

**BEFORE THE
LOUISIANA PUBLIC SERVICE COMMISSION**

***IN RE:* APPLICATION OF ENTERGY)
LOUISIANA, LLC FOR APPROVAL TO)
CONSTRUCT BAYOU POWER STATION,)
AND FOR COST RECOVERY)**

DOCKET NO. U-_____

DIRECT TESTIMONY

OF

LAURA K. BEAUCHAMP

ON BEHALF OF

ENTERGY LOUISIANA, LLC

PUBLIC REDACTED VERSION

MARCH 2024

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EXHIBITS

Exhibit LKB-1	List of Prior Testimony
Exhibit LKB-2	Business Plan 2024 – Load & Capacity, Energy Coverage (HSPM)
Exhibit LKB-3	Supply Plan (2024-2035) (HSPM)
Exhibit LKB-4	Overview of the Company’s Current Generation Portfolio

1 2016 through 2018, I served as the Finance Director for ELL. From 2018 through
2 2022 I held roles as the Director of Utility Finance and Strategy for Entergy Services,
3 LLC and as Director of Innovation Strategy and Consulting at KeyString Labs,
4 Entergy's innovation center.

5

6 Q4. PLEASE DESCRIBE YOUR CURRENT RESPONSIBILITIES.

7 A. As the Director of Resource Planning and Market Operations for ELL, I am responsible
8 for managing the planning of generation, transmission, and wholesale power activities
9 for ELL. This involves working closely with Entergy Services, LLC's ("ESL")
10 generation and transmission planning organizations on these activities.¹

11

12 Q5. HAVE YOU PREVIOUSLY TESTIFIED BEFORE THE COMMISSION?

13 A. Yes. A list of my prior testimony is attached as Exhibit LKB-1.

14

15 Q6. WHAT IS THE PURPOSE OF YOUR TESTIMONY?

16 A. My testimony supports the Company's Application in this proceeding, which seeks,
17 among other things, approval to construct and operate the Bayou Power Station ("BPS"
18 or the "Project"), which is a proposed new 112 megawatt ("MW") aggregated capacity
19 power barge generating station consisting of six natural-gas fired reciprocating internal
20 combustion engines ("RICE") with black-start capability in Leeville, Louisiana and an

¹ ESL is an affiliate of the Entergy Operating Companies ("EOCs") and provides engineering, planning, accounting, technical, and regulatory-support services to each of the EOCs. The five EOCs are Entergy Arkansas, LLC, ELL, Entergy Mississippi, LLC, Entergy New Orleans, LLC, and Entergy Texas, Inc.

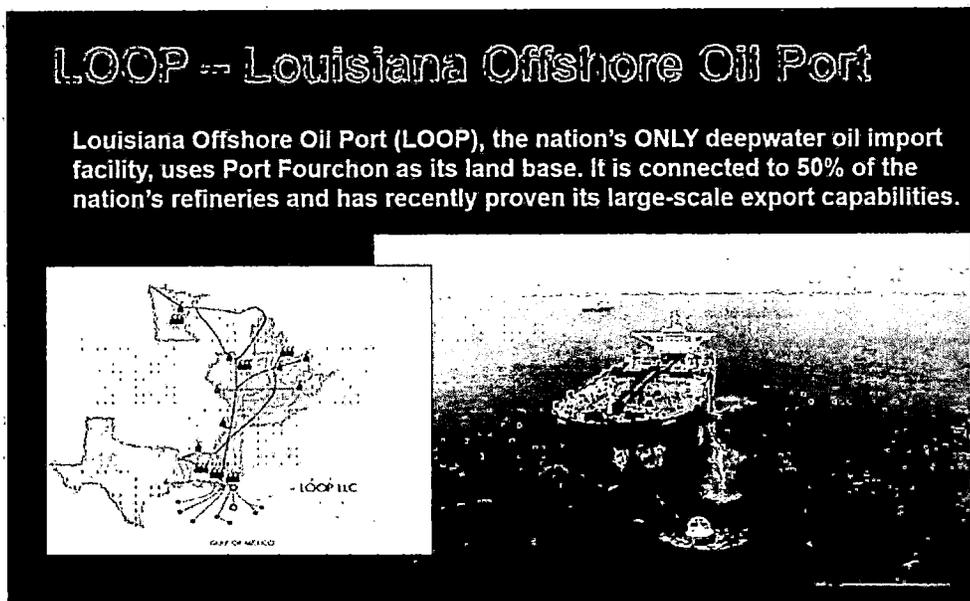
1 associated microgrid that would serve downstream of the Clovelly substation,
2 including Port Fourchon, Golden Meadow, Leeville, and Grand Isle. Specifically, in
3 Section II, I address the Company's long-term resource plan, capacity needs, and
4 anticipated load growth in the region. In Section III, I explain the need for distributed
5 generation in the region, and I also explain how a power barge is uniquely suited to
6 meet those needs. Finally, in Section IV, I provide an overview of the Application and
7 introduce the other witnesses.

8
9 Q7. CAN YOU FIRST PROVIDE AN OVERVIEW OF THE REGION AND ITS
10 CUSTOMERS AND ACTIVITIES?

11 A. ELL serves a diverse mix of approximately 7,000 residential, commercial, and
12 industrial customers downstream of the Leeville substation, including industrial
13 customers vital to the nation's economy and oil and gas infrastructure at Port Fourchon.
14 Port Fourchon services 90% of all deepwater oil and gas activity in the Gulf of Mexico,
15 and ELL's customers at Port Fourchon provide service for more than 18% of the
16 nation's oil and gas supply through its oil service and extensive pumping infrastructure.
17 According to the Greater Lafourche Port Commission ("GLPC"), this translates into a
18 direct daily impact of \$46 million on the oil and gas industry and infrastructure and a
19 \$500 million daily impact on the national GDP.

20 The area includes the Louisiana Offshore Oil Port ("LOOP"), the nation's only
21 deepwater oil import facility, which uses Port Fourchon as its land base. LOOP is
22 connected to fifty percent of the nation's refineries, making Port Fourchon an
23 intermodal hub critical for the nation's oil and gas industry. Indeed, if Port Fourchon

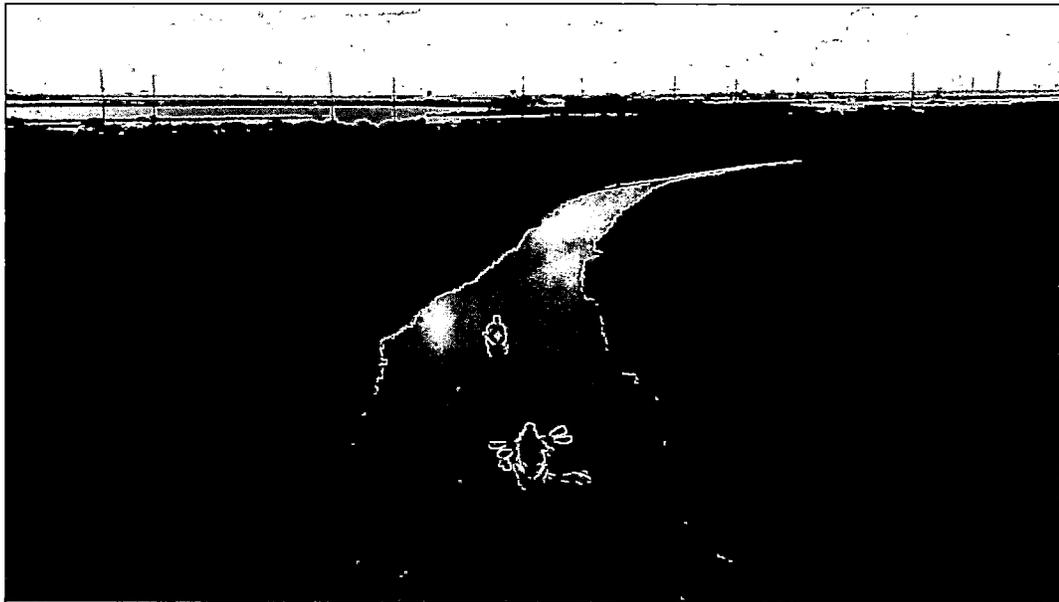
1 was unable to service the outer continental shelf (“OCS”) industry and infrastructure,
2 all of the remaining United States Gulf of Mexico port facilities combined would only
3 be capable of fulfilling twenty-five percent of the national need for these services.
4 Researchers with the Louisiana State University’s Center for Energy Studies have
5 studied the impact of disruptions related to Hurricane Ida, finding that each day LOOP
6 was offline led to an additional \$200 million in fuel costs nationwide.²



7
8 Port Fourchon is also a commercial and recreational fishing destination, serving
9 as a land base for more than 250 companies, and the GLPC is engaged in numerous
10 environmental efforts, including the construction of a Coastal Wetlands Park near the
11 main entrance of the port along with the recent announcement of a wind turbine that
12 will sit adjacent to this park. According to the GLPC, the turbine will collect data and
13 also include the ability to use the energy offtake to aid in powering the Port’s nearby

² David E. Dismukes and Gregory B. Upton, Jr., LSU Center for Energy Studies, *The National Importance of Post-Storm Electricity Restoration to Critical Energy Infrastructure* (March 31, 2022).

