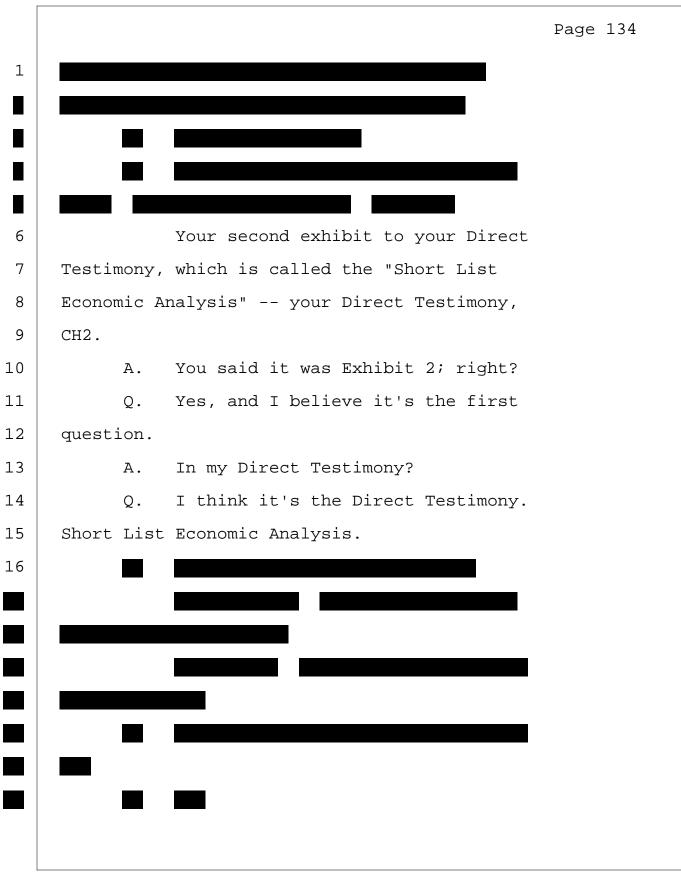
Veritext Legal Solutions

Page 128

1	24 with updates and at that time the updates
2	were the existing generators and demand site.
3	All of that information was updated.
4	The load forecast was updated and
5	that was all being done pursuant to producing
6	the B25 forecast, or the IRP I should say but
7	we were at a point in time where we had not
8	had approval of or final completion of the
9	IRP.
10	This Expansion Plan had not been
11	created yet for that new process so we used
12	the older plan in the identified in number 24
13	as the basis for issuing the IRP. We knew we
14	had need so we issued the RFP and then as we
15	updated the information we realized the need
16	had got larger predominantly because of the
17	increase in demand on the load forecast.
18	Q. So is this Capacity Expansion Plan
19	so is there a new one of these Capacity
20	Expansion Plans that reflects newer numbers?
21	A. There is a new one for the Budget
22	25 process that we did not have available to
23	us at that point in time.

		Page 129
1	Q. So would that one say in 2029 1179	
2	on this total over here? Would that provide	
3	enough for those resources for that?	
4	A. Yes, that would coincide back with	
5	the 1179 number and it would address that	
6	shortfall.	
7	Q. You don't happen to know what the	
8	new version of this proposes, do you?	
9	A. Yeah, at a high level I do. It	
10	picked a mix of battery and combined cycle.	
11	Q. Another question on this	
12	A. I'll point out that I think the	
13	ballpark I'll give you ballpark numbers.	
14	The combined cycle resource was 900 megawatts	
15	and the remainder was battery.	
16	Q. Does that 900 megawatts is very	
17	close to the 895 of Lindsay Hill. Does that	
18	number get was that chance that it chose	
19	that or did were there inputs that changed	
20	because this RFP has already gone on?	
21	A. No. The modeling system picks in	
22	certain size increments, I believe it's 300	
23	megawatt blocks, and it picked I think three	

		Page 130
1	blocks in that period to fill that in.	
2		



Veritext Legal Solutions

Page 135

1

Q. On the first page of this, the Capacity Winter, my first question is: Why is the winter capacity between the PSA and the PPA different?

