Exhibit No.:

Issue(s): Landowner Outreach, Land

Acquisition, Modifications to

Landowner Protocols

Witness: Kevin Chandler Type of Exhibit: Direct Testimony

Sponsoring Party: Grain Belt Express LLC
File No.: EA-2023-0017
Date Testimony Prepared: August 24, 2022

MISSOURI PUBLIC SERVICE COMMISSION

FILE NO.

EA-2023-0017

DIRECT TESTIMONY

OF

KEVIN CHANDLER

ON

BEHALF OF

GRAIN BELT EXPRESS LLC

August 24, 2022

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I. INTRODUCTION

- Q. Please state your name, present position and business address.
- A. My name is Kevin Chandler. I am a Director of Transmission Business
- 4 Development for Invenergy, LLC ("Invenergy"). My business address is One South Wacker, Suite
- 5 1800, Chicago, Illinois 60606.

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- Q. What are your duties and responsibilities in your present position?
- A. Grain Belt Express LLC ("Grain Belt Express"), the Petitioner in this proceeding,
- 8 is a limited liability company organized under the laws of the State of Indiana. Grain Belt Express
- 9 is a wholly owned subsidiary of Invenergy Transmission LLC ("Invenergy Transmission"), a
- Delaware limited liability company, which is a wholly owned subsidiary of Invenergy Renewables
- 11 LLC ("Invenergy Renewables"), also a Delaware limited liability company. Invenergy
- 12 Transmission and its affiliate company, Invenergy, are global leaders in renewable energy and
- 13 transmission development. Invenergy or its affiliates are providing project management support
- 14 for Grain Belt Express, including overseeing development of the Grain Belt Express transmission
- line project, pursuant to agreements with Grain Belt Express.
- In my current role at Invenergy LLC, among other things, I am responsible for assisting
- 17 with the development of the Project. This includes but is not limited to siting, regulatory and
- 18 environmental permitting efforts and public outreach, among other duties, in Kansas, Missouri,
- 19 Illinois and Indiana.
- Q. Please describe your educational and professional background.
- A. I obtained a Master of Arts degree in Political Science from the University of North
- 22 Carolina at Chapel Hill (UNC-CH) in 2009. Prior to that, I obtained a Bachelor of Arts degree in
- Journalism and Mass Communication from UNC-CH in 2007. Before joining Invenergy in 2022,
- I worked at Apex Clean Energy, where I held several positions during my seven-year tenure. These

- 1 include Project Development Manager, Senior Public Affairs Manager, Senior Manager of Federal
- 2 Affairs, and Director of Government and Regulatory Affairs. In these roles I supported the
- 3 development of utility-scale wind and solar energy projects across the U.S. Before Apex, I worked
- 4 on communications and advocacy campaigns for environmental NGOs and for a public affairs
- 5 consulting firm in Raleigh, North Carolina.

Q. What is the purpose of your testimony?

- A. I am testifying on behalf of Grain Belt Express, which is filing an Application to
- 8 Amend Existing Certificate of Public Convenience and Necessity ("Application") to construct an
- 9 approximately 800-mile, overhead, multi-terminal +\-600 kilovolt ("kV") high-voltage, direct
- 10 current ("HVDC") transmission line (with 214 of the HVDC transmission miles located in
- 11 Missouri) and associated facilities including converter stations and alternating current ("AC")
- connector lines (the "Project"). The proposed AC connector line in Missouri is referred to as the
- 13 "Tiger Connector."

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- Specifically, the purpose of my testimony is to:
 - Update the Missouri Public Service Commission ("Commission") on negotiations and right-of-way acquisitions on the existing route;
 - Describe the public outreach efforts relating to the development of the Proposed
 Route for the Tiger Connector;
 - Describe the land acquisition process along the Proposed Route for the Tiger
 Connector; and

¹ The 2016 Application indicated that the HVDC portion of the Project in Missouri was anticipated to be approximately 206 miles. Due to improved survey results and working with landowners during the micrositing process (as discussed below), the current expectation is that the HVDC portion of the Project in Missouri will be approximately 214 miles.

