BEFORE THE MISSISSIPPI PUBLIC SERVICE COMMISSION

ENTERGY MISSISSIPPI, LLCIN RE:ENTERGY MISSISSIPPI, LLC'SEC-123-0082-00RP 29 NOTICE FILING

2019-UA-232

ENTERGY MISSISSIPPI, LLC'S RESPONSE IN OPPOSITION TO SOUTHERN RENEWABLE ENERGY ASSOCIATION'S MOTION TO INTERVENE

Entergy Mississippi, LLC ("Entergy Mississippi," "EML," or the "Company") files this Response in Opposition to Southern Renewable Energy Association's ("SREA") Motion to Intervene. Based on past Commission rulings and policy, SREA does not have a substantial interest in this proceeding and its generalized interest is not sufficient to merit intervenor status given that such general interests will be more than adequately represented by the Mississippi Public Service Commission ("Commission"), Public Utilities Staff ("Staff"), and the office of the Mississippi Attorney General. The Company respectfully urges the Commission to follow its past practice with respect to denying SREA's intervention, as there are multiple additional entities that seek intervention based on similar grounds as SREA. EML does not oppose the Commission allowing SREA to participate in this docket as a public witness, which will provide them with ample opportunity to make the Commission aware of any concerns that SREA has regarding EML's proposed IRP.

BACKGROUND

1. On November 22, 2019, the Commission adopted its Final Order Amending Rule 29 to Establish Integrated Resource Planning and Annual Energy Delivery Reporting Requirements in Docket 2018-AD-64. SREA was actively involved as a party in the rulemaking docket, filing four sets of comments (*see* SREA Comments filed on July 31, 2018; January 23, 2019; October 1, 2019; and November 18, 2019). 2. The new Rule 29 ("IRP Rule") of the Public Utilities Rules of Practice and Procedure of the Mississippi Public Service Commission and Public Utilities Staff ("Procedural Rules") defines the relationship of the Commission and utilities to IRP. The IRP process does not drive a specific outcome or produce specific utility investment decisions. Rather, it provides transparency

The periodic filing by electric utilities of an IRP report provides transparency for the Commission, Mississippi ratepayers, and other interested stakeholders. IRP filing requirements do not change the fundamental regulatory relationship between the electric utilities and the Commission, or otherwise relieve such utilities from their statutory obligation to provide reasonably adequate service and just and reasonable rates. These obligations require that electric utilities maintain local control of their resource planning process and decision-making, because utilities are the entities that will be held accountable for their planning decisions by the Commission.

The IRP reporting requirements embodied in this Rule are not intended to drive any specific outcome or dictate any specific utility investment decisions. To that end, these IRP reporting requirements do not supplant or equate with a prudence determination or otherwise replace the Commission's existing regulatory processes for petition and approval of requisite certificates of convenience and necessity for new resources.

RP 29.102 (emphasis added).

As Commissioner Presley noted during the Special Hearing approving the IRP Rule,

"there will be a transparent process in which stakeholders are allowed a reasonable opportunity to participate while still providing a workable framework for utilities to maintain control of their ultimate resource planning decision." In re: Mississippi Public Service Commission Hearing of November 22, 2019, Transcript of Proceedings at 3:14-18.

3. The IRP Rule "establishes a workable framework for resource planning that can

be tailored to the specific needs of **Mississippi** customers. . ." Final Order Amending Rule 29 to Establish Integrated Resource Planning and Annual Energy Delivery Reporting Requirements, p.

7, Docket 2018-AD-64 (emphasis added). The IRP Rule was written to place the interests of Mississippi customers at the forefront.

4. The IRP Rule requires each electric utility subject to the IRP provision of the IRP Rule to file a Notice of IRP Cycle in a new Commission docket. On December 23, 2019, EML filed its Notice of IRP Cycle in this docket. The Commission sent notice of EML's filing to the Clarion Ledger, which published the notice on January 7, 2020. SREA moved to intervene on January 17, 2020, claiming – without factual or legal support – to have a substantial interest in the proceeding. Intervention should be denied because SREA has not shown that they have a substantial interest in the outcome of this docket that will not be adequately represented by another party nor did SREA state an interest different that the general public's interest.

LEGAL AUTHORITY

A. Intervenors Must have a Substantial Interest in the Proceeding

5. The Procedural Rules allow intervention only by parties with a substantial interest in a proceeding. *See* RP 6.121.1 ("any person may be permitted to intervene in a proceeding when the movant has a **substantial interest** relating to the property, transaction or outcome of the proceeding at issue *and* the movant is so situated that the disposition of the proceeding may as a practical matter impair or impede his or her ability to protect that interest." (emphasis added)

6. RP 6.121 is similar to Mississippi Rule of Civil Procedure 24(a)(2), which states: "[U]pon timely application, anyone shall be permitted to intervene in an action . . . when the applicant claims an interest relating to the property or transaction which is the subject of the action and he is so situated that the disposition of the action may as a practical matter impair or impede his ability to protect that interest, unless the applicant's interest is adequately represented by existing parties."