A. The PSA, the Purchase Sale Agreement resource, is a higher capacity because
it reflects an assumed increase in capacity
of the unit shortly after it comes into service for Alabama Power and that occurs at a
maintenance event.

13 We go through standard maintenance events and there's an opportunity to increase 14 the capacity because the facility can -- you 15 16 are kind of doing maintenance work analogous 17 to like car maintenance. There's equipment 18 that just needs to replaced as a standard 19 part of operating the plant and you can go 20 back in with technology that's better than what was originally contemplated when the 21 2.2 resource was built over 20 years ago. 23 By going with improved technology,

Page 136 1 which gets you more capacity and sometimes efficiency and things like that, you can get 2 3 more output as a result of it. It contemplates at the maintenance 4 5 event increasing the output of that with that 6 improvement in technology. Is the -- and that's -- the PSA is 7 Ο. what's proposed in this petition? 8 9 Α. That's correct, and that cost is 10 factored into this analysis. 11 Ο. The actual amount of what Alabama 12 Power expects to receive from Lindsay Hill 13 would be 959 megawatts? That's right, yes, more on a long-14 Α. 15 term basis. 16 Q. Okay. 17 Α. But the PPA does not reflect that 18 assumption because we would not own the re-19 source. So we would rely on the owner to do the maintenance and we did not want to assume 20 that they would elect to make that decision 21 2.2 to do that work. 23

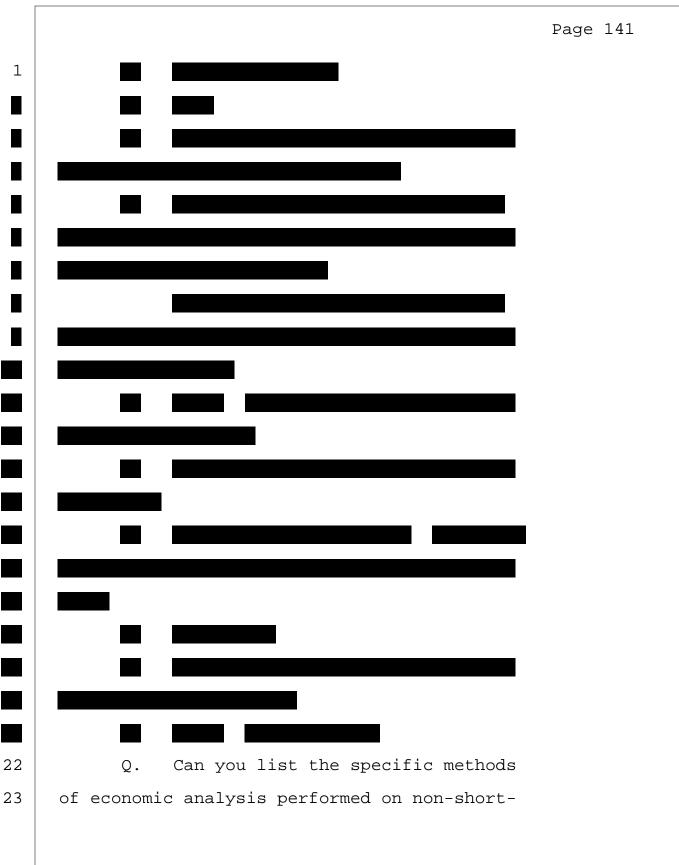
Page 137

1 Why is MG50 -- why are those numbers in the parentheses negative? 2 3 Α. Going back to this is a Life Cycle Cost Analysis, a full cost analysis, and it 4 5 doesn't look at capacity cost but it looks at the operating cost and it looks at the value 6 7 of the energy, what's the cost of electricity you get out of it. We call that a Life Cycle 8 9 Cost Analysis and we do that under all these 10 cases. 11 The MG50 case assumes a \$50 nomi-12 nal price of carbon dioxide emissions that 13 increases a pretty dramatic rate over time 14 and the combined cycle relative to other generating resources in the fleet is a high 15 16 efficiency. 17 It produces less CO2 emissions and 18 other technologies, which means it will run 19 more as projected in the simulations and the 20 value of that energy because it's a lower cost because it's not pricing as much carbon 21 2.2 in as you would get from other resources 23 means it more than pays for the cost of the