1	•	Discuss limited proposed modifications to existing conditions on Grain Belt
2		Express' Certificate of Convenience and Necessity ("CCN") which was granted by
3		the Commission pursuant to its Report and Order on Remand in Case No. EA-2016-
4		0358 ("CCN Order").
5	Q.	Are you sponsoring any schedules or exhibits as part of your direct testimony?
6	A.	Yes, I am sponsoring the following exhibits/schedules:
7 8 9 10 11	•	Schedule KC-1 – Chandler Curriculum Vitae Schedule KC-2 – Public Involvement Exhibit Schedule KC-3 – Affidavit Regarding Landowner Notice Schedule KC-4 – Form Easement Agreement Schedule KC-5 – Missouri Landowner Protocol Clean & Redline
12 13	II. S	TATUS OF NEGOTIATIONS AND ACQUISITIONS ALONG EXISTING PROJECT ROUTE
14	Q.	Describe the status of negotiations and acquisitions along the existing Project
15	route.	
16	A.	Invenergy Transmission and Grain Belt Express continue to work with Contract
17	Land Staff ("C	CLS"), an industry-leading land services provider with a 35-year history of executing
18	linear infrastr	ucture projects throughout North America, including several multi-state transmission
19	line projects t	o assist in its easement acquisition work. Its clientele includes many major utilities
20	and independe	ent power producers, and the land services provider has successfully negotiated land
21	agreements fo	or over 40,000 miles of rights-of-way.
22	To da	te, CLS has investigated property ownership, prepared and sent easement packages
23	for all Kansas	and Missouri parcels of land on which the existing Project will require an easement
24	to construct it	s facilities, hired and trained qualified land agents, and engaged with property owners
25	with the aim o	of negotiating and securing voluntary easement agreements with all landowners. Over

- the past year the Project has employed over 20 agents in support of the land effort. Land progress to date has included:
- Starting in June 2020, Grain Belt Express began mailing out easement packages to landowners in Missouri along the existing route.
- Today 100% of landowners across the existing route in Missouri have received executable easements through the mail.
- To date, the Project has secured voluntary signed easements on approximately 72% of the existing route across Kansas and Missouri.
 - The Project has already made payments to landowners totaling over \$11 million in upfront easement signing payments on agreements representing over \$84 million in total contract value including future easement and structure payments.
- Q. How has Grain Belt Express worked with landowners on the micrositing process?
 - A. It is a top priority of Grain Belt Express to work with landowners to microsite the transmission line and transmission towers to minimize landowner impact. The current CCN permits minor deviations to the location of the line not exceeding 500 feet as a result of surveying, final engineering and design, and landowner consultation. Grain Belt uses this flexibility to respond to landowner requests regarding siting.

III. PUBLIC OUTREACH ALONG THE TIGER CONNECTOR

- Q. Please summarize the initial public outreach conducted by Grain Belt in anticipation of this Application.
- A. Grain Belt first announced that it was considering expanding the Project's capacity in Missouri from 500 MW to up to 2,500 MW in August 2020. In the intervening two years, Grain Belt worked continuously with potential customers and commercial partners for the potential expanded capacity, while also advancing its interconnection requests for the potential expanded capacity. The former process is discussed in the Direct Testimony of Shashank Sane and resulted

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- 1 in clear evidence of the demand for expanded capacity in Missouri. The latter process is discussed
- 2 in the Direct Testimony of Carlos Rodriguez and resulted in clear evidence of the benefits of
- 3 interconnecting the Project in Callaway County rather than in Ralls County.
 - Q. What additional public outreach occurred once Grain Belt determined it would move forward with expanded capacity in Missouri?
 - A. In June 2022, Grain Belt notified Commission Staff of its decision to go forward with expanded capacity in Missouri and its plans for filing this Application. Members of Invenergy's Local & Community Affairs teams also conducted outreach with local officials along the Tiger Connector proposed routes in Audrain, Callaway, and Monroe Counties. They conducted additional outreach with officials in Ralls and Randolph Counties as well as with the Missouri Association of Counties and the Missouri Farm Bureau. On July 11, 2022, Grain Belt issued a press release and hosted a press conference in St. Louis.
 - Q. Please summarize Grain Belt's public outreach specifically related to route development for the Tiger Connector.
 - A. In addition to the efforts discussed above, the public outreach process related to route development for the Tiger Connector included several forms of public input, including communications with county commissioners, Public Meetings on July 26-27, 2022 ("Public Meetings"), solicitation of questions and comments through various mediums, and direct landowner communication.
- Q. What were the objectives of the public outreach process for the Tiger Connector?
- A. There are several objectives we try to achieve through public outreach:

