



Public Service Commission

State of North Dakota

COMMISSIONERS

Kevin Cramer
Tony Clark
Brian P. Kalk

Executive Secretary
Darrell Nitschke

600 E. Boulevard Ave. Dept 408
Bismarck, North Dakota 58505-0480
Web: www.nd.gov/psc
E-mail: ndpsc@nd.gov
Phone 701-328-2400
Toll Free 1-877-245-6685
Fax 701-328-2410
TDD 800-366-6888 or 711

26 October 2010

The Honorable Wayne Stenehjem
North Dakota Attorney General
State Capitol
600 East Boulevard Avenue
Bismarck, ND 58505-0040

RE: Siting, Electric, and Practice & Procedures Rulemakings
Case No. PU-10-128, Case No. PU-10-129, and Case No. AD-10-167

Dear Attorney General Stenehjem:

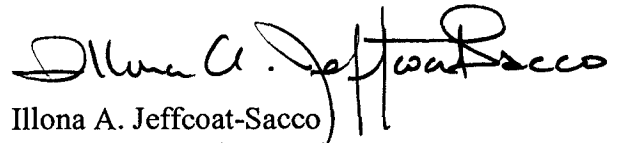
Please accept my apologies for not enclosing the proposed Rules with my 24 September 2010 letter.

Enclosed are copies of the rules and another copy of our 22 September 2010 Order Submitting Rules to the Attorney General, this time with the rules attached.

In accordance with N.D.C.C. § 28-32-14, the North Dakota Public Service Commission requests your examination of these rules as to their legality so they may be considered for formal adoption and publication in the North Dakota Administrative Code.

Again, I apologize for any inconvenience this error may have caused. Thank you for your consideration of the rules. If you have any questions please do not hesitate to call or email.

Best regards,

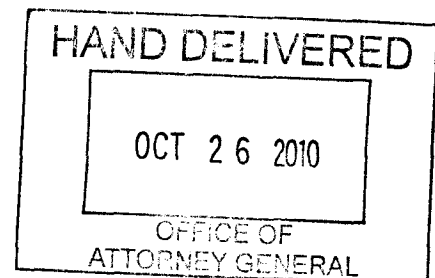

Illona A. Jeffcoat-Sacco
General Counsel

enclosures

19 AD-10-167 Filed 10/26/2010 Pages: 18
Letter to Attorney General enclosing proposed Rules
Public Service Commission

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**STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION**

Public Service Commission
Public Utilities - Siting
Rulemaking

Case No. PU-10-128

CHAPTER 69-06-02.1
REQUESTS FOR JURISDICTIONAL DETERMINATION

Section

69-06-02.1-01

Filing

69-06-02.1-02

Contents

69-06-02.1-01. Filing. A utility planning to construct an energy conversion or transmission facility may request a jurisdictional determination from the commission. A request for jurisdictional determination must be in writing.

History: Effective _____.

General Authority: NDCC 49-22-18

Law Implemented: NDCC 49-22-07.1

69-06-02.1-02. Contents. A request for a jurisdictional determination must contain:

1. A description of the size of the facility.
2. A description of the type of the facility.
3. A description of the area to be served.
4. A map of the study area for the proposed site or corridor.
5. A description of the ownership and operation responsibility of the facility.
6. A description of the facilities and equipment that will be used and how they will be maintained.
7. A description of the owner's or operator's plans for selling, transmitting or distributing the output of the plant.
8. A description of how the facility will be physically and electronically interconnected with other energy conversion, transmission, and distribution facilities.

9. A description of the owner's and operator's economic evaluation of the facility, and
10. A description of how the site will be leased or other rights of access will be obtained.

History: Effective_____.

General Authority: NDCC_____

Law Implemented: NDCC_____

**CHAPTER 69-06-03
LETTER OF INTENT**

Section	
69-06-03-01	Filing
69-06-03-02	Contents

69-06-03-01. Filing. Any utility planning to construct an energy conversion or transmission facility shall file a letter of intent with the commission at least one year prior to the filing of an application for a certificate unless a shorter period is requested in writing and approved by the commission. ~~A letter of intent may be filed for the sole purpose of seeking a determination of whether the commission has jurisdiction over a proposed facility.~~

History: Amended effective _____.
General Authority: NDCC 49-22-18
Law Implemented: NDCC 49-22-07.1

69-06-03-02. Contents. ~~All letters~~ A letter of intent shall ~~shall~~ must contain the following:

1. A description of the size and type of facility, and the area to be served.
2. A map of the study area for the proposed site or corridor.
3. The anticipated construction and operation schedule.
4. An estimate of the total cost of construction.

