

Filing Receipt

Received - 2022-01-13 03:14:56 PM Control Number - 52485 ItemNumber - 97

# SOAH DOCKET NO. 473-22-1073 PUC DOCKET NO. 52485

APPLICATION OF SOUTHWESTERN	§	
PUBLIC SERVICE COMPANY TO	§	BEFORE THE STATE OFFICE
AMEND ITS CERTIFICATE OF	§	
CONVENIENCE AND NECESSITY TO	§	OF
CONVERT HARRINGTON	§	
GENERATING STATION FROM COAL	§	ADMINISTRATIVE HEARINGS
TO NATURAL GAS	§	

# SOUTHWESTERN PUBLIC SERVICE COMPANY'S SECOND SUPPLEMENTAL RESPONSE TO SIERRA CLUB'S FIRST REQUEST FOR INFORMATION QUESTION NO. 1-5(d, e)

(Filename: SPSResp1stSupp02.doc; Total Pages: 9)

I.	WRITTEN RESPONSES	2
II.	INSPECTIONS	3
	ESPONSES	
	UESTION NO. SIERRA CLUB 1-5:	
CE	ERTIFICATE OF SERVICE	6
EX	KHIBITS ATTACHED:	
	SPS-Sierra Club 1-5(d,e)(SUPP 02)	-, ,

# **SOAH DOCKET NO. 473-22-1073 PUC DOCKET NO. 52485**

APPLICATION OF SOUTHWESTERN	§	
PUBLIC SERVICE COMPANY TO	§	BEFORE THE STATE OFFICE
AMEND ITS CERTIFICATE OF	§	
CONVENIENCE AND NECESSITY TO	§	$\mathbf{OF}$
CONVERT HARRINGTON	§	
GENERATING STATION FROM COAL	§	ADMINISTRATIVE HEARINGS
TO NATURAL GAS	Ş	

# SOUTHWESTERN PUBLIC SERVICE COMPANY'S SECOND SUPPLEMENTAL RESPONSE TO SIERRA CLUB'S FIRST REQUEST FOR INFORMATION QUESTION NO. 1-5(d, e)

Southwestern Public Service Company ("SPS") files this supplemental response to the Sierra Club's First Request for Information, Question No. 1-5(d, e). SPS has provided notice, by email, to all parties that SPS's Supplemental Responses to Sierra Club's 1st Request for Information and accompanying exhibits (excluding voluminous and exhibits provided pursuant to the protective order) have been filed with the Commission and are available for download from the Commission's Interchange website.

#### I. WRITTEN RESPONSES

SPS's written supplemental responses to Sierra Club's First Request for Information are attached and incorporated by reference. Each response is stated on or attached to a separate page on which the request has been restated. SPS's responses are made in the spirit of cooperation without waiving SPS's right to contest the admissibility of any of these matters at hearing. In accordance with 16 Tex. Admin. Code § 22.144(c)(2)(A) ("TAC"), each response lists the preparer or person under whose direct supervision the response was prepared and any sponsoring witness. When SPS provides certain information sought by the request while objecting to the provision of other

information, it does so without prejudice to its objection in the interests of narrowing discovery

disputes under 16 TAC § 22.144(d)(5). Pursuant to 16 TAC § 22.144(c)(2)(F), SPS stipulates that

its responses may be treated by all parties as if they were made under oath.

II. INSPECTIONS

If responsive documents are more than 100 pages but less than eight linear feet in length, the

response will indicate that the attachment is voluminous ("(V)") and, pursuant to 16 TAC

§ 22.144(h)(2), the exhibit will be made available for inspection at SPS's voluminous room at 600

Congress Avenue, Suite 2000, Austin, Texas 78701; telephone number (512) 721-2700.

If a response or the responsive documents are provided pursuant to the protective order in

this docket, the response will indicate that it or the attachment is either confidential ("CONF") or

Highly Sensitive ("HS") as appropriate under the protective order. Access to Confidential and

Highly Sensitive materials will be available on Coffin Renner's file sharing link to all parties that

have signed and filed the certification under the protective order entered in this docket. Confidential

and Highly Sensitive responsive documents will also be made available for inspection at SPS's

voluminous room, unless they form a part of a response that exceeds eight linear feet in length; then

they will be available at their usual repository in accordance with the following paragraph. Please

call in advance for an appointment to ensure that there is sufficient space to accommodate your

inspection.