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1 2 3	 To communicate the purpose and need for the Tiger Connector and to seek feedback on the Tiger Connector route from government officials, non-governmental organizations and the public.
4 5 6	 To convey Grain Belt's respect for private property rights and to provide information about planned construction practices and planned efforts to minimize any agricultural impacts of construction of the Tiger Connector.
7 8	 To provide general information about Grain Belt's right-of-way acquisition process and landowner compensation.
9 10	 To develop the Tiger Connector in a collaborative, methodical and transparent manner.
11	As with the rest of the Project development, we operate on the premise that an extensive,
12	methodical, multi-level public outreach strategy is the best way to determine a proposed route for
13	the Tiger Connector. An extensive public outreach process can also support the acquisition of
14	necessary transmission line easements through voluntary transactions.
15	Q. Did Grain Belt conduct any additional public outreach specifically related to
16	the route of the HVDC portion of the Project?
17	A. No. Grain Belt is not modifying the route of the HVDC portion of the Project in
18	Missouri. Accordingly, Grain Belt is continuing to communicate with landowners along the
19	HVDC route through ongoing land acquisition efforts, but additional outreach specifically related
20	to the location of the HVDC route is not necessary. In fact, such outreach would likely result in
21	significant confusion for landowners who are already very familiar with the established route for
22	that portion of the Project.
23	Q. Through which counties does the Tiger Connector traverse?
24	A. Callaway, Audrain, and Monroe Counties.
25	Q. How were stakeholders identified?
26	A. After Potential Routes for the Tiger Connector were developed, our team created
27	notification boundaries to identify potentially affected parcels and landowners. This boundary was

established 1,000 feet from all potential centerlines of the Potential Routes running through

2	Callaway, Au	drain, and Monroe Counties.
3	Q.	Describe the level of outreach and public communication involved for the
4	Tiger Conne	ctor.
5	A.	The public outreach process for the Tiger Connector included the following:
6	•	Establishing a page on the Grain Belt website dedicated to the Tiger Connector; ²
7 8	•	Establishing a dedicated email address for Tiger Connector routing questions and comments;
9 10	•	Creating a voicemail option for Tiger Connector comments on the Grain Belt Express hotline;
11	•	Outreach to County Commissioners in Callaway, Audrain, and Monroe;
12 13	•	Direct mailing to landowners with an invitation to Public Meetings (see Schedule KC-2 at pp. 15-18);
14 15	•	Direct mailing to County Clerks notifying them of the Public Meetings (see Schedule(s) KC-2 at pp. 10-14);
16 17	•	Newspaper advertisements for the Public Meetings in local newspapers (see Schedule KC-2 at pp. 1-9);
18 19	•	Hosting four Public Meetings, two in Callaway and two in Audrain, as described below (<i>see</i> Schedule KC-2 at pp. 40-42 for handouts provided at Public Meetings):
20 21	•	Hosted a supplemental, self-paced, virtual public meeting with comment form and comment mapping tool, open for two weeks;
22 23	•	Additional direct mailings to notify landowners of this Application (see Schedule KC-3, Attachment A); and
24	Q.	What information is available on Grain Belt's website?
25	A.	The Project's website, www.grainbeltexpress.com, was revamped and has been
26	actively main	tained and updated since Invenergy completed its acquisition of Grain Belt in 2020.