History: Amended effective _____.
General Authority: NDCC 49-22-18
Law Implemented: NDCC 49-22-07.1

69-06-04-02. Designation of sites and corridors.

1. Requirements of order.

a. An order approving the issuance of a certificate shall contain findings that the application, with modifications, if any, meets the site or corridor evaluation process requirements of the Act, and any special conditions the commission may require.

(1) Any modifications or special conditions required by the commission shall be deemed to be accepted unless the applicant petitions for a rehearing.

(2) If the applicant rejects any modifications or special conditions and proposes alternatives which it would accept, such a proposal shall be treated by the commission as an amendment to the application.

(3) If the applicant rejects any modifications or special conditions without either requesting a rehearing or proposing alternatives, the commission shall rescind its order and deny the application.

b. The width of a corridor must be at least ten percent of its length, but not less than one mile [1.61 kilometers] or greater than six miles [9.66 kilometers] unless approved otherwise determined by the commission.

c. An order denying the issuance of a certificate shall contain findings that state:

(1) The reason for such denial.

(2) What modification in the application would make it acceptable or that there is no modification that would be acceptable based upon the record before the commission.

2. Issuance of a certificate. When a site or corridor is approved, the commission shall issue a certificate in accordance with the order which shall:

a. Describe the authority granted.

b. Contain any special conditions that the commission may require.

History: Amended effective

General Authority: NDCC 49-22-18

Law Implemented: NDCC 49-22-08

**STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION**

**Public Service Commission
Electric
Rulemaking**

Case No. PU-10-129

**CHAPTER 69-09-08
RENEWABLE ELECTRICITY AND RECYCLED ENERGY TRACKING SYSTEM**

Section	
69-09-08-01	Purpose, Application, and Effective Date
69-09-08-02	Definitions
69-09-08-03	Renewable Energy Certificates Tracking Program
69-09-08-04	Facilities Eligible for Participation in the Renewable Energy Certificates Tracking Program
69-09-08-05	Responsibilities of Program Administrator
69-09-08-06	Production and Transfer of Renewable Energy Certificates
69-09-08-07	Registration and Certification of Renewable Energy Facilities
<u>69-09-08-08</u>	<u>Annual Reporting Requirements for Retail Providers</u>

69-09-08-01. Purpose, application, and effective date. This chapter establishes a program to include tracking, recording, and verifying, and reporting the transactions associated with certificates and credits for electricity generated from renewable electricity sources as defined by North Dakota Century Code section 49-02-25 among electric generators, utilities, and other interested entities within this state and with similar entities in other states. This chapter applies to all public utilities, electric cooperatives, and municipal electric utilities. The tracking program will be effective as specified in the commission's order that designates a program administrator and implements these rules.

History: Effective July 1, 2006; _____.

General Authority: NDCC 49-02-01, 49-02-24, 49-02-25, 49-22-26

Law Implemented: NDCC 49-02-24, 49-02-25, 49-22-26

69-09-08-08. Annual reporting requirements for retail providers. The annual progress report required by North Dakota Century Code section 49-02-34 must be filed in the form and detail the commission may require.

History: Effective

General Authority: NDCC 49-02-34

Law Implemented: NDCC 49-02-34

**STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION**

**Public Service Commission
Practice and Procedure
Rulemaking**

Case No. AD-10-167

69-02-01-06. Practice before the commission.

- 1. Party in own interest.** Any party may appear before the commission in the party's own right.
- 2. Attorneys.** Attorneys at law who are admitted to practice in North Dakota and, with the commission's permission, attorneys admitted to practice in any other jurisdiction may practice before the commission.
- 3. Other persons.** Any other person who possesses the necessary legal or technical qualifications to enable the person to render valuable service may, with the commission's permission, practice before the commission.
- 4. Rules of conduct.** All persons appearing before the commission must conform to the standards of ethical conduct required of practitioners before the courts of the state of North Dakota. The commission or a hearing officer may bar a person from appearing before the commission for improper conduct.