1 emergency operations building as well as provide port officials a guide as to how wind-
2 related energy can be integrated into the grid to make the port a greener port. Between
3 these initiatives and an eventual plan to place several transportation electrification
4 stations in the port and its many continual mitigation efforts where the GLPC is
5 participating in coastal land rebuilding/renourishment projects, it is clear that the GLPC
6 is taking steps to not only increase its sustainability, but also reduce its overall carbon
7 footprint by incorporating meaningful steps into its overall port development plan.



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Kayakers at the Coastal Wetlands Park

The region also includes Grand Isle, which is Louisiana's last inhabited barrier island with only one road in and one road out. Grand Isle's economy depends almost entirely on tourism, the seafood industry, and oilfield-related operations. Finally, Golden Meadow is the last incorporated town on Bayou Lafourche, and it is a major seafood sales and processing center for Louisiana.

1 Q8. WHAT ARE THE UNIQUE ELECTRICAL NEEDS OF, AND CHALLENGES IN,
2 THAT REGION?

3 A. As explained by Company witness Samrat Datta, the Golden Meadow – Barataria line
4 sustained critical damage during Hurricane Zeta, and it has since been retired.
5 Retirement of this line means that the area downstream of the Golden Meadow
6 substation is now served by only one transmission source, and it cannot support
7 incremental load growth without causing the transmission line connecting the Clovelly
8 and Golden Meadow substations to exceed its capacity. This limitation threatens
9 industrial growth in the Port Fourchon region, raises the possibility of North American
10 Electric Reliability Corporation (“NERC”) reliability violations, and it means that the
11 Port Fourchon region downstream of the Golden Meadow substation will be without
12 power if the sole transmission source to Golden Meadow is out of service.

13 In addition, as Mr. Datta explains, the topography in this region is particularly
14 challenging for transmission projects. These lines traverse marshlands and open water,
15 which is not compatible with the heavy machinery used in both construction and
16 maintenance of transmission lines. These challenges can make routine maintenance
17 more difficult and delay restoration after storms, which can lead to longer and more
18 sustained outages in the region. Given the vital role this region plays in the national
19 and state economy, reliability and resiliency in this region are critical.

20

1 Q9. WHAT SOLUTIONS WERE CONSIDERED FOR ADDRESSING THE NEEDS
2 AND CHALLENGES IN THE PORT FOURCHON AREA?

3 A. The Company's transmission and generation planning teams explored alternative
4 options available to provide reliable service to the growing load in the Port Fourchon
5 area, ultimately focusing on either rebuilding the Golden Meadow – Barataria line
6 (transmission-only solution) or constructing a floating power barge with an associated
7 microgrid (BPS).

8
9 Q10. WHY WAS THE BPS SELECTED AS THE PREFERRED ALTERNATIVE?

10 A. The team's analysis showed that BPS was consistent with, and uniquely suited to meet,
11 the needs of the region when compared to the transmission-only solution. As discussed
12 in greater detail by Mr. Datta, the microgrid aspect of the Project will allow ELL to
13 operate the entire area downstream of Clovelly as an "island" from the rest of the
14 transmission grid during outages caused by a trip of the Golden Meadow – Valentine
15 transmission line. That is, BPS will be capable of restoring power to the region without
16 any assistance from the grid by way of power for auxiliary systems of the generator
17 that are necessary to start the generator and will be capable of sustaining the electrical
18 load in the region without the benefit of being connected to the rest of the ELL electrical
19 system while the line and substation repairs are being carried out. Once islanded, BPS
20 would be able to start up and provide power and necessary voltage support for customer
21 needs in the region until transmission service is restored. In particular, this
22 configuration will allow industrial customers at Port Fourchon, including LOOP, to
23 continue their operations and support the national oil and gas infrastructure.

1 In addition to providing these significant reliability benefits to the region, the
2 Project will provide essential benefits related to capacity, energy, and resiliency. The
3 Project will be capable of providing quick voltage recovery and will add synchronous
4 inertia and short-circuit capability to the system. As a quick-start resource with fast
5 ramp rate capability, it will be available much faster than generators with slower ramp
6 rates and will be easily dispatchable by Midcontinent Independent System Operator,
7 Inc. (“MISO”) to ensure reliability when intermittent and inverter-based resources
8 (e.g., wind resources) are unavailable.

9 The Project will provide generation capacity that will assist ELL in addressing
10 its long-term capacity need. In particular, as I explain below, it will help address ELL’s
11 current short position with respect to peaking and reserve resources, which neither a
12 transmission-only solution nor purchased capacity credits would resolve. In addition,
13 the Project will also provide energy when it is dispatched as a lowest variable cost
14 resource.

15 As discussed by Company witness Sean Meredith, the Project is expected to
16 offer resilience benefits to the region as it would be the only generation source in the
17 area, thereby acting as a distributed energy resource. Further, the Project’s design as a
18 floating power plant in an area prone to flooding, coupled with its black-start
19 capabilities and the characteristics afforded by the microgrid, will assist the Company’s
20 efforts to prepare for, adapt to, and recover from extreme weather events. The
21 transmission-only alternative simply would not provide these benefits that are essential
22 to the region and the state.

1 ELL also performed an economic analysis comparing the customer net benefit
2 for the Project relative to a transmission alternative that would increase the load-serving
3 capability with alternative generation capacity provided outside the region in the form
4 of a generic new-build combustion turbine (“CT”). As discussed in greater detail in
5 the Direct Testimony of Company witness Phong Nguyen, the results of the economic
6 analysis show the net cost of BPS is on par with the cost of the transmission alternative,
7 which is likely conservative relative to the BPS considering the conservative nature of
8 many of the cost estimates used in the analysis and that BPS may qualify for property
9 tax abatement.

10 Based on those qualitative and quantitative reasons, and in addition to helping
11 meet ELL’s long-term resource needs as I discuss below, Company witness Ryan Jones
12 concludes that BPS represents the lowest reasonable cost option to address the needs
13 in this region and is in the public interest.

14

15 Q11. DO YOU AGREE WITH MR. JONES’S ASSESSMENT?

16 A. Yes. The Project provides a reliable, resilient, and economic solution to meet the
17 important and unique needs of ELL’s diverse customer base in the Port Fourchon
18 region and across the ELL system. In the Port Fourchon region, the Project supports
19 the specific needs of the growing and thriving industrial development and commercial
20 activities. The Project also helps ELL meet its long-term capacity needs, which
21 benefits all customers. BPS also benefits all customers by avoiding the need and cost
22 to upgrade the transmission system to import power to this region from other resources
23 on ELL’s system. Finally, as it relates to the siting of the Project, Mr. Datta explains

1 the siting of the microgrid to enable servicing the power needs of the area as well as
2 proximity to transmission lines, the substation, and access to natural gas pipelines.

3 These considerations also support the Project as the lowest reasonable priced option to
4 address the needs of the region.

5
6 **II. RESOURCE PLANNING NEEDS MET BY BPS**

7 Q12. WHAT IS THE GOAL OF ELL'S RESOURCE PLANNING?

8 A. ELL's resource planning efforts are driven by the fundamental goal to deliver a
9 resource portfolio that is centered on customer outcomes and the safe, reliable delivery
10 of electricity. Building a robust portfolio requires that ELL carefully balance three key
11 objectives: reliability, affordability, and environmental stewardship. This balance
12 looks at both the near-term and long-term benefits and risks associated with each key
13 objective.

