## COMMONWEALTH OF PUERTO RICO` Public Service Regulatory Board Energy Bureau WORLD PLAZA BUILDING 268 MUÑOZ RIVERA AVE,

SAN JUAN, PR. 00918

NEPR Received: Dec 24, 2019 4:08 PM

Integrated Resource Plan	Case Number: CEPR-AP-2018-0001 Subject: Written Surrebuttal Testimony of Victor Gonzalez in refutation of Nelson Bacalao's Rebuttal Testimony

# WINDMAR'S MOTION TO REQUEST A CLARIFICATION AND FILE SURREBUTTAL TESTIMONY OF VICTOR GONZALEZ IN REFUTATION OF THE REBUTTAL TESTIMONY OF NELSON BACALAO

COMES NOW, PVP Properties, Inc., Coto Laurel Solar Farm, Inc. and Windmar

Renewable Energy, Inc. (collectively, "WindMar"), through the undersigned legal counsel,

requests a clarification and hereby submits the Written Rebuttal Testimony of Victor

Gonzalez in refutation of Nelson Bacalao's Rebuttal Testimony.

The clarification we respectfully request is in relation to Dr. Bacalao's Rebuttal Testimony

filed on December 20, 2019. Specifically, Dr. Bacalao's answer beginning on page 16 of

22 appears to be incomplete. Our request is for the following to be clarified:

Is Dr. Bacalao's answer beginning on page 16 of 22 complete? Lines 295 (starts with a "Q." rather than A.) onward, particularly line 302, are difficult to understand. It seems some lines are missing and does not make sense as written.

Respectfully submitted in San Juan, Puerto Rico, on December 24, 2019.

Roumain & Associates, P.S.C. #1702 Avenida Ponce De León 2ndo Piso San Juan, Puerto Rico 00909 787-349-9242 Email: mgrpcorp@gmail.com

Por:

Marc G. Roumain Prieto NUM RUA: 16,816

## CERTIFICATE OF SERVICE

We hereby certify to have notified copy of this document to the following people:

The Puerto Rico Energy Bureau through its electronic filing tool at https://radicacion.energia.pr.gov and through wcordero@energia.pr.gov, secretaria@energia.pr.gov; legal@energia.pr.gov; sugarte@energia.pr.gov and viacaron@energia.pr.gov, and to the Puerto Rico Electric Power Authority through the following email addresses: Katiuska Bolaños (kbolanos@diazvaz.law); Nitza D. Vázguez Rodríguez (n-vazquez@aeepr.com); Carlos M. Aquino Ramos (caquino@prepa.com); Astrid I. Rodríguez Cruz (astrid.rodriguez@prepa.com); Jorge R. Ruíz Pabón (jorge.ruiz@prepa.com), and Maralíz Vázquez (mvazquez@diazvaz.law).

We also certify that on this date we sent a copy of this document to: rtorbert@rmi.org;; corey.brady@weil.com; presidente@ciapr.org; secretaria@energia.pr.gov; csanchez@energia.pr.gov; ireyes@energia.pr.gov; asanz@energia.pr.gov; bmulero@energia.pr.gov; nnunez@energia.pr.gov; gmaldonado@energia.pr.gov; tonytorres2366@gmail.com; sierra@arctas.com; cfl@mcvpr.com; gnr@mcv.com; info@liga.coop; amaneser2020@gmail.com; hrivera@oipc.pr.gov; jrivera@cnslpr.com; carlos.reyes@ecoelectrica.com; ccf@tcmrslaw.com: manuelgabrielfernandez@gmail.com; acarbo@edf.org; pedrosaade5@gmail.com; rmurthy@earthjustice.org; rstgo2@gmail.com; larroyo@earthjustice.org; jluebkemann@earthjustice.org; acasellas@amgprlaw.com; loliver@amgprlaw.com; robert.berezin@weil.com; marcia.goldstein@weil.com; epo@amgprlaw.com; jonathan.polkes@weil.com; gregory.silbert@weil.com; agraitfe@agraitlawpr.com; maortiz@lvprlaw.com; rnegron@dnlawpr.com; castrodieppalaw@gmail.com; voxpopulix@gmail.com; paul.demoudt@shell.com; sproctor@huntonak.com; giacribbs@huntonak.com; javier.ruajovet@sunrun.com; escott@ferraiuoli.com; mgrpcorp@gmail.com, and aconer.pr@gmail.com.

In San Juan, Puerto Rico, on December 24, 2019.