² https://grainbeltexpress.com/tiger-connector.html

- Among other information, the website contains: (1) a Frequently Asked Questions section for stakeholders to learn details about the Project; (2) a section on how local businesses can learn about opportunities to participate in the construction of the Project; (3) sections for Missouri landowners to learn about upcoming Public Meetings, view maps, read studies relating to the Project and locate third-party resources. The dedicated Tiger Connector page also contains (1) maps of the Tiger Connector; (2) forms for submitting comments on the Tiger Connector; (3)
- 7 meeting boards and maps presented at the 2022 Public Meetings, which I describe in more detail
- 8 below.

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Q. Did Grain Belt contact elected officials?

- A. As part of the Public Meetings outreach efforts for the Tiger Connector, our team notified county elected officials and local leaders with similar communications as those distributed to landowners. County Clerks in Monroe, Audrain, and Callaway Counties received notification of each Public Meeting with a letter informing them of the time, date, and location of meetings. The form letter for County Clerks and the associated map enclosure can be found in Schedule KC-2 at pp. X-X.
 - Q. Did Grain Belt contact environmental and local agencies?
- A. Yes. Our environmental team has been in contact with environmental and local agencies, as discussed in the Direct Testimony of Jen Stelzleni.

Q. In what counties did Grain Belt conduct Public Meetings?

A. Grain Belt conducted meetings in Audrain and Callaway Counties, in centrally located areas. Under the Potential Routes, the Tiger Connector would, at most, traverse only 3.1 miles in Monroe County. Accordingly, there were less than 25 landowners in Monroe County who could have been entitled to receive notice of the Application under 20 CSR 4240-20.045(K)(1).

- 1 Monroe County landowners were invited to attend the Audrain and Callaway County meetings.
- 2 The meetings in Audrain and Callaway were held in locations that are less than 20 and less than
- 3 40 miles, respectively, from the northern end of the Tiger Connector.

Q. How did Grain Belt Express invite participation in the Public Meetings?

- 5 A. Grain Belt invited participation via direct mail and local newspaper advertisements.
- 6 Landowners with property boundaries within 1,000 feet from the centerline of a Potential Route
- 7 received direct mail with information about the Project and the time and location of the Public
- 8 Meetings. The mailing included a letter and a map of the route options being considered. A total
- 9 of 283 notifications were mailed to landowners. Additionally, newspaper advertisements
- announcing the meetings ran in Audrain County, Monroe County, and Callaway County. The
- 11 newspapers and run dates were: Monroe County Appeal (Monroe): July 14, 2022; The Mexico
- Ledger (Audrain): July 16, 2022; The Vandalia Leader (Audrain): Week of July 25, 2022; Fulton
- Sun (Callaway): July 16, 2022. See Schedule KC-2, pp. X-X for copies of the newspaper public
- 14 notices. See Schedule KC-2, pp. X-X for copies of the newspaper public notice affidavits of
- 15 publication.

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Q. How did Grain Belt Express conduct the Public Meetings?

- 17 A. Grain Belt Express held two Public Meetings in each county to maximize the
- opportunity for public participation. Meetings in Audrain County occurred on July 26, 2022, with
- 19 the first held from 12 p.m. to 2 p.m. and the second from 5 p.m. to 7 p.m. Both occurred at the
- 20 Knights of Columbus Hall in Mexico, Missouri. Meetings in Callaway County occurred on July
- 21 27, 2022, with the first meeting again from 12 p.m. to 2 p.m. and the second meeting from 5 p.m.
- 22 to 7 p.m. The Callaway County meetings were held at the John C. Harris Community Center in
- 23 Fulton, Missouri.

Meetings were held in an open house format with landowners invited to attend at their convenience. At the meeting entrance, visitors were invited to take a comment card and handouts with information about the Project. Landowners who received notification about the meeting were provided with a number identifying their land parcels and directions to a display of detailed maps of the proposed routes. Grain Belt Express staff was on hand to collect feedback from landowners and the public about their property and the route. Feedback was collected via the comment form and by writing parcel-specific information directly on the map printouts. Comments were also collected using mobile mapping devices and collected directly into the GIS mapping system used for routing and siting. Additionally, at each meeting there were information stations where the public could view display boards with information about the Project. A virtual meeting was also held from July 25 through August 5 at GrainBeltExpress.com which had a comment map and display boards for anyone who was unable to attend.