14 ELL's portfolio development places an emphasis on customer needs and
15 preferences. ELL recognizes that customer expectations for electric service will
16 continue to change alongside advancements in technology and evolving market and
17 policy considerations both in and out of the traditional utility framework. Accordingly,
18 ELL aims to meet customers' needs for reliable, reasonably priced electric services and
19 energy solutions both today and in the future.

20 Initially, the need for the Project arose after extensive damage to the Golden
21 Meadow – Barataria 115 kilovolt (“kV”) transmission line that occurred during
22 Hurricane Zeta in 2020. With that line out of service, the service area is now supplied
23 by only one source of transmission, the Valentine – Clovelly 115 kV transmission line.

1 This Project will increase the load-serving capability of the transmission system
2 downstream of the Clovelly substation, including Port Fourchon, Golden Meadow,
3 Leeville, and Grand Isle, in a cost effective and reliable manner.
4

5 Q13. PLEASE ELABORATE ON THE THREE KEY OBJECTIVES YOU MENTIONED
6 FOR BUILDING A SUSTAINABLE PORTFOLIO.

7 A. Reliability as a planning objective means ensuring that the stability of the grid is
8 maintained through adequate resources to meet capacity and energy needs along with
9 adequate transmission and distribution systems to ensure that power is reliably
10 delivered to customers. Ensuring that there are adequate resources to meet customer
11 demand is more than just supplying a certain number of megawatts or zonal resource
12 credits. Resource adequacy must consider the diversity of the supply portfolio—both
13 in technology type and operational characteristics—combined with customer-targeted
14 energy efficiency and demand-side resources. It also must consider the location of
15 resources, proximity of those resources to customer load, and the availability of those
16 resources under various conditions. The ability of the transmission and distribution
17 system to deliver those resources to customers is also a key aspect of maintaining
18 reliability, and the careful integration of generation, transmission, and distribution
19 ensures that this reliability can be delivered at the lowest reasonable cost.

20 Affordability as a planning objective means keeping customer costs reasonable,
21 considering current and expected cost impacts of infrastructure improvements made on
22 behalf of our customers and taking advantage of scale to provide cost synergies. ELL
23 recognizes the importance of maintaining affordable rates for customers and prides

1 itself on the ability to maintain rates amongst the lowest in the country and well below
2 the national average. This requires balancing of various cost components such as capital
3 investment, operations and maintenance expense, and fuel costs. Cost stability requires
4 that ELL examine its portfolio over a variety of futures to ensure the long-term supply
5 productivity of the resource.

6 Environmental stewardship as a planning objective refers to the use and
7 protection of the natural environment, ensuring compliance with existing and likely
8 regulations, adaptability of resources, and paths towards a lower-carbon economy.
9 Portfolios that are capable of adapting and remaining sustainable over the long-term
10 horizon bring customers increased benefits and help to manage long-term cost-stability.
11 When considering our environmental stewardship objective, we also monitor
12 customers' desire for decarbonization through lower emission generation, local
13 renewables, and offerings that allow customers to meet their own sustainability goals
14 in partnership with their utility. ELL's customers have publicly stated their intent to
15 reduce the carbon intensity of their operations. The Greater Lafourche Port
16 Commission, a political subdivision of the state of Louisiana tasked with facilitating
17 the economic growth of the communities in which it operates, is also working to reduce
18 greenhouse gas emissions to, among other things, address the wellbeing of the port
19 tenants and the surrounding rural communities near the port. With our ability to
20 provide broad access to customers, ELL stands in a unique position to enable and
21 extend a lower carbon economy to customers and the communities it serves.

1 Appropriately balancing these three objectives with consideration of the near-
2 term and long-term risks associated with each result in the lowest reasonable cost
3 portfolios for customers.
4

5 Q14. PLEASE DESCRIBE ELL'S LONG-TERM RESOURCE PLANNING PROCESS.

6 A. The core elements of ELL's resource planning process are: (1) a determination of the
7 capability of the Company's current resources, (2) a forecast of the peak load plus
8 reserve margin and energy that the Company expects to serve over the planning
9 horizon, and (3) a determination of the amount and types of additional supply-side and
10 demand-side resources that will be needed to meet the Company's load and energy
11 requirements.

12 As part of its resource planning efforts, ELL has developed and continues to
13 refine an Integrated Resource Plan ("IRP"), which is filed at the LPSC pursuant to the
14 Commission's IRP rules.³ ELL's most recent submission of an IRP to the Commission
15 was on May 22, 2023 (ELL's "Final 2023 IRP") and reflects inputs and assumptions
16 that were established based on ELL's Business Plan 2022.⁴ Given the uncertainty and
17 fluidity inherent in long-term resource planning, ELL's IRP provides a framework for
18 the Company to plan for resources over the next several years but does not and cannot
19 reasonably serve as a prescriptive plan to address ELL's long-term generation needs

³ See Corrected General Order No. R-30021 (April 20, 2012), LPSC, Ex Parte, In re: Development and Implementation of Rule for Integrated Resource Planning for Electric Utilities, Docket No. R-30021.

⁴ See Docket No. I-36181 (May 22, 2023), Ex Parte: In Re: 2021 Integrated Resource Planning ("IRP") Process for Entergy Louisiana, LLC Pursuant to the General Order No. R-30021. The Final 2023 IRP was acknowledged by the LPSC on February 21, 2024.

1 and options for meeting those needs. Circumstances will necessarily change, and to be
2 reasonable and prudent, resource procurement decisions must be made based on the
3 best information reasonably available at the time those decisions are made. ELL
4 presents those decisions and the support for them to the Commission when seeking
5 resource certifications required under applicable General Orders and does not seek
6 certification via the IRP (nor, per my understanding of the Commission's IRP rules,
7 does the Commission's acknowledgement of an IRP confer such approval).

8 ELL also has presented results of certain aspects of its continuous resource
9 planning efforts outside of the formal IRP process to the Commission. For example,
10 ELL recently received LPSC approval for its 2021 Solar Portfolio, which consists of
11 four solar photovoltaic resources with a total nameplate capacity of 475 MW as well
12 as ELL's Geaux Green Option ("Rider GGO") green tariff.⁵ Further, on January 24,
13 2024, the LPSC approved ELL's 2022 Solar Portfolio, which consists of two solar
14 photovoltaic resources with a total nameplate capacity of 224 MW.⁶ Finally, the
15 Company has two applications pending before the Commission to enable additional

⁵ See Order No. U-36190 (October 14, 2022), In re: Application for Certification and Approval of the 2021 Solar Portfolio, Rider Geaux Green Option, Cost Recovery and Related Relief, Docket No. U-36190. The facilities are 1) the Sunlight Road Facility, 2) the Vacherie Facility, 3) the Elizabeth Facility, and 4) the St. Jacques Facility.

⁶ See Docket No. U-36685 (February 28, 2023), Ex Parte: Application of Entergy Louisiana, LLC for Approval of the 2022 Solar Portfolio, Expansion of the Geaux Green Option, Cost Recovery and Related Relief. The resources at issue in that docket are the Iberville Facility and the Sterlington Facility.

1 resources via ELL's 2023 Solar Application and ELL's 3 GW filing, Docket Nos. U-
2 37071 and U-36697 respectively.⁷

3 As described in detail in ELL's Final 2023 IRP, the record of Commission
4 Docket No. U-36190 (in which the Commission approved ELL's 2021 Solar Portfolio),⁸
5 and ELL's applications and testimony in Dockets Nos. U-36685, U-37071 and U-
6 36697, ELL is projected to need additional long-term generating capacity over the
7 course of the long-term planning horizon to replace deactivated capacity and address
8 load growth in order to reliably serve customers.

9
10 Q15. PLEASE DESCRIBE THE COMPANY'S CURRENT RESOURCE PORTFOLIO.

11 A. ELL controls approximately 11 GW of in-service capacity through direct ownership,
12 capacity contracts with third parties, life-of-unit contracts with other Entergy Operating
13 Companies, or Demand Response Resources. Over the last fifteen years, ELL has
14 transformed and modernized its generation portfolio to support existing customers'
15 needs and address significant current and expected industrial load growth in Louisiana
16 by adding reliable and more efficient CT and combined cycle gas turbine ("CCGT")
17 generating units to meet its supply needs. More recently, and as I noted above, ELL
18 has begun its transition to more renewable resources, including:

⁷ See Docket No. U-37071 (December 18, 2023), Ex Parte: Application for Approval of the Mondu Solar Power Purchase Agreement, Expansion of the Geaux Green Tariff, and Cost Recovery. This application involves the purchase power agreement for the Mondu Facility; Docket No. U-36697, In re: Application of Entergy Louisiana, LLC for Approval of Alternative Process to Secure up to 3,000 MW of Solar Resources, Certification of those Resources, Expansion of the Geaux Green Option, Approval of a New Renewable Tariff, and Related Relief.