Page 138

1	resource purchase and operation because of
2	the savings in that energy relative to what
3	you would see with the higher emitting higher
4	cost resources.
5	Q. So it's all relative to even
6	though you're putting a carbon price on this,
7	the number is negative because you're consid-
8	ering it relative to other you're consid-
9	ering the value relative to other less carbon
10	efficient process technologies?
11	A. Yes, you could say it that way.
12	It's value of energy because of its lower
13	carbon emissions and cost resulting cost
14	from that, it's cheaper than higher emitting
15	higher cost resources and because of that it
16	operates the resource more and that value
17	then exceeds the cost to purchase and main-
18	tain the facility when you look at the total
19	cost of it on a life-cycle basis.
20	
	Veritext Legal Solutions

800.808.4958



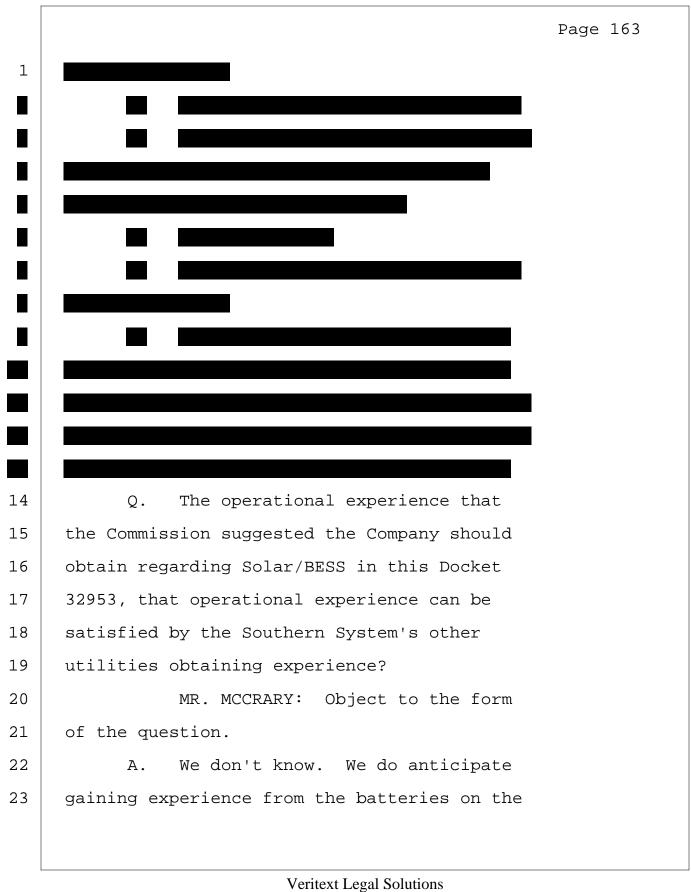
Veritext Legal Solutions

		Page	142
1	listed resources?		
2	A. Yes, we use the Peaker Methodology		
3	earlier in the process to evaluate non-short-		
4	listed resources.		
5	Q. What's the Peaker Methodology?		
6	A. It's a detailed methodology that		
7	is separate from a production cost model but		
8	simulates the total cost life cycle cost		
9	value I alluded to before using a different		
10	mathematical approach but still evaluates the		
11	same basic variables you would get using the		
12	production cost modeling methodology that was		
13	used for the short list.		
14	Q. And the production cost modeling		
15	methodology you used for the short list, the		
16	scenarios for this, are they done in Aurora?		
17	A. The modeling or the model that		
18	simulates production cost is Aurora and those		
19	cases are run under each of the scenarios but		
20	Aurora does not create those scenarios and		
21	inform those scenarios, it simply uses the		
22	condition inputs in the scenarios to simulate		
23	the output.		