Q. What information was presented at these Public Meetings?

A. The purpose of the Public Meetings was to introduce the Tiger Connector to the public, present the Potential Routes being considered, receive landowner input, and answer questions and receive comments about the Tiger Connector and the Project. The display boards (both in-person and online) presented information on: Project overview, economic and community benefits, Grain Belt Express Project background, existing Missouri municipal customers, background about Invenergy Transmission, the routing process, the Potential Routes being considered, typical structures, Project schedule, and how to contact the Project team.

Q. Did the Public Meetings attract a large number of attendees?

A. A total of approximately 275 people participated in the four in-person Public Meetings. The Virtual Meeting received 132 individual visitors.

1	Q.	What level of participation did Grain Belt Express see of	during the	Public
2	Meetings?			

- A. The Project received 66 comments cards total for all four meetings. There were five comments provided through the Virtual Meeting. Additionally, landowners left 75 comments on the table maps at the four Public Meetings
- Q. How has Grain Belt Express used the information gathered at these Public Meetings and through its other means of gathering questions and comments?
- A. Immediately following Public Meetings, The Grain Belt Express team (including our routing consultant, WSP, and our public involvement consultant, HDR, Inc.) met to review comments that were written on comment cards or maps, shared in conversation with Project representatives, and submitted online via the virtual meeting. In addition to making our team aware of general landowner concerns about the Project, these meetings provided an opportunity to revise the Potential Routes, where feasible, based on new information provided by landowners and technical guidance provided by the engineering team. Revisions to the Potential Route network, including eliminated Potential Routes, are discussed in WSP witness Andrew Burke's Direct Testimony and Schedule AB-2.

IV. LAND ACQUISITION FOR THE TIGER CONNECTOR

- Q. Please describe Grain Belt Express' approach to negotiations with landowners for transmission line easements.
- A. Grain Belt Express is committed to conducting transmission line easement negotiations in a manner that reflects respect for the private property rights of landowners. Grain Belt Express believes that there are five key elements to a respectful land acquisition approach:

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- Seeking feedback from landowners on the routing options;
- Providing information on the routing criteria used by Grain Belt Express;
- Demonstrating respect for private property rights and existing land uses; and
- Offering a fair and comprehensive compensation package for transmission line easements.
- The goal of these policies is to facilitate the respectful and equitable treatment of landowners and to support voluntary transmission line easement acquisition.

Q. Please describe the compensation package that Grain Belt Express will use in its negotiations with landowners along the Tiger Connector.

- A. Grain Belt Express will offer a payment equal to 150% of the fair market fee value of the easement area for voluntary easements. At signing of the voluntary easement agreement, the landowner will receive an initial payment for 20% of the total easement value. The landowner may elect to receive payment for the balance of the easement value as a lump sum prior to construction, or as an annual payment for as long as the easement remains in effect. Commencing on the first anniversary of the balance easement payment, the annual payments will increase by two percent (2%) each year. The easement area is determined by multiplying the width of the easement right-of-way by the length of the transmission line route on the landowner's property for a total acreage of the easement area. The acreage of the easement area is then multiplied by the per-acre fair market fee value of the landowner's property to produce the total easement payment. Fair market fee value will be determined through a market study of recent sales in the county as performed by a certified independent appraiser.
- Additional payments will be made to compensate landowners for crop damage, crop loss, field repair, damage to drainage tiles, temporary or permanent impacts to center pivot irrigators or

- 1 other similar impacts, should they occur. Alternatively, for impacts such as damage to drainage
- 2 tiles, Grain Belt Express will, at the landowner's option, either hire contractors to repair or
- 3 remediate the damage, pay qualified contractors of the landowner's choosing to repair or remediate
- 4 the damage or pay a fair settlement amount negotiated between the landowner and Grain Belt
- 5 Express for the landowner or its tenant to undertake the responsibility for repair, relocation or
- 6 reconfiguration of the damaged drainage feature.
- After construction of the transmission facilities, the landowner will retain the ability to
- 8 continue agricultural production on the entirety of the easement area, except for the relatively small
- 9 footprint of the structures.
- 10 Q. Does the compensation package for landowners along the Tiger Connector
 - differ from the compensation package for landowners along the HVDC portion of the
- 12 **Project?**