⁸ See Order No. U-36190 (October 14, 2022), In re: Application for Certification and Approval of the 2021 Solar Portfolio, Rider Geaux Green Option, Cost Recovery and Related Relief, Docket No. U-36190.

1 ELL's customers in Louisiana. In doing so, ELL must also account for the resource
2 adequacy requirements set out by MISO for the prompt Planning Year to ensure that
3 the results of ELL's planning efforts meet those requirements.

4 While MISO has no responsibility to build or provide capacity, it nevertheless
5 assigns resource adequacy requirements to load-serving entities in its footprint,
6 including ELL. Historically, MISO provided annual resource adequacy requirements;
7 however, MISO has implemented its new Seasonal Resource Adequacy Construct
8 beginning in the 2023-2024 planning year. For this new resource adequacy construct,
9 MISO has conducted seasonal assessments to evaluate potential resource adequacy
10 risks for the various seasons. These assessments evaluate seasonal loss of load risk by
11 modeling near-term capacity subject to historic outage conditions and by modeling a
12 wide range of potential load forecast and weather scenarios, including extreme weather
13 scenarios. The assessments also highlight potential issues in the upcoming seasons
14 to help system operators and stakeholders prepare for potentially strained system
15 conditions and develop preventative actions.¹¹

16 As part of its resource adequacy requirements, MISO determines how much
17 capacity must be located within each Local Resource Zone ("LRZ") defined by MISO
18 relative to how much capacity can be "imported" from other LRZs. In the event a load-
19 serving entity's resources fall short of those seasonal requirements, either in total or in-
20 zone, that load-serving entity is exposed to the zonal clearing price for MISO's annual
21 capacity auction for that shortfall, which clearing price can approach and ultimately

¹¹ MISO Energy, *Resource Adequacy*, Midcontinent Independent System Operator, Inc., available at <https://www.misoenergy.org/planning/resource-adequacy2/resource-adequacy>.

1 reach the cost of new entry (“CONE”) as market conditions tighten.¹² Notably, LRZs 1
2 through 7 cleared at or near CONE in the 2022-23 MISO Planning Resource Auction
3 (“PRA”), or \$236.66/MW-day.¹³ The same 2022-23 MISO Planning Resource
4 Auction yielded a clearing price for LRZ 9, the LRZ that ELL belongs to, of \$2.88/MW-
5 day.¹⁴ The 2023 PRA Results for the 2023-2024 MISO Planning year represent the first
6 time MISO has released PRA results based on its new Seasonal Accreditation
7 Construct. While no LRZ cleared at CONE in any season, significant tightening was
8 noted in LRZ 9 in the Fall season, which cleared at \$59.21/MW-day, and in Winter,
9 which cleared at \$18.88/MW-day.¹⁵ In fact, MISO’s data show that the capacity
10 surplus that MISO LRZ 9 previously enjoyed was reduced by nearly 40% on an annual
11 basis from the previous year, and the surplus completely disappeared during the 2023
12 PRA for the Summer season, where the Zone’s Planning Reserve Margin Requirement
13 (“PRMR”) was higher than the capacity included in the offers that were submitted.¹⁶
14 Indeed, LRZ 9, in which Louisiana sits, is the only Zone in MISO to have experienced
15 elevated pricing in the most recent MISO PRA, and it experienced this elevated pricing
16 in two out of the four seasons.¹⁷

¹² The “cost of new entry” represents the regional, annualized capital cost of building a new combustion turbine.

¹³ MISO Energy, *2022/2023 Planning Resource Auction (PRA) Results*, Midcontinent Independent System Operator, Inc. (April 14, 2022), available at <https://cdn.misoenergy.org/2022%20PRA%20Results624053.pdf>.

¹⁴ *Id.*

¹⁵ MISO Energy, *Planning Resource Auction Results for Planning Year 2023-24*, Midcontinent Independent System Operator, Inc. (May 19, 2023), available at [https://cdn.misoenergy.org/2023%20Planning%20Resource%20Auction%20\(PRA\)%20Results628925.pdf](https://cdn.misoenergy.org/2023%20Planning%20Resource%20Auction%20(PRA)%20Results628925.pdf).

¹⁶ *Id.*

¹⁷ *Id.* at 4.

1 As I noted, ELL's planning efforts carefully consider the location of resources
2 and the proximity of those resources to customer load and therefore are aligned with
3 these MISO zonal requirements. This alignment serves to mitigate the level of
4 exposure to capacity shortfalls and places an emphasis on securing adequate in-zone
5 resources.

6
7 Q17. DOES THE COMPANY NEED ADDITIONAL LONG-TERM GENERATING
8 CAPACITY TO SATISFY ITS PLANNING OBJECTIVES?

9 A. Yes. Projected load (plus a planning reserve margin) exceeds the capacity of ELL's
10 existing and LPSC-approved resources, which indicates a need for additional long-term
11 capacity. My exhibit, LKB-2, which contains Highly Sensitive Protected Materials
12 ("HSPM"), reflects ELL's resources relative to forecasted load for 2024 – 2035, with
13 the red line depicting the resource deficit from year to year. HSPM Exhibit LKB-2 was
14 prepared using the load forecast from ELL's Business Plan 2024 ("BP24"), with
15 consideration of current owned and contracted resources as well as those future
16 resources that have been approved by the LPSC. In terms of resource availability,
17 HSPM Exhibit LKB-2 reflects unit deactivation assumptions from BP24, and existing
18 PPAs that are assumed to expire on stated expiration dates. As seen in HSPM Exhibit
19 LKB-2, using ELL's summer seasonal accredited capacity, ELL will need
20 approximately [REDACTED]

21 [REDACTED].

22

1 Q18. WHAT ARE ELL'S CURRENT PLANS TO MEET THE LONG-TERM CAPACITY
2 NEEDS OF ITS CUSTOMERS?

3 A. As noted above, the Company has developed and continues to refine an integrated plan
4 that considers generation and transmission and is expected to meet customer needs in
5 the lowest-reasonable-cost manner. The Company continues to need long-term
6 capacity over the planning horizon, and the plan is to meet ELL's needs from a
7 diverse set of resources that will provide efficient operating flexibility to serve
8 evolving customer demands. BPS will operate as a dispatchable generation resource,
9 which will help maintain reliability when intermittent resources are not available. In
10 addition, as I discuss above, this Project will directly address the needs of critical oil
11 and gas customers at Port Fourchon, which is experiencing significant load growth and
12 serves a critical role in the nation's oil supply through its oil service capabilities and
13 extensive pumping infrastructure as well as the needs of customers in the fishing and
14 tourism industries in the region.

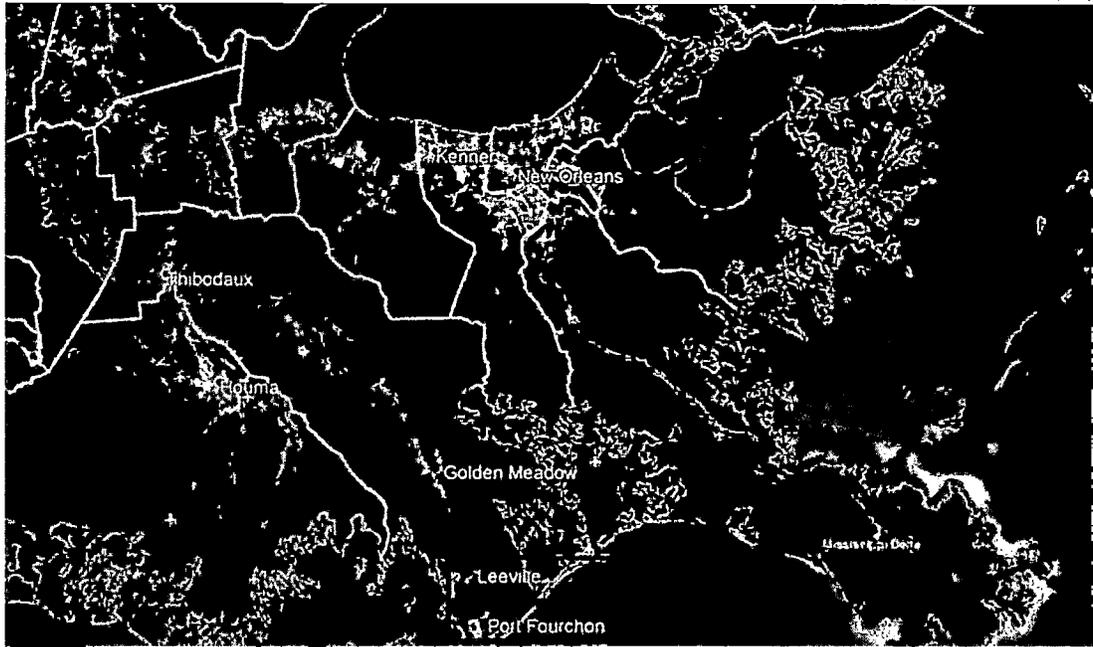
15
16 Q19. DOES THE PROPOSED PROJECT SUPPORT ELL'S THREE KEY PLANNING
17 OBJECTIVES FOR BUILDING A SUSTAINABLE PORTFOLIO?