		Page 143
1	Q. Part of that output does Aurora	
2	produce the cost output?	
3	A. Aurora produces a component of the	
4	cost output which is then factored in with	
5	costs from other evaluations of other areas.	
6	Q. And the Peaker Methodology was	
7	the Peaker Methodology used for the short	
8	list as well?	
9	A. No, the Peaker Methodology was not	
10	used for the short list analysis.	
11	Q. Peaker is an economic analysis;	
12	right?	
13	A. Peaker yes, Peaker is used to	
14	develop an economic valuation of resources	
15	and hence an analysis, that's correct.	
16	Q. What methodology was used for the	
17	short list for the economic portion of it?	
18	A. The short list economic analysis	
19	was using production full production cost	
20	runs in Aurora.	
21		
	Veritext Legal Solutions	

		Page 149
1	Q. Or volatility in gas prices. Does	
2	firm gas transportation protect Alabama Power	
3	from gas price changes?	
4	A. Firm gas transportation can miti-	
5	gate risks associated with gas volatility.	
6	Q. How?	
7	A. In the case of not having firm	
8	transportation, the price of delivery can	
9	fluctuate with demand.	
10	For firm transportation you pre-	
11	pay for demand over a period of time and that	
12	price is fixed and known so that that risk is	
13	mitigated.	
14	Q. Does gas storage protect Alabama	
15	Power from gas price spikes?	
16	A. It can.	
17	Q. Is there onsite gas storage for	
18	Lindsay Hill?	
19	A. No, there's not onsite gas storage	
20	for Lindsay Hill.	
21		
	Veritext Legal Solutions	

		Page 150
1		
3	Q. Is there storage that can be used	
4	by Lindsay Hill?	
5	A. Yes.	
6	Q. Where is that?	
7	A. I don't know the exact locations	
8	but the company has multiple storage facili-	
9	ties that it uses to help mitigate these	
10	risks and manage gas supply for all of its	
11	gas resources.	
12		