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B. The Commission Recently Affirmed the Standards for Intervention

7. When comparing RP 6.121 to Miss. R. Civ. P. 24(a)(2), however, the Commission has affirmed that "[u]nlike civil courts, intervention [at the Commission] is not a matter of right but is only granted at the Commission's discretion." *See* "Order Consolidating Issue and Denying Intervention," Notice of Intent of Entergy Mississippi, Inc. to Implement Net Metering Energy Rate, Docket No. 2016-UN-32 (May 13, 2016) (hereafter "2016 Order Denying Intervention"). The 2016 Order Denying Intervention confirms the long-standing principle that "[g]enerally, the grant or denial of a petition to intervene is within the sound discretion of the administrative agency involved."¹

8. The Commission has looked to the Mississippi Supreme Court for guidance, as it is allowed to do, regarding the standard for intervention. "In order to intervene, a movant must assert a 'direct, substantial, **legally protectable interest**' in the proceedings... A movant found to be 'a real party in interest' generally establishes sufficient interest.' . . . An "interest" is defined as "[a] legal share in something; all or part of a legal or equitable claim to or right in property.'" *See* 2016 Order Denying Intervention, pp. 3-4 (citing *Madison HMA, Inc. v. St. Dominic-Jackson Mem'l Hosp.*, 35 So. 3d 1209, 1216 (Miss. 2010) (citing *Black's Law Dictionary* 828 (8th ed. 2004) (emphasis added)).

9. The Commission also has clarified that it will balance the factors involved in the standard for intervention: timeliness, substantial interest, impairment of interest, and adequacy of representation. *See* 2016 Order Denying Intervention, p. 4. "In balancing the relevant factors, the Commission considers the availability of public witness status that allows non-parties to submit written comments and evidence for Commission consideration." *Id.* (citing RP 6.121.7)

¹ 2 Am. Jur. 2d Administrative Law § 309 (citing Cortland Glass Co., Inc. v. Angello, 300 A.D.2d 891 (3d Dep't 2002); West Chester Area School Dist. v. Collegium Charter School, 571 Pa. 503 (2002).

The IRP Rule does not automatically allow any interested party to participate as an intervenor; it requires that "interested parties" move to intervene under RP 6.121. *See* RP 29.105. RP 6.121 then categorizes parties as intervenors, other parties, or public witnesses. Rule 29.101.8 defines a "stakeholder" as "[a]ny interested party eligible to appear and/or intervene in Commission proceedings pursuant to Rule 6.121 of the [Procedural Rules]." Thus, the IRP Rule specifically requires interested parties to satisfy the requirements for intervention of Rule 6.121 and contemplates that, failing to qualify as an intervenor, a party could be given public witness status only.

10. "Additionally, the Commission considers its own duty, as delegated by the Legislature, to promote the public interest in its consideration of all matters before it, as well as the duty of the Public Utilities Staff to 'represent the broad interests of the State of Mississippi by balancing the respective concerns of the residential, commercial or industrial ratepayers, and the state and its agencies and departments, and the public utilities." *Id.* at pp. 4-5 (citing Miss. Code Ann. § 77-3-2, § 77-3-1).

C. The Commission's Precedent and Policy Demonstrate that a Generalized Interest in the Proceeding is Not Adequate to Merit Intervenor Status

11. In the 2016 Order Denying Intervention, the Commission exercised its discretion and denied the interventions of several parties that it found to have a generalized, but not substantial, interest in the proceeding. "Requiring the existence of a substantial interest promotes, among other things, efficiency and thoroughness because a party with a particular and significant interest will be motivated and can be expected to present evidence to protect that vested interest, drawing the Commission's and Staff's attention to a particularized matter that might have gone unnoticed or not been given sufficient consideration or evidentiary support. Interventions are a privilege that necessarily imposes costs on the utility, and of course,

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ratepayers ultimately bear the cost of a utility's efforts to respond to data requests, engage in regulatory proceedings and defend appeals, among other things. The Rules are crafted to fairly judge the merits of the intervention." 2016 Order Denying Intervention, p. 6.

D. The Public Witness Option Provides a Meaningful Alternative for Intervention in a Proceeding

12. When intervention is inappropriate, the Commission's Procedural Rules provide for meaningful participation by "public witnesses," (*see* RP 6.121.7) who may be allowed to introduce evidence at a hearing by either oral or written statements and exhibits.