18 A. Yes. In terms of reliability, the Project will complement other planned projects to meet
19 the long-term capacity needs that I discussed above. In addition, the Project will
20 address both the specific energy needs of ELL's customers in the region and support
21 electric reliability across the state of Louisiana. As seen in HSPM Exhibit LKB-2,
22 using ELL's existing resources and those approved at the LPSC, [REDACTED]

23 [REDACTED]

1

Figure 2



2

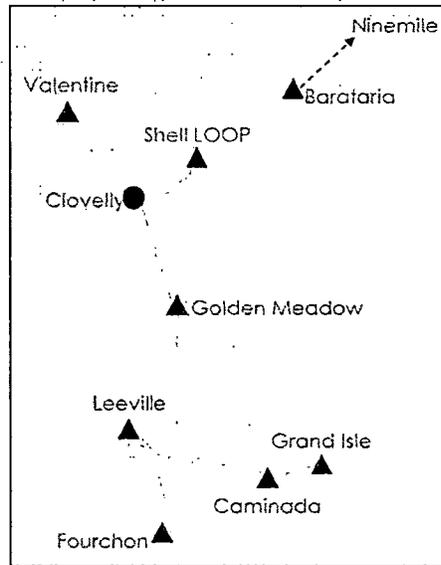
3

4 Q21. HOW IS SERVICE CURRENTLY PROVIDED TO THE CUSTOMERS IN THIS
5 AREA?

6 A. The Leeville substation is connected to the transmission grid by a radial transmission
7 feed out of the Golden Meadow substation located approximately 15 miles north of
8 Leeville. The Golden Meadow substation is currently fed by one transmission line
9 from the Clovelly substation, as seen in Figure 3 below. Previously, there was another
10 line into Golden Meadow from the Barataria substation, but that line was heavily
11 damaged in Hurricanes Zeta and Ida and has since been retired from service.

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Figure 3



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As Mr. Datta explains in greater detail in his Direct Testimony, these lines traverse marshlands and open water, which presents construction and maintenance challenges that can lead to reliability issues at times. Due to the large amount of industrial load served and the limited short-circuit current capabilities available in the area, ELL has also experienced issues with voltage support for its industrial customers.

5

6

7

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9

10 Q22. ARE THERE LIMITS TO ELL'S SERVICE CAPABILITIES BASED ON THE
11 CURRENT TOPOLOGY OF THE ELL SYSTEM?

12 A. Yes. Since the retirement of the Barataria – Golden Meadow line, the transmission
13 system in Lafourche Parish cannot support incremental load growth without causing
14 the transmission facilities in the area to exceed their thermal capacities. As such, if
15 new load growth materializes, NERC reliability standards would require that ELL
16 rebuild that line as a baseline reliability project. With an additional 10 to 15 MW of

1 load growth, planning analysis shows that the area would exceed voltage stability
2 thresholds. In order to address that issue, the area substations would need to be
3 upgraded to 230 kV capability, and a new Barataria – Golden Meadow line would need
4 to be constructed to 230 kV capability to provide two transmission sources to the
5 Golden Meadow substation. ELL would need to perform these additional upgrades to
6 comply with NERC reliability standards.

7

8 Q23. DOES THE COMPANY ANTICIPATE LOAD GROWTH FOR THIS AREA?

9 A. Yes. Areas downstream of the Golden Meadow substation, particularly at Port
10 Fourchon, are anticipating significant load growth in the coming years as the port
11 continues to grow. In one example, in May 2023, the port announced a Cooperative
12 Endeavor Agreement with C-Logistics that will pave the way for the development of a
13 comprehensive multi-purpose heavy industry facility.¹⁸ In addition to growth of
14 industry and new facilities at the port, as vessel operators in the Port Fourchon area
15 look for opportunities to supply power to their vessels from the electric grid as opposed
16 to diesel generators to improve their sustainability, ELL has seen a rapid increase in
17 the demand for shore power. Since March 2020, customers have contracted or inquired
18 with ELL for approximately 7 MW of shore power demand in the Port Fourchon area,
19 and we expect this electrification pipeline to continue to grow in the coming years.
20 Other customers in the area are also actively exploring development opportunities, with

¹⁸ Thad Angelloz, *Fourchon Island Development Advances with Execution of Multi-Party Agreement*, Fourchon (May 11, 2023), available at <https://portfourchon.com/fourchon-island-development-advances-with-execution-of-multi-party-agreement/>.

1 discussions currently underway with an industrial customer for a 5 MW expansion of
2 pumping capacity near Port Fourchon. Some of these needs will be met with
3 sustainable resources, such as plans for an off-shore wind turbine announced in January
4 2024 and to be located at the Port Fourchon Coastal Wetlands Park;¹⁹ however, these
5 resources alone will not fully meet the needs identified for this region – for example,
6 the reactive power needs that Mr. Datta discusses in more detail.

7

8 Q24. HOW DOES ELL DETERMINE THE LEVEL OF LOAD GROWTH TO USE IN
9 DEVELOPING ITS LOAD FORECASTS?

10 A. ELL has an annual process to examine current levels and trends in electricity
11 consumption and to update its long-term consumption forecast. Because different types
12 of customers consume electricity in different ways, ELL’s forecasts are prepared by
13 customer type – residential, commercial/governmental, and industrial. The residential
14 forecast is driven largely by the numbers and types (single family, multi-family, mobile
15 homes) of households in the area that ELL serves and expectations for growth or
16 declines in those levels. The residential forecast is also affected largely by expectations
17 around the effects of energy efficiency as well as by the expected numbers of types of
18 electricity end-use items, such as trends in electric heating versus gas heating. The
19 commercial/governmental forecasts are driven largely by the population outlook in the
20 area ELL serves and, similar to the residential forecast, by expectations around the

¹⁹ Thad Angeloz, *Fourchon First: Lafourche Parish Port to Feature State’s Inaugural Wind Turbine*, Fourchon (January 8, 2024), available at <https://portfourchon.com/fourchon-first-lafourche-parish-port-to-feature-states-inaugural-wind-turbine/>.

1 effects of energy efficiency as well as by the expected numbers of types of electric end-
2 use items. Electricity consumption for both residential and commercial customers is
3 also affected by growth in adoption of electric vehicles, which is expected to continue
4 to increase over time.

5 Existing industrial customers, whose energy consumption made up over half of
6 ELL's sales volume for 2023, are evaluated individually for larger customers or as a
7 group for smaller customers, to assess any trends or expected changes in electricity
8 consumption including outages or seasonal patterns.

9 With respect to new industrial customers or expansions for existing large
10 industrial customers, each of these projects that is included in the forecast is based on
11 a probability that the customer's consumption will be realized at a certain level and at
12 a certain time. These probabilities are based on progress made toward the execution of
13 a contract for electric service or delivery of service. For example, a "70%" probability
14 indicates that significant investment has been made on the part of the potential
15 customer. In addition to the information provided by the customer, the probability
16 assessments are impacted by specific customer actions such as load studies, facilities
17 studies, project funding decisions, public announcements, permits, incentive packages,
18 reimbursement agreements, and executed Electric Service Agreements ("ESAs"), all
19 of which signal certain levels of progress toward a particular industrial load
20 materializing on the electric system. Probability assessments are based on the informed
21 judgment of ELL's industrial customer representatives, and, like project development
22 itself, the assessment process is dynamic.