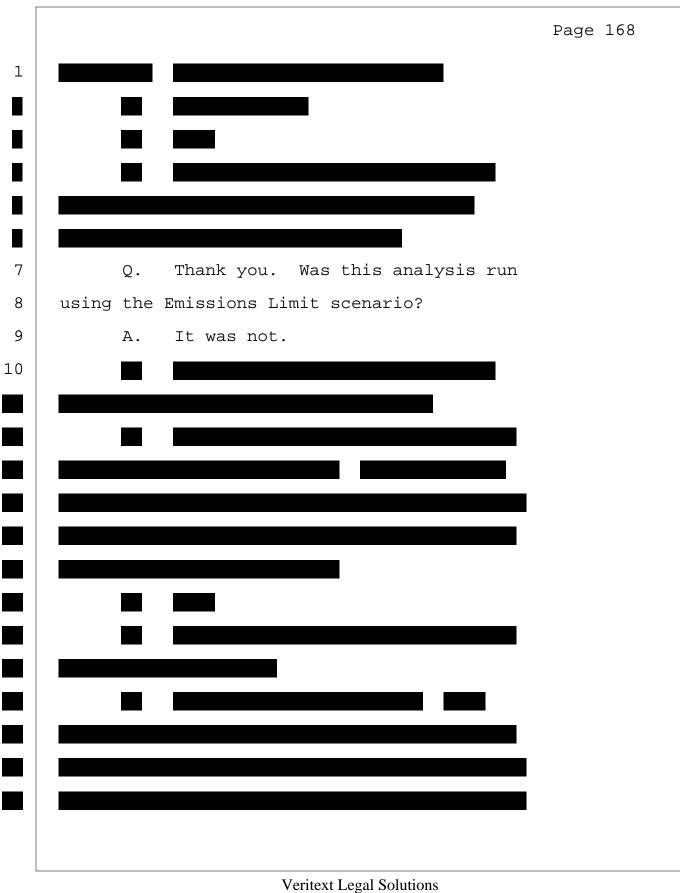
Page 164

1 Southern System but we don't know what point in time that will be acceptable operating 2 3 experience. (By Ms. Brass) At this time does 4 Ο. Georgia Power or Mississippi Power have more 5 6 experience with either Solar or Solar Plus 7 storage or storage than Alabama Power does? 8 Α. Could you define better what you 9 mean by "more"? What do you mean by "more"? 10 Do they have more operational Ο. 11 experience? Do they have more operational 12 experience than Alabama Power? 13 Α. For Solar? 14 Ο. For Solar Plus storage. 15 Yes, I would say Georgia has more Α. 16 operational experience for Solar than Alabama 17 does. They have more projects in operation 18 today. 19 0. What about for just storage for BESS alone? 20 Yes, I believe they do in that, 21 Α. 2.2 too, because they have at least one facility online to date. 23

		Page	165
1	Q. In you Rebuttal Testimony on page		
2	18 I believe, the Total Term Cost and Net		
3	Energy Benefit chart on that page.		
4	A. Yes, I see it.		
5	Q. So was this chart specifically		
6	created for this Rebuttal Testimony?		
7	A. Yes, I did create this chart to		
8	provide for the Rebuttal Testimony.		
9	Q. I want to walk through it a bit.		
10	So we're looking at the on the		
11	resource chart those are four real potential		
12	resources; correct? Are they real projects		
13	or proposed projects?		
14	A. These are real proposed projects		
15	that were received in our 2024 renewable RFP.		
16	Q. You consider them under the same		
17	five scenarios that you considered Lindsay		
18	Hill under?		
19	A. I did, yes.		
20	Q. Did you do that just before this		
21	Rebuttal Testimony or had you already done		
22	that?		
23	A. I created this analysis for the		

		Page	166
1	purpose of this Rebuttal Testimony.		
2	Q. Walk me through again MG50 here.		
3	My understanding is it right MG50 includes		
4	a carbon cost of carbon? That scenario does		
5	consider a greenhouse gas carbon cost; is		
6	that right?		
7	A. MG50 does, yes.		
8	Q. What is that cost in MG50?		
9	A. It starts at \$50.		
10	Q. We talked about why the Lindsay		
11	Hill PSA is negative and this is the result,		
12	this negative 2,087.		
13	Why are the solar resources do		
14	solar resources emit carbon?		
15	A. No, they do not.		
16	Q. So why is Lindsay Hill less than		
17	the solar resources in this chart?		
18	A. Lindsay Hill is less than the		
19	solar resources because its valuable in off-		
20	setting carbon emissions is greater than the		
21	solar resources because it runs more and the		
22	solar resources don't have enough operating		
23	hours, megawatt hours capacity factor, to		

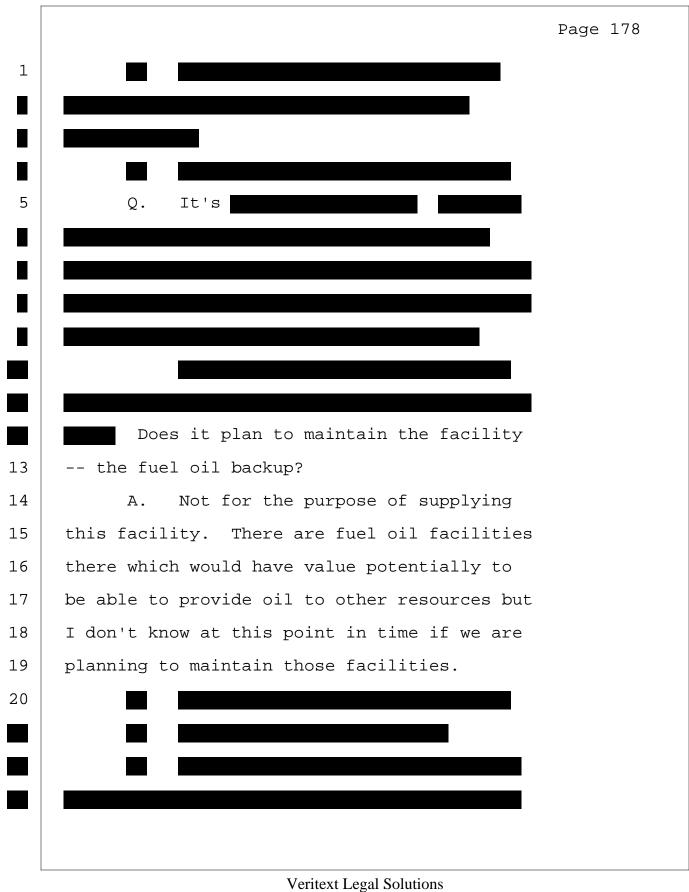
		Page 167
1	offset their costs.	
2	When you factor the benefits in	
3	with the cost, it's still a net cost to do	
4	either of those four options.	
5		
17	Q. You did not consider a high cost	
18	on this?	
19	A. High cost of gas with carbon, no,	
20	not in this case we did not.	
21		