- 13 A. Yes. The landowner compensation package for HVDC landowners is set forth in
- the existing Missouri Landowner Protocol, which were referenced by the Commission's CCN
- 15 Order and made a condition of Grain Belt Express' CCN. The existing Landowner Protocol states
- that Grain Belt Express will offer three categories of compensation for voluntary easements: (1)
- an easement payment equal to 110% of fair market value; (2) a structure payment of \$6,000 for
- monopoles or \$18,000 for lattice structures; and (3) an agricultural impact payment. Because the
- 19 HVDC portion of the Project will generally utilize lattice structures and the Tiger Connector will
- 20 generally utilize monopoles, the structure payment is more valuable for HVDC landowners than
- 21 for Tiger Connector landowners. Accordingly, Grain Belt Express proposes to make easement
- 22 payments equal to 150% fair market value for Tiger Connector landowners without the structure

- 1 payments. The agricultural impact payments will be equivalent for both the HVDC and Tiger
- 2 Connector landowners.
- Q. Are there other reasons the compensation package for landowners along the
- 4 Tiger Connector differs from the compensation package for landowners along the HVDC
- 5 portion of the Project?
- A. Yes. During the 2022 legislative session in Missouri, the General Assembly passed
- 7 House Bill 2005, which includes the following language:
- For eminent domain proceedings of any agricultural or horticultural property by an electrical corporation as defined in section 386.020, except for an electrical corporation operating under a cooperative business plan as described in section 393.110, for the purposes of constructing an electric plant subject to a certificate of convenience and necessity under subsection 1 of section 393.170 just compensation shall be an amount equivalent to fair market value multiplied
- by one hundred fifty percent, as determined by the court. The provisions of
- this subsection shall not apply to applications filed pursuant to section 393.170
- 16 prior to August 28, 2022.³
- 17 As referenced in the last sentence of the foregoing quote, the provisions of House Bill 2005 do not
- apply retroactively to Grain Belt Express. Nevertheless, Grain Belt Express is not opposed to
- 19 offering 150% of fair market value to Tiger Connector landowners as called for by some
- 20 stakeholders.⁴ However, offering 150% of fair market value to HVDC landowners is not
- 21 appropriate, because Grain Belt Express has already acquired easements on approximately 72% of
- $22 \qquad \text{the existing route across Kansas and Missouri and HVDC landowners are also offered $18,000 \, \text{for} \\$
- each structure, which is not a feature of House Bill 2005.

³ House Bill 2005, available at https://house.mo.gov/billtracking/bills221/hlrbillspdf/3627S.07T.pdf. (emphasis added).

⁴ See July 21, 2022 letter from various agricultural groups, available at https://mofb.org/MOFB/wp-content/uploads/2022/07/GBETigerConnector-July2022.pdf.

1	Q.	How does Grain Belt Express plan to obtain the necessary easement
2	agreements?	
3	A.	Grain Belt Express will attempt to acquire all of the rights-of-way through
4	voluntary trai	nsactions negotiated in good faith. This includes permanent easements, rights for
5	ingress and e	egress for future maintenance of the Tiger Connector and access for vegetation
6	management.	This also includes temporary access and construction easements during
7	development	of the Tiger Connector.
8	Q.	Can you describe the easement that Grain Belt Express will require from
9	participating	landowners?
10	A.	Grain Belt Express is planning to offer easements agreements in substantially
11	similar form t	to the one attached as Schedule KC-4.
12	V. P	ROPOSED LIMITED MODIFICATIONS TO EXISTING CONDITIONS
13	Q.	Did the Commission place conditions on Grain Belt Express' CCN?
14	A.	Yes. In its CCN Order, the Commission placed several conditions on Grain Belt
15	Express' CCN	N, including, in relevant part:
16		• Requirement that Grain Belt Express fully finance the entire multistate Project
17		before installing transmission facilities on easement property in Missouri. ⁵
18		• Requirement that Grain Belt Express will return possession of an easement

acquired by means of eminent domain if Grain Belt Express does not obtain the

⁵ Section I of the Conditions Agreed to by Grain Belt Express Clean Line LLC and the Staff of the Missouri Public Service Commission, marked as Exhibit 206 and included as Attachment 1 to the CCN Order (hereinafter "Exhibit 206").