1 Probability assessments are provided to and discussed with ESL's Sales and
2 Load Forecasting Group. As a general matter (and thus subject to exceptions), a project
3 is not included in ELL's sales forecast unless it has a probability assessment of 50% or
4 higher, and even projects with executed ESAs are often included in the forecast at a
5 probability-weighted amount (as opposed to the Project's full expected load or sales
6 impact). The discussions between industrial account representatives and the Sales and
7 Load Forecasting Group may also result in adjustments to load-factor assumptions for
8 sales/load forecasting purposes. To give an example of this conservative approach, an
9 80 MW addition used in developing the forecast may correspond to a project with a
10 200 MW peak demand, an executed ESA, and a probability assessment of 50%. This
11 approach is reflected in ELL's most recent BP24 forecast. Note, however, that all of
12 these probability assessments are estimates, and the thresholds are not absolute.

13 ELL has over 10,000 industrial class customers; the largest fifty of those
14 customers accounted for over 75% of the total consumption from the entire class.
15 While many industrial customers tend to have relatively steady usage year-over-year,
16 new, large industrial customers or large customers who have large project expansions
17 tend to drive step-changes in growth. ELL anticipates that, through the end of this
18 decade, the majority of the load growth discussed above is expected to come from new,
19 large industrial customers or from large industrial expansions.

20

1 Q25: WOULD IT BE ECONOMIC FOR ELL TO ADDRESS ITS LONG-TERM
2 CAPACITY NEED THROUGH THE PURCHASE OF CAPACITY CREDITS IN
3 THE MISO SEASONAL PRA RATHER THAN BY BPS?

4 A. No. While the MISO PRA provides an avenue to correct short-term imbalances, over-
5 reliance on the short-term market in lieu of a long-term resource planning strategy is
6 an imprudent and risky practice – especially at a time when market conditions are
7 tightening. The MISO PRA is a one-year-ahead mechanism that is not designed to
8 ensure that an adequate amount of, or appropriate types of, resources will be available
9 in the long-term. As a result, relying on the MISO PRA involves greater risk compared
10 to a long-term resource such as BPS. Unlike a long-term resource, purchasing capacity
11 credits in the MISO PRA does not provide any additional capacity, and provides no
12 energy benefits or local area benefits. Rather, purchasing capacity credits satisfies only
13 the financial requirement of the MISO PRA construct. Long-term resource planning is
14 essential to ensure reliable electric service at the lowest reasonable costs. Physical
15 generation, like BPS, is necessary to generate electricity that can be transported to
16 customers for consumption. Therefore, even if ELL could be assured that sufficient
17 capacity was available to meet ELL's current needs through the MISO PRA (which it
18 cannot), this would still not address the local voltage issues or the anticipated load
19 growth in the region. Consequently, reliance upon the MISO PRA to meet the needs
20 of this coastal region would place the reliability of service to ELL's customers in this
21 region at risk, while also exposing all ELL customers to financial risk associated with
22 tightening conditions in the MISO PRA, particularly in LRZ 9.

1 Further, as discussed in greater detail above in the response to Q.16, significant
2 tightening has been noted in LRZ 9 (in which Louisiana is located) since MISO
3 implemented the seasonal PRA. MISO's data show that the capacity surplus that MISO
4 LRZ 9 previously enjoyed has significantly decreased.

5 Finally, while the precise timing of market equilibrium is unknown, there is an
6 expectation that market conditions in the MISO market will tighten in the coming years,
7 which is expected to lead to higher capacity prices.²⁰ Moreover, unlike reliance on the
8 capacity auction, the construction of BPS will provide customers with a highly flexible
9 resource that produces energy revenues to offset the cost of purchasing energy in the
10 MISO day-ahead energy market and thereby protects customers from increasing energy
11 prices in the market. In contrast, capacity credits provide no energy revenues to offset
12 the cost to ELL customers of purchasing energy in the MISO market.

13
14 Q26. WHAT CAPACITY BENEFITS WOULD BE RECOGNIZED AS A RESULT OF
15 ADDING BPS?

16 A. Unlike a transmission-only solution, the addition of BPS provides generation capacity
17 that supports ELL's resource planning requirement. The value of capacity is quantified
18 in terms of an avoided CT, as discussed in greater detail in the Direct Testimony of
19 Company witness Phong D. Nguyen. It is important to note that BPS is expected to
20 operate in a peaking and reserve supply role based on its operating characteristics.

²⁰ MISO Energy, *2023 OMS-MISO Survey Results* at pp. 2, 14, and 21 (July 14, 2023), Midcontinent Independent System Operator, Inc., available at <https://cdn.misoenergy.org/20230714%20OMS%20MISO%20Survey%20Results%20Presentation629607.pdf>.

1 Peaking and reserve capacity is an area of specific need as ELL is currently short of
2 peaking and reserve supply role resources and is expected to continue to be short in
3 that supply role for the foreseeable future.
4

5 Q27. PLEASE ELABORATE ON THE COMPANY'S NEED FOR PEAKING AND
6 RESERVE CAPACITY IN THIS REGION.

7 A. In conducting long-term resource planning, ELL analyzes its overall capacity needs as
8 well as its need for capacity that serves specific supply roles, such as base load, core
9 and seasonal load-following, and peaking and reserve. Having the right amount of
10 capacity suitable to serve each of these supply roles enables the Company to most
11 efficiently, cost-effectively, and reliably serve the time-varying level of customer load
12 it experiences.

13 The Company defines its base load as the minimum level of load that is served
14 85 percent of the hours in a year. Core load-following requirements are those hours that
15 exceed base load but are less than the load levels experienced in the highest 30 percent
16 of hours of the year. The seasonal load following requirement is defined as the levels
17 of load that exceed base load and core load-following but are less than load levels
18 experienced in the highest 15 percent of the hours of the year. The Company's peaking
19 requirement is defined as the level of load that is served in the highest 15 percent of the
20 hours of the year.

21 Each supply resource has its own unique cost and performance characteristics
22 that make it functionally and economically suited to serve certain supply roles. Base
23 load resources typically cost more to construct per MW, but operate with relatively low

1 variable cost, and, because the resource is expected to operate in most hours at high
2 utilization levels, the total supply cost is relatively low on a \$/MWh basis. Conversely,
3 a peaking or reserve unit is expected to operate at low utilization levels and higher
4 variable costs but typically has a relatively low capital cost and, therefore, is the most
5 economical alternative when utilized in a peaking or reserve role. Load following units
6 have moderate capital cost and variable cost.

7 Peaking and reserve resources can be called upon to respond to contingency
8 situations, such as transmission line loss or generation failure in other parts of the
9 system. When that occurs, a peaking and reserve resource is called upon to fill in for
10 an otherwise more economic resource until that resource can be returned to service or
11 other arrangements can be made.

12
13 Q28. ARE THERE OTHER AREAS WHERE PEAKING AND RESERVE CAPACITY
14 WOULD SUPPORT ELL'S RESOURCE PLANNING GOALS?

15 A. Yes. As I mentioned above, and as explained more fully by Company witnesses
16 Dickens and Datta, BPS will be a highly flexible resource capable of quickly providing
17 incremental energy with the ability to cycle back down quickly. Such highly flexible
18 resources serve an important role in supporting the integration of intermittent resources
19 into the grid.²¹ BPS, then, complements ELL's recently approved portfolio of six

²¹ According to the U.S. Energy Information Administration ("EIA"), one of the main advantages of reciprocating engines is their ability to provide incremental electricity quickly, which, the EIA states "have become increasingly important in areas with high shares of renewable electric generation from wind and solar." EIS, *Natural Gas-Fired Reciprocating Engines are Being Deployed more to Balance Renewables*, U.S. Energy Information Administration (February 19, 2019), available at <https://www.eia.gov/todayinenergy/detail.php?id=37972>.