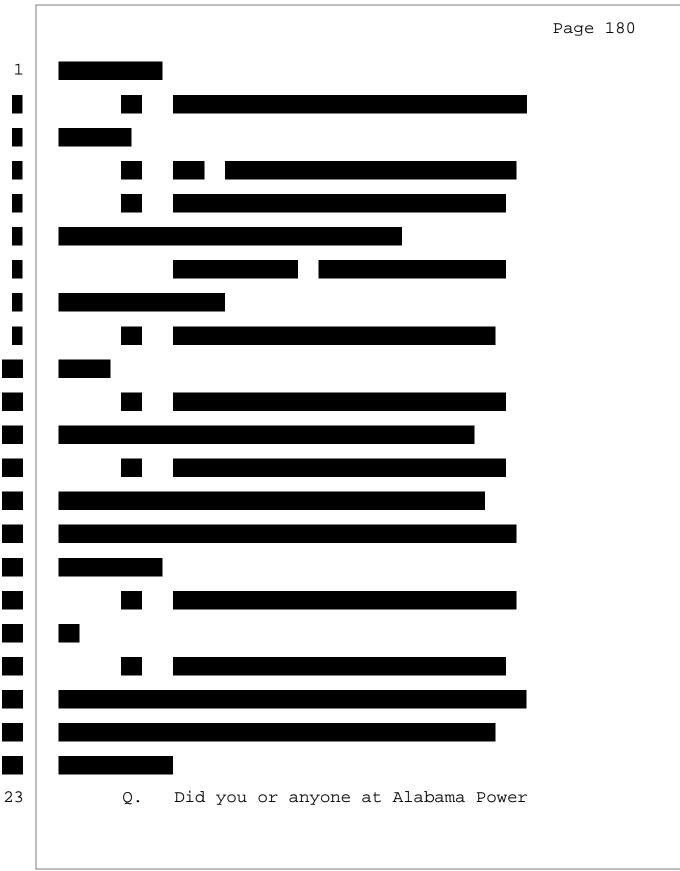
		Page 176
1		
4	Q. But both are currently served by	
5	Transco?	
6	A. Both locations are, yes, served by	
7	Transco. Tenaska manages the gas service for	
8	Lindsay Hill to date at their facility but	
9	they're plumbed for Transco.	
10	Q. Would there be financial benefits	
11	to Alabama Power by them changing the Central	
12	Alabama service to Southern Natural Gas Pipe-	
13	line?	
14	A. There would be some fuel diversity	
15	benefits taking gas off of a separate pipe-	
16	line.	
17	Q. Does Central Alabama have to be	
18	replumbed for Southern Natural Gas?	
19	A. No. It can currently be served	
20	off of SONAT to date.	
21	Q. But Lindsay Hill can't?	
22	A. That's correct.	
23	Q. Are there any plans to replumb	