1		necessary financial commitments within five years of the date such easement
2		rights are recorded. ⁶
3		• Compliance with the Landowner Protocol. ⁷
4	Q.	Is Grain Belt Express proposing any modifications to these conditions as part
5	of this Appli	cation to Amend?
6	A.	Yes. Grain Belt Express proposes limited modifications to account for the proposed
7	phasing of th	e Project and modification in light of House Bill 2005 (although House Bill 2005
8	does not appl	y to Grain Belt Express).
9	Q.	What modification is necessary to account for the proposed phasing of the
10	Project?	
11	A.	Section I.1. of CCN Order Attachment 1 should be modified as follows:
12 13 14 15 16 17 18 19 20 21 22	Project funds multi- install prope equal To all file the	Belt will not install transmission facilities <u>associated</u> with <u>Phase I of the et</u> on easement property in Missouri until it has obtained commitments for in an amount equal to or greater than the total cost to build the entirety of this estate transmission project <u>Phase I of the Project</u> . Further, Grain Belt will not transmission facilities associated with <u>Phase II of the Project on easement try in Missouri until it has obtained commitments for funds in an amount to or greater than the total cost to build the entirety of <u>Phase II of the Project.</u> ow the Commission to verify compliance with this condition, Grain Belt shall be following documents with the Commission at such a time as Grain Belt is greated to begin to construct electric transmission facilities in Missouri <u>associated Phase I and Phase II, respectively:</u></u>
23 24 25 26 27	a.	On a confidential basis, equity and loan or other debt financing agreements and commitments entered into or obtained by Grain Belt or its parent company for the purpose of funding the respective Phase of the Grain Belt's multi state transmission project that, in the aggregate, provide commitments for the total project cost of such Phase.
28 29	b.	An attestation by an officer of Grain Belt that Grain Belt has not, prior to the date of the attestation, installed transmission facilities <u>associated with the respective</u>

 $^{^6}$ CCN Order at p. 51, \P 5.

⁷ CCN Order, p. 52, ¶ 8.

1	<u>Phase</u> on easement property; or a notification that such installation is scheduled to
2	begin on a specified date.

- c. A statement of the total multi-state transmission project cost of the respective Phase, broken out by the categories of engineering, manufacturing and installation of converter stations; transmission line engineering; transmission towers; conductor; construction labor necessary to complete the Phaseproject; right-of-way acquisition costs; and other costs necessary to complete the Phaseproject, and certified by an officer of Grain Belt, along with a reconciliation of the total project cost of such Phase in the statement to the total project cost of such Phase as of the Application to Amendof \$2.35 billion; and property owned in fee by Grain Belt associated with the respective Phase, including the converter station sites.
- d. A reconciliation statement certified by an officer of Grain Belt showing that (1) the agreements and commitments for funds provided in subsection (a), above, are equal to or greater than the total project cost of the Phase provided in subsection (c), above; and (2) the contracted transmission service revenue is sufficient to service the debt financing of the Phase project (taking into account any planned refinancing of debt)

Q. Is Grain Belt Express subject to House Bill 2005?

- A. I am not a lawyer, but as discussed above, House Bill 2005 includes language stating that its provisions "shall not apply to applications filed pursuant to section 393.170 prior to August 28, 2022." Grain Belt Express' application for a CCN was filed in 2016.
 - Q. Although Grain Belt Express is not subject to House Bill 2005, what changes should be made to the CCN Order in light of House Bill 2005?
 - A. Grain Belt Express requests modification of the "easement expiration" condition at Ordering Paragraph 5 on page 51 of the CCN Order. Modification is appropriate to bring the condition imposed on Grain Belt Express in line with House Bill 2005. House Bill 2005 added a new Section 523.025 to Missouri's Condemnation Proceedings Act, which was inspired by the "easement expiration" condition established in the CCN Order. However, House Bill 2005 provides public utility companies that acquire any involuntary easement by means of eminent domain seven years to obtain financial commitments necessary to construct the project, rather than