	Victor L. Gonzalez Surrebuttal Testimony in refutation of Nelson Bacalao's Rebuttal Testimon Puerto Rico Electric Power Authority's Integrated Resource Plan CEPR-AP-2018-0001	у
1	CLI K-AI -2016-0001	
2	I. <u>INTRODUCTION</u>	
3		
4	Q. Please state your name and business address.	
5		
6	A. My name is Victor Luis Gonzalez and my business address is #206 San Francisco Street Sa	ın
7	Juan, Puerto Rico 00901.	
8		
9	Q. On whose behalf are you testifying?	
10		
11	A. I am testifying on behalf of PVP Properties, Inc., Coto Laurel Solar Farm, Inc. and	ıd
12	Windmar Renewable Energy, Inc. (collectively, "WindMar"). I am President and majori	ty
13	shareholder of each one of these entities.	
14		
15	Q. Have you previously testified before the Energy Bureau?	
16		
17	A. Yes, I have provided testimony in PREPA's first Integrated Resource Plan petition an	ıd
18	also in this current IRP petition docket in representation of the same Intervenor, WindMar.	
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Q.

#### What is the purpose of your Surrebuttal testimony?

My Surrebuttal Tesimony's purpose is to refute Dr. Bacalao's rebuttal testimony on what should
be, but is not, an essential element of PREPA's Integrated Resource Plan; storage. Clearly,
PREPA's a long-term plan should take into consideration our island's forward-looking public
policy on energy rather than promote the status quo.

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### SURREBUTTAL TESTIMONY

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Q. Dr. Bacalao, in his rebuttal of your Testimony, indicates that "storage is a
fundamental component for the secure and economic integration of the renewable
generation and as the penetration increases the role of these resources in energy shifting
and frequency regulation will become central". Do you agree?

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A. Precisely because I agree on the importance of energy storage my Testimony is that PREPA should have considered storage more comprehensively throughout the IRP. Storage needs to be considered at all renewable scale levels and not exclusively with utility scale projects. Storage at residential, commercial, industrial and vehicle-to-grid (V2G) are happening <u>today</u>.

Plenty of successful storage projects implemented worldwide have established storage feasibilityand consulting firms such as Siemens either know or should know this.

39

Q. On the same subject, Dr. Bacalao concluded that it "would be imprudent even if it
were feasible for PREPA to depend on the hope that the resources will be installed in the

42 amounts required and that third parties will provide the control of the storage as required
43 for effective integration". What are your thoughts on this conclusion?

44

A. My first thought is that the blatant failure of PREPA to comply with existing renewable energy Laws and Regulations and its cavalier attitude toward renewable energy investors is why there may be no **"hope**" that renewable energy resources be installed at the scale established by public policy and wanted by the people. I believe PREPA's IRP petition, and statements such as this one made by its consultant, reflect its intentions to undercut all **"hope"** for renewable resources in an attempt to justify business as usual, new LNG generation and new peaker units.

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In spite of PREPA's daily efforts to slow residential integration of solar and storage solutions they continue to be deployed. It is "**imprudent**" to think that consumers will not invest in PV plus storage systems that provide reliable and resilient renewable energy at the same or lower kWh cost than what PREPA currently charges. Are these thousands of PREPA costumers buying PV + BESS systems acting "**imprudently**"?

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If PREPA were to cooperate, much more would be achieved and we could illustrate how"imprudent" Dr. Bacalao's rebuttal testimony is.

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Surprisingly Dr. Bacalao disputes that controls are available for both utility scale and residential
battery storage systems to allow for effective integration of PV and BESS to the grid when his

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63	emplo	yer, Siemens, markets products for these purposes. Siemens is one of many vendors that
64	have in	mplemented operation controls for the effective integration of storage systems.
65		
66	Currer	ntly the energy industry's literature is full of examples on how PV plus Storage is
67	contro	olled to provide:
68	•	T & D congestion relief,
69	•	Voltage support,
70	•	Power quality,
71	•	Demand-peak limiting,
72	•	Arbitrage & load leveling,
73	•	PV Self-consumption,
74	•	Backup provision,
75	•	Reserves,
76	•	Frequency Regulation. and
77	•	Load Following.
78	I am s	ure Dr. Bacalao cannot refute this assertion.
79		
80	Q.	Do you believe Puerto Rico's public policy and regulations are sufficient for
81	implementing renewables generation?	

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83	A.	Navigant Research claims that the ability of prosumers to actively participate in grid
84	solutio	ons hinges largely upon the market designs of regulators and policymakers. I believe Puerto
85	Rican policy makers and regulators have provided those designs. Additional regulations will be	
86	made as needed and as new technologies are deployed.	
87		
88	Q.	Does this conclude your direct testimony?
89		
90	A.	Yes, it does.
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