		Page 177
1	Lindsay Hill so that it could be served by	
2	both?	
3	A. No, not at this time but we would	
4	consider that at a later date if it provided	
5	value for us and our customers.	
6	Q. So Tenaska currently has an agree-	
7	ment Transco; correct?	
8	A. They would, yes. Transco is the	
9	pipe that serves there.	
10	Q. And does that contract or will	
11	that contract be assigned to Alabama Power or	
12	would it be a new agreement?	
13	A. I don't know a lot of specifics	
14	around the existing contract Tenaska has with	
15	Transco for Lindsay Hill. We've taken steps	
16	through our own gas planning organization to	
17	ensure we have firm gas transportation from	
18	Transco for Lindsay Hill if we are to take	
19	ownership of it.	
20		
	Veritext Legal Solutions	

800.808.4958



CONFIDENTIAL



Veritext Legal Solutions

Page 181

1	meet with any of the perspective bidders or
2	the bidders that ended up submitted NOIs in
3	this capacity RFP in this petition prior to
4	releasing the Capacity RFP?
5	A. Yes, Tenaska requested to meet
6	prior to the release of the Capacity RFP in
7	2023.
8	Q. Why did they request to meet?
9	A. They didn't specifically say but
10	we met with them, myself and my boss who was
11	a different individual at the time met with
12	them for a drink after work one day and we
13	communicated that we were not at liberty to
14	disclose specifics associated with the RFP
15	but the document had I think at that time
16	actually it had been released or was in the
17	process of being released. Actually, it had
18	been released.
19	You asked me if it was prior. We
20	couldn't communicate any details on that.
21	Q. That's what was discussed at the
22	meeting?
23	A. Yes, but there was no specific

## Page 182

1	resource discussed. We simply this all my
2	recollection going back a while but they had
3	asked if we could meet and we met with them
4	and we may have discussed high level the RFP
5	document that was being what was in that
б	but we specifically stuck to the document and
7	we did not communicate anything that was not
8	public.
9	Q. You believe that was after the RFP
10	was released?
11	A. I can't remember exactly. I would
12	need to double check and see when that was.
13	I remember we wanted to make sure
14	that we had clear above-board representation
15	that they were not going to get any treatment
16	or anything, any favorable treatment.
17	We made sure there was separation.
18	They did not purchase any of our beverages.
19	We paid for our own drinks at that meeting.
20	It was brief. It was held to one drink and
21	we left.
22	

Veritext Legal Solutions

	Page 188
1	CERTIFICATE
2	STATE OF ALABAMA )
3	
4	COUNTY OF JEFFERSON )
5	
6	I hereby certify that the above and foregoing
7	deposition was taken down by me in stenotype and the questions
8	and answers thereto were transcribed by means of
9	computer-aided transcription, and that the foregoing
10	represents a true and correct transcript of the testimony
11	given by and witness upon said hearing.
12	I further certify that I am neither of counsel, nor
13	kin to the parties to the action, nor am I in anyway
14	interested in the result of said cause named in said caption.
15	I further certify that I am duly licensed by the
16	Alabama Board of Court Reporting as a Certified Court Reporter
17	evidenced by the CCR number following my name below.
18	
19	Sura Patterson
20	Susan Bell, Commissioner
21	Certified Court Reporter
22	CCR#14-Expires: 9/30/25
23	Commission Expires: 10/26

Г

	·					
Page <u>53</u>	_ Line _	16	Change	"toe"	should	be "to."
Reason for d	change	_Турос	raphical	error.		

	l
	1
Page <u>78</u> Line <u>10</u> Change <u>"It" should be "we."</u>	
Reason for change	
Page <u>84</u> Line <u>8</u> Change <u>"Uh-huh" should be "Yes."</u>	,
Reason for changeClarification.	-
Page91 Line10 Change "Prog CGH" should be "Pro	۰g
CJH."	
Reason for changeTypographical error.	