1 photovoltaic resources with a total nameplate capacity of 699 MW in Docket Nos. U-
2 36190 and U-36685, and its recent application for an additional resource related to its
3 2023 Solar Portfolio, Docket No. U-37071.
4

5 Q29. PLEASE EXPLAIN HOW BPS IS CONSISTENT WITH, AND UNIQUELY
6 SUITED TO MEET, THE SUPPLY ROLE NEEDS OF THIS REGION.

7 A. Utilizing a barge design mitigates risk for extensive damage and outages compared to
8 transmission lines, which are more vulnerable to storm damage—both catastrophic
9 damage from major storms like hurricanes, as well as smaller storms that routinely
10 cause flooding in the area. In addition, choosing generation over transmission in this
11 case increases the opportunity for operational flexibility (e.g., storm response) in the
12 future with the potential to further enhance reliability for customers in the area and
13 reduces costs to both ELL and its customers. Besides the addition of an efficient
14 generating resource to the ELL fleet, BPS adds resiliency to the southeast Louisiana
15 electric grid and enables this local power source to be used for the initiation of storm
16 restoration plans without depending on generation sources further away.
17

18 Q30. WHAT ENERGY BENEFITS WOULD BPS PROVIDE?

19 A. In the MISO markets, portfolio balance means, among other things, having resources
20 capable of supplying energy into the day-ahead and real-time markets at roughly the
21 same volumes and same times as is expected to be purchased from those markets to
22 serve customers. A generator in MISO, then, provides energy benefits when MISO
23 determines that the variable cost of running the unit is lower than other available units

1 on the system. As Mr. Datta explains in greater detail in his Direct Testimony, BPS
2 would be a quick-start and fast ramping resource. In addition, as a flexible, modular
3 resource, BPS would be available and quickly dispatchable by MISO in order to ensure
4 system reliability that will be impacted by the variability in intermittent renewable
5 resources. Therefore, BPS will provide energy benefits when it is the lowest variable
6 cost available resource on the system. In addition, BPS will also provide energy
7 benefits when it is in island mode, as it would be the only source of power to customers
8 downstream of the Clovelly substation during those times.

9
10 Q31. WHAT POTENTIAL ENHANCED RELIABILITY BENEFITS WOULD BPS
11 PROVIDE?

12 A. As discussed above and in the Direct Testimony of Mr. Datta, the addition of BPS
13 would allow ELL to operate the entire area downstream of Clovelly as an “island” from
14 the rest of the transmission grid during outages. Islanded operation of the microgrid is
15 expected only during long-term interruptions in power supply, either due to a
16 widespread power outage in the broader electric grid or because of localized black-out
17 of the microgrid region caused by a trip of the Golden Meadow – Valentine
18 transmission line. The opportunity to operate in this configuration would provide
19 reliability benefits to all customers downstream of the Clovelly substation. Once
20 islanded, the power barge would be able to start up and provide the necessary power to
21 support customer needs until transmission service is restored. This configuration will
22 provide electricity and necessary voltage support to ELL’s industrial customers in the
23 region, allowing these customers to continue operations. While the transmission-only

1 alternative would provide a back-up source of power should there be an interruption in
2 power supply to one line, it does not provide the same reliability benefits that BPS, a
3 generation-based alternative, would. That is, should a severe storm significantly
4 damage the line serving the area downstream of Clovelly or should the broader electric
5 grid experience a widespread power outage, those customers downstream of the
6 Clovelly substation would experience a power outage as well. Further, because of the
7 time and work required to restore the transmission facilities after a storm event, some
8 of which may require specialized equipment considering their remote location and
9 challenging topography and associated access and logistical issues, the wires-only
10 solution may still result in extended restoration times. By contrast, the microgrid option
11 enables restoration of power after a storm to be sourced from the BPS and reduces the
12 dependence on time-consuming repairs of transmission and distribution lines during
13 storm restoration, thus potentially reducing the time to restore power after a storm
14 significantly. Finally, the wires-only solution does not result in the addition of
15 generation capacity for ELL, and, hence, does not address the significant reactive and
16 real power needs of ELL customers, especially those in this area as advantageously as
17 BPS does.

18

19 Q32. WHAT POTENTIAL POWER QUALITY IMPROVEMENTS WOULD BPS
20 PROVIDE?

21 A. BPS adds dynamic reactive power capability to the system, in addition to real power.

22 A lack of reactive power capability in the system can result in difficulty in regulating
23 voltage, resulting in power quality issues, such as voltage dips and sags, that may be

1 experienced by customers. Some voltage dips may also be caused by induction motor
2 starts in a system that has an insufficient amount of reactive power to maintain voltage
3 and dynamic reactive power capability to support voltage recovery. Further, as a quick-
4 start and fast ramping resource, BPS will add synchronous inertial response and short-
5 circuit capability to the system, both of which may be increasingly valuable ancillary
6 service market assets as MISO sees an increased penetration of renewable resources
7 and inverter-based resources.

8
9 Q33. PLEASE SUMMARIZE THE FACTORS THAT LED THE COMPANY TO
10 CHOOSE BPS OVER THE TRANSMISSION ALTERNATIVE TO MEET THE
11 NEEDS OF ELL CUSTOMERS, INCLUDING ELL CUSTOMERS IN THE BAYOU
12 REGION.

13 A. As discussed in Mr. Datta's Direct Testimony, a variety of quantitative and qualitative
14 factors were considered when evaluating the wires-only option and BPS-anchored
15 microgrid option. Given the critical nature of the industrial load in this region and the
16 resilience benefits that would be enabled by the microgrid, ELL concluded that BPS
17 was the preferred alternative to meet the needs of this region. In particular, there are
18 several categories where BPS provides benefits over a wires-only alternative, including
19 support for renewable generation, adding a black-start resource that provides additional
20 grid support, potentially providing ancillary services in the MISO market, and
21 providing resiliency benefits through its microgrid functionality during outages.
22 Finally, the construction and maintenance of the wires-only alternative would present

1 unique challenges compared to BPS, given the terrain and location of the transmission
2 system in the Valentine – Fourchon corridor.
3

4 **IV. OVERVIEW OF APPLICATION AND INTRODUCTION OF WITNESSES**

5 Q34. PLEASE EXPLAIN THE RELIEF SOUGHT BY THE COMPANY IN THIS
6 PROCEEDING.

7 A. In compliance with the LPSC’s 1983 General Order,²² the Company is seeking LPSC
8 approval to construct and operate BPS and a microgrid control system to serve load
9 from the power station in the event of an outage on the existing Valentine – Clovelly
10 115 kV transmission line that currently serves as the only source of power to the area.
11 The Company is seeking certification of BPS will serve the public convenience and
12 necessity and is in the public interest.
13

14 Q35. PLEASE INTRODUCE THE OTHER WITNESSES WHOSE TESTIMONY IS
15 BEING SUBMITTED WITH THE APPLICATION AND IDENTIFY THE
16 SUBJECTS THAT EACH ADDRESSES.

17 A. In addition to my testimony, the Company’s Application is supported by the
18 testimonies of the following witnesses:

- 19 • **Ryan Jones** – Mr. Jones is the Manager, Regulatory Affairs for Entergy
20 Louisiana. Mr. Jones enumerates the required regulatory approvals the Company
21 is seeking, discusses the Company’s compliance with applicable Commission

²² ELL witness Ryan Jones discusses the requested exemption from the MBMO order.

1 General Orders and the exemption from the Commission's MBM Order the
2 Company is requesting for this Project, and explains why approval of the Project
3 is in the public interest. Mr. Jones also proposes a plan by which Commission
4 Staff can monitor the progress of the construction. Finally, Mr. Jones provides
5 the estimated first-year revenue requirement associated with the Project and
6 explains the proposed rate recovery.

7 • **Gary Dickens** – Mr. Dickens is the Vice President, Project/Construction
8 Management, New Generation Program Execution for ESL. He provides an
9 overview of the Project and describes and supports the EPC contract to construct
10 BPS, including the process used to select the EPC contractor and the management
11 of EPC work. In addition, Mr. Dickens describes the construction schedule and
12 management post-commissioning, explains how the cost estimates associated
13 with the Project were developed, and provides the current total cost estimate
14 associated with the Project. Finally, Mr. Dickens addresses the gas service and
15 costs and discusses the estimated non-fuel O&M costs for the Project.

16 • **Samrat Datta** – Mr. Datta is the Director of Advanced Network Planning for the
17 System Planning Organization at ESL. He explains the alternatives the Company
18 considered and the reasons why ELL determined that constructing BPS is the
19 preferred alternative. Mr. Datta also discusses the development of the cost
20 estimate for the transmission-only alternative and the cost of transmission
21 substation upgrades necessary for interconnection.