13. The 2016 Order Denying Intervention noted that the Commission welcomed a party's desire to participate and contribute to a proceeding: "it is the reason for the designation of public witnesses." *Id.* at p. 7. A public witness can "monitor the proceedings, review the public evidence, file its own written evidence and comments, and be assured that the Commission will consider its filings." *Id.*

DISCUSSION

14. Based upon the above law and the facts of this proceeding, EML respectfully asks the Commission to deny SREA's request for intervenor status for the following reasons.

A. SREA Does Not have a Substantial Interest in EML's IRP Docket

15. SREA does not have a substantial interest in this docket. SREA asserts that it "is an industry-led initiative that promotes responsible use and development of wind energy, solar energy, energy storage and transmission solutions in the South. [Its] vision is for renewable energy to become a leading source of energy in the South and [its] mission is to promote responsible use and development of renewable energy in the South." *See* SREA Motion to Intervene, p. 2. Without narrowing its generally-asserted statement about operating in "the South," SREA claims to have a substantial interest in this proceeding because of the potential

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outcomes coming from the docket, including "generation resource planning, evaluating utilityscale wind energy, utility-scale solar energy, energy storage and transmission solutions for electric utilities in Mississippi." This is the same generalized interest common to EML and its customers (assuming such options are economic and feasible), the Commission, the Staff, and the Mississippi Attorney General.

16. Again, the IRP Rule was created to protect the interests of *Mississippi* customers. Mississippians are the parties most likely to have a substantial interest in the various IRP dockets. Further, Entergy Mississippi's customers are the parties most likely to have a substantial interest in *this* docket.

17. An out-of-state special interest group, like SREA, which is not a customer of EML, cannot satisfy the "substantial interest" standard set forth by the Commission. SREA has not asserted any direct, substantial, legally protectable interest in the proceedings. It is not a real party in interest because it does not have a legal or equitable claim to any property that could be impacted by this proceeding.

B. SREA's Ability to Protect its Purported Interests will not be Impeded or Impaired by the Commission's Denial of SREA's Motion to Intervene

18. Further, the disposition of the proceeding will not as a practical matter impair or impede SREA's ability to protect any substantial interest. As discussed above, SREA does not have a specific, substantial interest in this proceeding. As to its general interests that further its mission statement, SREA had the full opportunity to advocate in the rule-making docket and did so in the four sets of Comments that it submitted to the Commission.

19. Further, as noted in Paragraph 2, above, Section 102 of the IRP Rule does not create a definitive plan for execution. Any substantial utility investment resulting from the IRP Rule (e.g. new generation) must be approved by the Commission in a separate CCN proceeding.

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SREA and other entities would have an opportunity to assert whether they have a substantial interest in the CCN proceedings.

C. The Commission and Staff will Adequately Represent the General Interests of SREA

20. Finally, SREA's intervention in this proceeding is unnecessary, because any interest it may have is already adequately represented by other parties. SREA claims that its involvement as an intervenor is "necessary to protect its interests." See SREA's Motion to Intervene, p. 2. Its general interests, however, are sufficiently protected by the Commission, the Staff, and the Mississippi Attorney General. The Commission is charged with the task of "promot[ing] adequate, reliable and economical service to all citizens and residents of the state" and promoting the provision of "just and reasonable rates and charges for public utility services without unjust discrimination, undue preferences or advantages, or unfair or destructive competitive practices and consistent with long-term management and conservation of energy resources by avoiding wasteful, uneconomic and inefficient uses of energy."² In addition, the Staff has the statutory duty to "represent the broad interests of the State of Mississippi by balancing the respective concerns of the residential, commercial or industrial ratepayers, and the state and its agencies and department, and the public utilities."³ Pursuant to Miss. Code Ann. § 77-2-9(3), the Staff has a list of fourteen duties and responsibilities aimed at protecting the public health and safety, promoting the general welfare, and ensuring just and reasonable rates for Mississippi ratepayers. Given the nature of the instant proceeding, the Commission and the Staff adequately represent the interests of EML customers, as well as organizations who advocate for renewable energy sources in Mississippi, making intervention unnecessary and unwarranted.

² Miss. Code Ann. § 77-3-2(1)(c)-(d).

³ Miss. Code Ann. §77-2-1.

Further, the Mississippi Attorney General "is charged with the duty to assist and advise the [Commission] [and]... protect the interest of the general public." *See* Mississippi Attorney General's Motion to Intervene at p. 1, Docket No. 2019-UA-232 (Jan. 22, 2020).