Page	_100	Line _	<u>8</u>	Change	"The	was	range	was″	should
be "The	e rang	ge was."							
Reason	for d	change	_Typogra	phical	error				
Page _	_111	Line _	19	Change	e <u>"</u> C	)ur″	should	d be	"the."
Reason	for d	change _	<u>Clarifi</u>	cation.	_				
Page _	_112	Line _	14	Change	e _ <u>"</u> Th	nat"	should	d be	"they."
Reason	for o	change	<u>Clarifi</u>	cation.	_				
Page	_113	Line _	10	Change	e′c	compa	anies :	self-	build"
abould	bo »(		alf bui	14 ″					
		Company s							
Keason	tor (	change	<u>'l'ypogra</u>	phical	error	<u>.</u>			
Page	_115	Line _	15	Change	e "ge	enera	ated" a	shoul	d be

"generation."

Reason for change <u>Typographical error</u>. Page <u>116</u> Line <u>9</u> Change <u>"to" should be "of."</u> Reason for change <u>Clarification</u>. Page <u>116</u> Line <u>23</u> Change <u>"and" should be "a."</u> Reason for change <u>Typographical error</u>. Page <u>117</u> Line <u>4</u> Change <u>"of PT" should be "or CT."</u> Reason for change <u>Typographical error</u>.

Page \_122 Line \_\_2 Change Strike "that."

Reason for change \_\_Clarification.

Page <u>125</u> Line <u>14</u> Change <u>"liability" should be "reliability."</u> Reason for change \_\_\_\_\_Typographical error.

Page <u>125</u> Line <u>18</u> Change <u>"cordless" should be "Gorgas."</u>

Reason for change <u>Typographical error</u>.

Page <u>127</u> Line <u>13</u> Change <u>"could be could be" should be "could</u> be."

Reason for change \_\_\_\_\_Typographical error.

Page 128 Line 2 Change "site" should be "side."

Reason for change <u>Typographical error</u>.

Page 128 Line 12 Change "number 24" should be "B24"

Reason for change
Page <u>137</u> Line <u>13</u> Change <u>"increases a pretty" should be</u>
"increases at a pretty."
Reason for change
Page <u>137</u> Line <u>17</u> Change <u>"and" should be "than."</u>
Reason for changeClarification.

Page <u>166</u> Line <u>19</u> Change <u>"valuable" should be "value."</u>
Reason for change <u>Clarification</u> .

			CONFIDENTIAL
			Page 191
	Page	Line	Change
	Reason for	change	
1			Change
	Page	Line	Change
	Reason for	change	
	Page	Line	Change
	Reason for	change .	
	Page	Line	Change
	Reason for	change <sub>.</sub>	
			11.1
		/	luth All
		0	DEPONENT'S SIGNATURE
	Sworn to an	d subscr	ribed before me this 殆 day of
10 - 1 H	April		, 2025.
		0	P
5	2 Ar	sa K	- Zell
登記	NOTARY PU	BLIC / M	Ay Commission Expires: 222028
			Veritext Legal Solutions

877-373-3660

800.808.4958

#### **CERTIFICATE OF SERVICE**

I certify that copies of the foregoing have been served on the following counsel and interested parties this the 5th day of May, 2025.

Dan H. McCrary Scott B. Grover Balch & Bingham LLP 1710 Sixth Avenue North Birmingham, AL 35203 (205) 251-8100 dmccrary@balch.com sgrover@balch.com

Robin G. Laurie Balch & Bingham LLP P.O. Box 78 Montgomery, AL 36101 (334) 269-3146 rlaurie@balch.com

Lindsay D. Barton Olivia W. Martin Assistant Attorney General Office of the Attorney General 501 Washington Avenue Montgomery, AL 36130 (334) 353-2609 (334) 242-7393 lindsay.barton@AlabamaAG.gov olivia.martin@AlabamaAG.gov

C. Richard Hill, Jr. Capell & Howard PC P.O. Box 2069 Montgomery, AL 36102-2069 (334) 241-8043 rick.hill@chlaw.com

> <u>s/Christina Tidwell</u> Attorney for Intervenors Energy Alabama and GASP