SOAH Docket No. 473-22-1073

If responsive documents exceed eight linear feet in length, the response will indicate that the attachment is subject to the FREIGHT CAR DOCTRINE, and, pursuant to 16 TAC § 22.144(h)(3), the attachment will be available for inspection at its usual repository, SPS's offices in Austin, Texas, unless otherwise indicated. SPS requests that parties wishing to inspect this material provide at least 48-hour notice of their intent by contacting Stephanie Tanner at Coffin Renner L.L.P. PC, 1011 West 31st Street, Austin, Texas 78705; telephone number (512) 879-0900; facsimile transmission number (512) 879-0912; email address stephanie.tanner@crtxlaw.com. Inspections will be scheduled to accommodate all requests with as little inconvenience to the requesting party and to SPS's operations as possible.

XCEL ENERGY SERVICES INC.

Mark Walker

State Bar No. 20717318

919 Congress Ave., Suite 900

Austin, Texas 78701

(512) 236-6926

(512) 236-6935 (Fax)

mark.a.walker@xcelenergy.com

Respectfully submitted,

COFFIN RENNER LLP

Mark A. Santos

State Bar No. 24037433

Kate Norman

State Bar No. 24051121

C. Glenn Adkins

State Bar No. 24103097

1011 West 31st Street

Austin, Texas 78705

(512) 879-0900

(512) 879-0912 (Fax)

mark.santos@crtxlaw.com

kate.norman@crtxlaw.com

glenn.adkins@crtxlaw.com

ATTORNEYS FOR
SOUTHWESTERN PUBLIC SERVICE COMPANY

#### RESPONSES

# **QUESTION NO. Sierra Club 1-5:**

For the Harrington units:

- a. Please produce any unit replacement studies done by the Company.
- b. Identify any transmission grid updates or changes that would be needed to allow for the retirement of any of the units.
- c. Produce any analysis or assessment of the need for the continued operations of each unit.
- d. Provide the remaining book value (plant balance) at the start of 2021.
- e. Identify the current undepreciated book value, and the expected undepreciated book value for each year of the remaining operation life of the unit.
- f. Produce any analysis or assessment of the impact that retirement of each unit would have on capacity adequacy, transmission grid stability, transmission grid support, voltage support, or transmission system reliability.

#### **JANUARY 13, 2022 SUPPLEMENTAL RESPONSE:**

The following supplements SPS's initial response to Sierra Club RFI 1-5(d) and (e) filed on November 10, 2021. Please refer to Exhibit SPS-Sierra Club 1-5(d,e)(SUPP 02).

Preparers: Sean Young, Ben R. Elsey

Sponsor: Ben R. Elsey

### **CERTIFICATE OF SERVICE**

I certify that, unless otherwise ordered by the presiding officer, notice of the filing of this document was provided to all parties of record via electronic mail on January 13, 2022, in accordance with the Order Suspending Rules, issued in Project No. 50664.

Mark A. Santos

			SC 1-5.d	SC 1-5.e					
			Plant Balance						
	Pi	opsoed Retiremer	ıt						
Unit	Asset Classification	Year (c)	1/1/2021	1/1/2021	1/1/2022	1/1/2023	1/1/2024	1/1/2025	1/1/2026
Harrington Unit 1	Coal	2024	22,536,171	10,343,423	9,662,956	8,982,490	8,302,023		
Harrington Unit 2	Coal	2024	21,549,344	10,393,720	9,791,720	9,111,253	8,430,787		
Harrington Unit 3	Coal	2024	21,720,678	10,272,587	9,727,393	9,046,926	8,366,460		
Harrington Common	Coal	2024	7,897,767	5,035,675	4,805,232	4,124,766	3,444,300		
Harrington Unit 1	Gas	2036	145,963,109	69,836,372	65,376,898	60,917,424	56,457,951	51,998,477	47,539,003
Harrington Unit 2	Gas	2038	163,571,000	83,079,660	78,323,689	73,567,719	68,811,748	64,055,777	59,299,806
Harrington Unit 3	Gas	2040	169,361,133	84,761,621	80,486,747	76,211,874	71,937,000	67,662,126	63,387,252
Harrington Common	Gas	2040	41,809,209	22,198,379	21,012,488	19,826,596	18,640,704	17,454,812	16,268,921
			\$ 594,408,411	\$ 295,921,437	\$ 279.187.123	\$ 261,789,048	\$ 244,390,972	\$ 201.171.192	5 186,494,982