D. SREA's Presence as an Intervenor Would Result in Inefficiency and Risk of Increased Customer Costs in the EML IRP Process

21. In addition, granting intervenor status to third parties like SREA in this docket would result in inefficiency and is likely to cause delays in the approval of EML's IRP. In considering whether to grant motions to intervene, administrative agencies also consider whether allowing intervention would substantially change the nature of the proceeding and deny intervention in such circumstances.⁴

22. Parties like SREA have only a generalized interest in the proceeding. Allowing these types of parties to intervene – propounding data requests, requesting and reviewing confidential information - would substantially change the nature of the proceeding because it would shift focus away from EML actually finalizing its IRP. Moreover, granting parties like SREA intervenor status is likely to increase EML's costs to finalize its IRP and would expose customers to increased risk that confidential information would be compromised – further exposing customers to the risk of substantially increased costs.

23. As the Commission found in its 2016 Order Denying Intervention, a proceeding will be more efficient when the intervening parties have a particular and significant interest because those types of parties will draw the Commission's attention to particular matters that might otherwise have gone unnoticed. *See* 2016 Order Denying Intervention, p. 6. SREA's

⁴ *See, e.g.,* Code of Miss. Rules 60-015-001 (2014), Mississippi Fair Commission Rule 9 ("A petition to intervene in a proceeding will be denied if the inclusion of the Intervenor in the proceeding would cause unjustifiable delay or substantially change the nature of the proceeding"); Texas Administrative Code, Department of Agriculture Rule §1.10).

focus would be on generally promoting the use and development renewable resources. *See* SREA's Motion to Intervene, p. 2. While that may be appropriate for a public witness (see below) it would only contribute to inefficiency were SREA allowed to engage in discovery, request and review confidential documents, and examine EML's witnesses.

E. Allowing SREA to Participate Only as a Public Witness Honors the Intention of the IRP Rule while Simultaneously Honoring the Intervention Rule

24. In developing the stakeholder process contained in the IRP Rule, the Commission affirmed its desire for "meaningful participation options for . . . stakeholders to provide input into the resource plan's development . . . Nevertheless, the Commission f[ound] that the ultimate responsibility for resource planning decisions must remain with the utility." Final Order Amending Rule 29 to Establish Integrated Resource Planning and Annual Energy Delivery Reporting Requirements, p. 15, Docket 2018-AD-64. This means that access to the details of EML's IRP, including confidential and sensitive information, should be limited to those parties who truly have a substantial interest. Allowing parties without a substantial interest to intervene in the docket increases the risk that the ultimate responsibility for resource planning decisions is shifted away from the utility.

25. SREA states that it is actively involved in IRP dockets in others states and "has substantial experience to share with the Commission and interested parties." However, if relevant, SREA can share its experience with the Commission as a public witness. As a public witness, SREA will have access to all public filings that EML and other parties in the IRP docket submit, including comments and EML's IRP. EML's most recent voluntary IRP filing in 2018 (*see* Exhibit A to the Comments of Entergy Mississippi, Inc. in Docket 2018-AD-64, filed Aug. 1, 2018) included background, key considerations, primary planning objectives, resource adequacy and planning reserve requirements, current fleet and projected needs, assumptions and

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assessments, portfolio design and analytics, and the path forward. Providing a detailed public IRP honors the IRP Rule's goal of transparency, while protecting confidential information that should not be disclosed to parties without a substantial interest in EML's IRP. If the Commission determines that as a public witness SREA should have additional opportunity to participate, EML is willing to conduct a bifurcated technical conference under Rule 29.105.3, allowing public witnesses to participate in all portions that do not discuss confidential and sensitive information.

26. EML believes that the appropriate status of SREA, and other parties who do not have a substantial interest in this docket, should be limited to a public witness, not an intervenor.

PRAYER FOR RELIEF

WHEREFORE, PREMISES CONSIDERED, Entergy Mississippi requests that the Commission:

(a) deny SREA's Request for Intervenor Status; and

(b) if the Commission agrees and if SREA desire to participate in this capacity, order that SREA be granted public witness status pursuant to R.P. 121.7, with rights to file comments in this proceeding but without rights to issue written discovery in this proceeding, that EML shall be under no obligation to respond to written discovery from SREA, that SREA shall have no rights to access confidential information, and SREA shall have no rights to examine witnesses.

Entergy Mississippi further prays for such other, further, and general relief as the Commission deems necessary, useful, or appropriate.

This the 24th of January 2020.

ENTERGY MISSISSIPPI, LLC

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RP 6.111 CERTIFICATE OF SERVICE

I, ALICIA S. HALL, Attorney for Entergy Mississippi, LLC, hereby certify that on this

day I have caused to be filed the original and twelve (12) copies of the foregoing with:

Katherine Collier Executive Secretary Mississippi Public Service Commission **katherine.collier@psc.ms.gov**

and that on this day I have caused to be provided one copy of the foregoing to:

Virden C. Jones Executive Director Mississippi Public Utilities Staff virden.jones@mpus.ms.gov

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and that, in the filing of the same, I have complied with Rule 6 of the Commission's Public

Utilities Rules of Practice and Procedure.

This, the 24th day of January, 2020.

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