History: Amended effective September 1, 1992, _____.

General Authority: NDCC 28-32-02

Law Implemented: NDCC 49-01-07

STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION

**Public Service Commission
Siting
Rulemaking**

Case No. PU-10-128

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**Public Service Commission
Practice and Procedure
Rulemaking**

Case No. AD-10-167

ORDER SUBMITTING RULES TO ATTORNEY GENERAL

September 22, 2010

Appearances

Commissioners Tony Clark, Kevin Cramer, and Brian P. Kalk

Preliminary Statement

On June 2, 2010 the North Dakota Public Service Commission (Commission) issued a formal Notice of Proposed Rulemaking and an Abbreviated Notice proposing to revise several sections to the North Dakota Administrative Code. The proposed rules are summarized as follows:

Siting - Case No. PU-10-128

Siting proposed rules incorporate a minor change relating to determining corridor size, a proposed rule concerning requests for jurisdictional determinations, and a proposed rule concerning letters of intent. The proposed amendment is not expected to have an impact on the regulated community in excess of \$50,000.

Electric: Case No. PU-10-129

The renewable electricity and recycled energy tracking proposed rule standardizes the content and format of required annual reports of electric retail providers. The proposed amendment is not expected to have an impact on the regulated community in excess of \$50,000.

Practice and Procedure: Case No. AD-10-167

The proposed amendment repeals language regarding practice before the Commission that is inconsistent with the North Dakota Admission to Practice Rules. The proposed amendment is not expected to have an impact on the regulated community in excess of \$50,000.

Public Hearing and Comments

The Abbreviated Notice was published once in 51 official county newspapers the week of June 13 through June 19, 2010. The Ashley Tribune published the Notice on June 30, 2010. The notices were also forwarded to the Legislative Council for publication at least 30 days in advance of the hearing.

A public hearing was noticed for and held at 1:30 p.m., July 14, 2010. The hearing was held in the Commission Hearing Room, 12th floor, State Capitol, Bismarck, North Dakota.

The Commission allowed, after the conclusion of the rulemaking hearing, a comment period until July 26, 2010, during which data, views, or oral arguments concerning the proposed rulemaking could be received by the Commission and made a part of the rulemaking record to be considered by the Commission.

The only written comments filed were received at the hearing and were those of Commission staff.

Discussion

Siting - Case No. PU-10-128

Staff prepared and filed a statement regarding the regulatory analysis, takings assessment, and small entity regulatory analysis.

Staff testified that the proposed changes incorporate a minor change relating to determining corridor size, a proposed rule concerning requests for jurisdictional determinations, and a proposed rule concerning letters of intent. One proposed change would clarify that the Commission can designate a smaller corridor without first receiving a request from the applicant. The rest of the proposed changes to the siting rules are intended to separate requests for jurisdictional determination from the letter of intent process.

No other comments were received and no changes are being made to the rules as originally proposed.

Electric: Case No. PU-10-129

Staff prepared and filed a statement regarding the regulatory analysis, takings assessment, and small entity regulatory analysis.

Staff testified that the proposed changes standardize the content and format of required annual reports of electric retail providers.

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Practice and Procedure: Case No. AD-10-167

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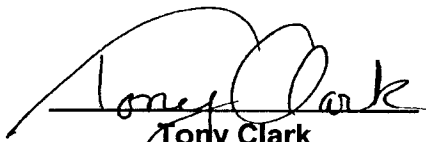
Staff testified that the proposed amendment repeals language regarding practice before the Commission that is inconsistent with the North Dakota Admission to Practice Rules.

No other comments were received and no changes are being made to the rules as originally proposed.

Order

The Commission orders the proposed changes to the North Dakota Administrative Code, as attached to and made a part of this order, be submitted to the Attorney General for an opinion that the rules are approved as to legality.

PUBLIC SERVICE COMMISSION



Tony Clark
Commissioner



Kevin Cramer
Chairman



Brian P. Kalk
Commissioner

**STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION**

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Public Utilities - Siting
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General Authority: NDCC 49-22-18

Law Implemented: NDCC 49-22-08

**STATE OF NORTH DAKOTA
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Law Implemented: NDCC 49-02-34

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Case No. AD-10-167

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General Authority: NDCC 28-32-02

Law Implemented: NDCC 49-01-07