<sup>(</sup>a) Undepreciated Net Book Value excludes Land Owned (non-depreciable)

<sup>(</sup>b) Negative undepreciated Net Book Values represent instances where the plant investment depreciation reserve plus the cost of removal reserve exceeds the historical cost of the plant investment.

<sup>(</sup>c) SPS has assumed that a year after the proposed retirement year that the plant will be retired and dismantling activities will conclude, resulting in a zero undepreciated Net Book Value.

						Undepreciated I	Plant Balance		
	Pro	opsoed Retirement							
Unit	Asset Classification	Year (c)	1/1/2027	1/1/2028	1/1/2029	1/1/2030	1/1/2031	1/1/2032	1/1/2033
Harrington Unit 1	Coal	2024							
Harrington Unit 2	Coal	2024							
Harrington Unit 3	Coal	2024							
Harrington Common	Coal	2024							
Harrington Unit 1	Gas	2036	43,079,530	38,620,056	34,160,582	29,701,109	25,241,635	20,782,161	16,322,688
Harrington Unit 2	Gas	2038	54,543,835	49,787,864	45,031,893	40,275,922	35,519,951	30,763,980	26,008,010
Harrington Unit 3	Gas	2040	59,112,379	54,837,505	50,562,631	46,287,758	42,012,884	37,738,010	33,463,136
Harrington Common	Gas	2040	15,083,029	13,897,137	12,711,245	11,525,354	10,339,462	9,153,570	7,967,678
			\$ 171.818.772	157 142 562	\$ 142 466 352	\$ 127 790 142	\$ 113 113 932	\$ 98 437 722	\$ 83 761 512

<sup>(</sup>a) Undepreciated Net Book Value excludes Land Owned (non-depreciable)

<sup>(</sup>b) Negative undepreciated Net Book Values represent instances where the plant investment depreciation reserve plus the cost of removal reserve exceeds the historical cost of the plant investment.

<sup>(</sup>c) SPS has assumed that a year after the proposed retirement year that the plant will be retired and dismantling activities will conclude, resulting in a zero undepreciated Net Book Value.

	Pro	opsoed Retirement							
Unit	Asset Classification	Year (c)	1/1/2034	1/1/2035	1/1/2036	1/1/2037	1/1/2038	1/1/2039	1/1/2040
Harrington Unit 1	Coal	2024							
Harrington Unit 2	Coal	2024							
Harrington Unit 3	Coal	2024							
Harrington Common	Coal	2024							
Harrington Unit 1	Gas	2036	11,863,214	7,403,740	2,944,267				
Harrington Unit 2	Gas	2038	21,252,039	16,496,068	11,740,097	6,984,126	2,228,155		
Harrington Unit 3	Gas	2040	29,188,263	24,913,389	20,638,515	16,363,641	12,088,768	7,813,894	3,539,020
Harrington Common	Gas	2040	6,781,787	5,595,895	4,410,003	3,224,111	2,038,220	852,328	(333,564)
			\$ 69.085.302 \$	54.409.092 \$	39 732 882 \$	26 571 879 Š	16 255 1/12 Š	8 666 222 S	3 205 456

<sup>(</sup>a) Undepreciated Net Book Value excludes Land Owned (non-depreciable)

<sup>(</sup>b) Negative undepreciated Net Book Values represent instances where the plant investment depreciation reserve plus the cost of removal reserve exceeds the historical cost of the plant investment.

<sup>(</sup>c) SPS has assumed that a year after the proposed retirement year that the plant will be retired and dismantling activities will conclude, resulting in a zero undepreciated Net Book Value.

The following files are not convertible:

Exhibit SPS-Sierra Club 1-

5(d,e)(SUPP2).xlsx

Please see the ZIP file for this Filing on the PUC Interchange in order to access these files.

Contact centralrecords@puc.texas.gov if you have any questions.