22

- 1 • **Phong D. Nguyen** – Mr. Nguyen is the Director, Advanced Economic Planning,
2 for ESL. Mr. Nguyen describes the economic evaluation of the Project compared
3 to potential alternatives.
- 4 • **Sean Meredith** – Mr. Meredith is the Vice President, System Resilience for ESL.
5 He explains how the Project incorporates the Company’s resilience goals.
6

7 **V. CONCLUSION**

8 Q36. PLEASE SUMMARIZE THE REASONS WHY THE PROJECT SHOULD BE
9 ADDED TO ELL’S RESOURCE PORTFOLIO.

10 A. ELL has identified a need for generation in Louisiana to meet the specific needs of the
11 southeastern most part of the state, where Port Fourchon and Leeville are located, as
12 well as the state as a whole. For the following reasons, I believe that BPS represents
13 the lowest reasonable cost option to address these needs. First, BPS will promote
14 reliability in the region and in Louisiana as a whole because it (1) can operate as a
15 dispatchable generation resource, helping maintain reliability when intermittent
16 resources are not available; (2) will allow ELL to operate the entire area downstream
17 of Clovelly as an “island” from the rest of the transmission grid during outage; and (3)
18 will provide electricity and necessary voltage support to ELL’s industrial and
19 commercial customers in the region. BPS will help create a more resilient, storm-
20 hardened infrastructure in the region and in Louisiana because it (1) will provide black-
21 start capabilities; (2) may reduce restoration times in the region; and (3) as a quick-
22 start and fast ramping dispatchable resource, it will be a valuable asset in future
23 enhancements to the MISO ancillary service market that may be necessitated by

1 increased penetration of renewable resources. Finally, BPS is well-suited to meet the
2 unique challenges presented by the region's geography and customer needs.

3

4 Q37. DOES THIS CONCLUDE YOUR DIRECT TESTIMONY?

5 A. Yes, at this time.

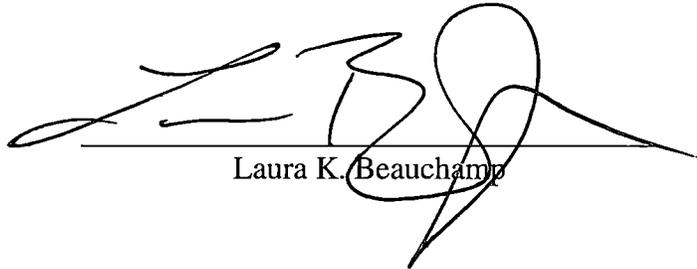
AFFIDAVIT

STATE OF LOUISIANA

PARISH OF JEFFERSON

NOW BEFORE ME, the undersigned authority, personally came and appeared, **LAURA K. BEAUCHAMP**, who after being duly sworn by me, did depose and say:

That the above and foregoing is his sworn testimony in this proceeding and that he knows the contents thereof, that the same are true as stated, except as to matters and things, if any, stated on information and belief, and that as to those matters and things, he verily believes them to be true.



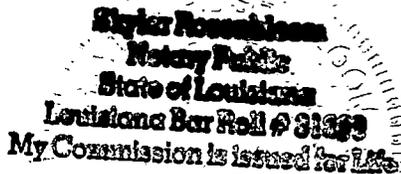
Laura K. Beauchamp

SWORN TO AND SUBSCRIBED BEFORE ME
THIS 23 DAY OF FEBRUARY, 2024



NOTARY PUBLIC

My commission expires: Death



Styler Rosebloom
Notary Public
State of Louisiana
Louisiana Bar Roll # 81399
My Commission is issued for Life

Listing of Previous Testimony Filed by Laura K. Beauchamp

<u>DATE</u>	<u>TYPE</u>	<u>SUBJECT MATTER</u>	<u>REGULATORY BODY</u>	<u>DOCKET NO.</u>
06/03/2011	Settlement	Little Gypsy Securitization	LPSC	U-31894
07/07/2011	Direct	Carville-Calpine 2011 PPA	LPSC	U-32031
09/16/2011	Settlement	EGSL Fuel Adjustment Clause (1995-2004)	LPSC	U-27103
12/21/2011	Rebuttal	Carville-Calpine 2011 PPA	LPSC	U-32031
01/26/2012	Settlement	Retail Effects of FERC Opinion Nos. 468 and 468-A and Related Orders	LPSC	U-31099
03/02/2012	Settlement	Carville-Calpine 2011 PPA	LPSC	U-32031
02/15/2013	Direct	EGSL Base Rate Case	LPSC	U-32707
02/15/2013	Direct	ELL Base Rate Case	LPSC	U-32708
03/28/2013	Direct	ELL-Algiers 2013 Rate Case	CCNO	UD-13-01
09/27/2013	Settlement	MISO Implementation	LPSC	U-32675
02/18/2014	Rebuttal	ELL-Algiers 2013 Rate Case	CCNO	UD-13-01
03/22/2019	Adopting	ENOL 2018 Rate Case	CCNO	UD-18-07
06/06/2022	Adopting	ELL Solar Portfolio and Green Tariff	LPSC	U-36190
02/28/2023	Direct	ELL Solar CCN Application	LPSC	U-36685
03/13/2023	Direct	ELL 3,000 MW Solar Application	LPSC	U-36697
08/30/2023	Direct	ELL Regulatory Blueprint	LPSC	U-36959
12/18/2023	Direct	ELL 2023 Solar Application	LPSC	U-37071
01/31/2024	Affadivit	ELL Notice of Exemption – Audubon Substation	LPSC	S-37113

**BEFORE THE
LOUISIANA PUBLIC SERVICE COMMISSION**

***IN RE:* APPLICATION OF ENTERGY)
LOUISIANA, LLC FOR APPROVAL TO)
CONSTRUCT BAYOU POWER STATION,)
AND FOR COST RECOVERY)**

DOCKET NO. U-_____

EXHIBIT LKB-2

**HIGHLY SENSITIVE
PROTECTED MATERIAL**

INTENTIONALLY OMITTED

MARCH 2024

**BEFORE THE
LOUISIANA PUBLIC SERVICE COMMISSION**

***IN RE:* APPLICATION OF ENTERGY)
LOUISIANA, LLC FOR APPROVAL TO)
CONSTRUCT BAYOU POWER STATION,)
AND FOR COST RECOVERY)**

DOCKET NO. U-_____

EXHIBIT LKB-3

**HIGHLY SENSITIVE
PROTECTED MATERIAL**

INTENTIONALLY OMITTED

MARCH 2024

Generating Assets Owned or Controlled by ELL as of February 2024					
Plant	Unit	Summer Seasonal Accredited Capacity	Fuel	COD	Region
ANO	1	23	Nuclear	1974	North
ANO	2	27	Nuclear	1890	North
Acadia	2	480	Gas	2002	WOTAB
Big Cajun 2	3	111	Coal	1983	Central
Calcasieu	1	136	Gas	2000	WOTAB
Calcasieu	2	154	Gas	2001	WOTAB
Grand Gulf	1	143	Nuclear	1985	Central
Independence	1	7	Coal	1983	North
J. Wayne Leonard	1	467	Gas	2019	Amite South
J. Wayne Leonard	2	467	Gas	2019	Amite South
Lake Charles	1	804	Gas	2020	WOTAB
Little Gypsy	2	352	Gas	1966	Amite South
Little Gypsy	3	340	Gas	1969	Amite South
Ninemile Point	4	683	Gas	1971	DSG
Ninemile Point	5	705	Gas	1973	DSG
Ninemile Point	6	454	Gas	2014	DSG
Ouachita	3	248	Gas	2002	Central
Perryville	1	316	Gas	2002	Central
Perryville	2	104	Gas	2001	Central
Roy Nelson	6	186	Coal	1982	WOTAB
Riverbend	1	572	Nuclear	1986	Central
Union	3	507	Gas	2003	Central
Union	4	484	Gas	2003	Central
Washington Parish	1	186	Gas	2020	Amite South
Washington Parish	2	186	Gas	2020	Amite South
Waterford	2	315	Gas	1975	Amite South
Waterford	3	1068	Nuclear	1985	Amite South
Waterford	4	30	Oil	2009	Amite South
White Bluff	1	13	Coal	1980	North
White Bluff	2	12	Coal	1981	North