- 1 the five years pro-vided to Grain Belt Express in the CCN Order. For fairness and consistency,
- 2 and in deference to the General Assembly, the Commission should modify the condition at
- 3 Ordering Paragraph 5 to re-place "five years" with "seven years."

Q. Is Grain Belt Express requesting any other modifications to the conditions related to House Bill 2005?

- A. Yes. As discussed above, for public utilities filing applications for line CCNs after
- 7 August 28, 2022, House Bill 2005 created a requirement to pay owners of agricultural or
- 8 horticultural land 150% of the fair market value of such land in the event of condemnation. As I
- 9 also discuss above, some parties have requested that this provision apply to the Tiger Connector.
- 10 Grain Belt Express is not opposed to paying 150% of fair market value to landowners along the
- 11 Tiger Connector, but certain modifications to the Landowner Protocol are required to allow for
- 12 that payment structure.

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Q. What modifications are required to the Landowner Protocol to allow for a new payment structure for Tiger Connector landowners?

15 A. Within the Landowner Protocol is a stipulation that Grain Belt Express will utilize

"the same methodology for determining compensation for all landowners in order to ensure that

all landowners receive fair and consistent compensation, regardless of who they are or when they

sign an easement agreement." This requirement is designed to ensure equal treatment across the

route and for the duration of the development process, and we believe it has served the Project

well so far. However, the original Landowner Protocol was designed for the HVDC route and did

not consider the AC connector lines involved with the Project. Considering our desire to be

responsive to stakeholder input around compensation for the Tiger Connector, we would suggest

a slight adjustment to the Landowner Protocol specifying that different methodologies can be used

for AC portions of the Project than for the primary HVDC portions of the Project. The updated
version would make clear that all landowners in each group receive fair and consistent
compensation relative to others in their group. This will allow us to use the 150% compensation
target for the Tiger Connector, which has been requested by stakeholders. Additionally, this will
also lead to fairer compensation for landowners along the Tiger Connector route because using the
current methodology would lead to lower payments for these landowners due to the lower structure
payments associated with monopole structures in the methodology used for the HVDC portion.
Further, modifications are required to Section 3 (Compensation) of the Landowner
Protocols to account for the Tiger Connector compensation structure. Redline and clean versions
of the requested modifications to the Landowner Protocols are attached hereto as Schedule KC-5.
Q. With these modifications, will the Code of Conduct, Landowner Protocol and
Agricultural Mitigation Protocol continue to apply?
A. Yes, subject to the requested modifications, these protocols have been very helpful
to Grain Belt Express, its partners, and the landowners. Grain Belt Express applies the protocols
across the entire Project (subject to variations in law among the states) and will do so for the Tiger
Connector portion of the line as well.
VI. CONCLUSION
Q. Does this conclude your testimony?

A.

Yes, it does.

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of the Application of Grain Belt)	
Express LLC for an Amendment to its Certificate)	
of Convenience and Necessity Authorizing it to)	
Construct, Own, Operate, Control, Manage, and)	File No. EA-2023-0017
Maintain a High Voltage, Direct Current)	
Transmission Line and Associated Converter)	
Station)	

AFFIDAVIT OF KEVIN CHANDLER

- 1. My name is Kevin Chandler. I am the Director of Transmission Business Development for Invenergy, LLC ("Invenergy"). My business address is One South Wacker, Suite 1800, Chicago, Illinois 60606.
- 2. I have read the above and foregoing Direct Testimony and the statements contained therein are true and correct to the best of my information, knowledge, and belief.
- 3. Under penalty of perjury, I declare that the foregoing is true and correct to the best of my knowledge and belief.

